STEP 1 Assessing current regulatory regime (per country)

STEP 2 Define regulatory scenarios

STEP 3 Normalise regulatory costs

STEP 4 Quantify company consumption and emission

STEP 5 Derive margin impact

STEP 6 Identify risk mitigation measures

STEP 7 Derive improvement potential

Transition scenario
Considers potential changes to:
- Fuel and electricity taxes
- Renewables targets
- Renewables funding schemes
- Capacity market schemes
- Carbon emission limits
- Emission trading schemes
- Energy consumption targets and penalties

\[
\text{\euro}45/\text{tCO}_2
\]
Equivalent to the current regulatory regime + \[
\text{\euro}45/\text{tCO}_2
\]

Convert increase in regulatory cost to \[
\text{\euro}/\text{kWh}
\]
and \[
\text{\euro}/\text{tCO}_2
\]

Total margin impact is calculated by multiplying the consumption of energy, electricity and the emissions of carbon by the normalised regulatory cost

Identify risk mitigation measures and determine their impact on company’s consumption of energy, electricity and the emissions of carbon

Margin improvement potential is calculated by multiplying the change in consumption of energy, electricity and emissions of carbon by the normalised regulatory cost

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