

# **PARTICIPANTS' AGREEMENT TO LIMIT SUPPORT FOR COAL RELATED TRANSACTIONS**

Effective as of 1 November 2021

## AGREEMENT TO LIMIT SUPPORT FOR COAL RELATED TRANSACTIONS

1. [Deletion of Annex VI - Sector Understanding on Export Credits for Coal Fired Electricity Generation Projects](#)
2. [Introduction of new Article 6 - Prohibitions on Arrangement Support](#)

### 6. PROHIBITIONS ON ARRANGEMENT SUPPORT

Participants shall not provide officially supported export credits or tied aid for:

- a) The export of new coal-fired electricity generation plants or parts thereof, comprising all components, equipment, materials and services (including the training of personnel) directly required for the construction and commissioning of such power stations. The addition of a new coal-fired electricity generation unit to an existing plant is deemed to be a new coal-fired electricity generation plant.
- b) The export supply of equipment to existing coal-fired electricity generation plants, unless all the following conditions are met:
  - i. The purpose of the equipment supplied is air pollution abatement, water pollution abatement, or CO<sub>2</sub> emissions abatement.
  - ii. The equipment supplied induces neither an extension of the useful lifetime of the plant nor a capacity increase.
- c) The prohibitions set out in paragraphs a) and b) above do not apply to coal-fired electricity generation plants that operate with effective carbon capture utilisation and storage (CCUS) facilities or the retrofitting of existing coal-fired electricity generation plants to install CCUS, as provided for under Project Class A of Appendix II to Annex IV.
- d) Participants agree to undertake a review, upon request by a Participant, of non-CCUS CO<sub>2</sub> emission abatement technologies which may be developed in the future, for purposes of exceptions from paragraphs a) and b) above. The inclusion of any future exception shall be based on a consensus decision by the Participants.
- e) This Article shall be reviewed no later than 31 December 2022, in order to contribute to the common goal of addressing climate change, taking into account:
  - i. The most recent reports on climate science and the implications for global infrastructure investment decisions of holding the increase in the global average temperature to well below 2 degrees Celsius above pre-industrial levels and pursuing efforts to limit the temperature increase to 1.5 degrees Celsius above pre-industrial levels;
  - ii. Officially supported export credits or tied aid support to other coal related projects;
  - iii. Availability of CCUS technology; and
  - iv. Availability of non-CCUS CO<sub>2</sub> abatement technologies.

3. [Adjustments of cross references and minor edits](#)

Cross references will need to be adjusted throughout the Arrangement. In addition, slight modifications will need to be made to Article 13a and Appendix IV of the CCSU for consistency.