



DIPARTIMENTO DI  
SCIENZE ECONOMICHE  
ED AZIENDALI

# Towards a set of principles for the use of border adjustment mechanisms: Implications for the EU's CBAM

06/22/2022 - h. 14.30-15.30 CEST

Università degli Studi Guglielmo Marconi

Aula Plinio, Via Plinio 44 Roma

The Department of Economic and Business Science of Guglielmo Marconi University host the seminar of Prof. Mike Young (Institute for International Trade, The University of Adelaide). This seminar will present an overview of the Institute for International Trade's paper on opportunities to improve the EU's proposed Carbon Border Adjustment Mechanism, click here to view it:

<https://iit.adelaide.edu.au/ua/media/1873/iit-wp09-final-24052022-1.pdf>

The EU's impending adoption of a carbon border adjustment measure (CBAM) on jurisdictions it deems to be non-compliant with its own emissions mitigation regime. Australia and a growing number of the EU's trading partners are likely to mount a legal challenge to it in the WTO. This paper offers a constructive approach to the issue. Specifically, it proposes a set of ten design principles for a global CBAM that would address the global environmental problem by disincentivising 'carbon leakage' (from countries/areas with strong mitigation regimes to less stringent jurisdictions) through ensuring flexibility in the design of mitigation regimes provided they have 'equivalent' results, or respect the UNFCCC principle of 'common but differentiated responsibility' for developing countries based on objective criteria. Based on these principles, and in the interest of finding acceptable global solutions, the paper offers some suggestions for how the EU's CBAM and emissions trading scheme could be improved.

## Welcome address

ALESSANDRO GENNARO

Director, Department of Economic and Business Science, Guglielmo Marconi University

## Introduction

PETER DRAPER

Executive Director of the Institute for International Trade and Director of the Jean Monnet Centre of Excellence in Trade and Global Affairs, University of Adelaide

## Moderator

FABRIZIO BOTTI

Assistant Professor, Università degli Studi Guglielmo Marconi

## Presentation

MIKE YOUNG

Emeritus Professor in Energy, Water and Environmental Policy, University of Adelaide

## Q&A Session



Click here to access the streaming: <https://shrtlnk.unimarconi.it/cbam>