Conference Growth In Transition

Workshop Sustainable Consumption & Production

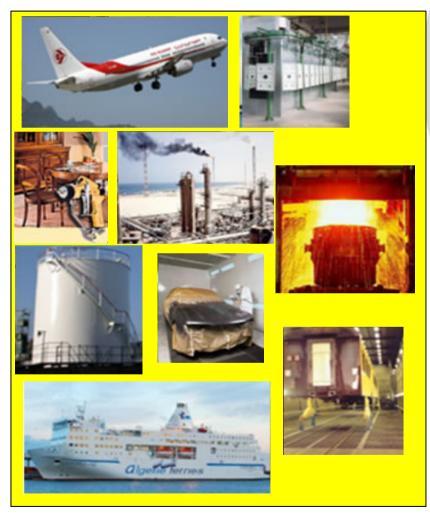
Vienna, 28/01/10

Patrick O'Riordan

Sustainable Industrial Policy



INDUSTRIAL ACTIVITY CREATES WEALTH AND JOBS... ...BUT ALSO HAS UNDESIRABLE EFFECTS



Climate change

Pollution of air, water, soil

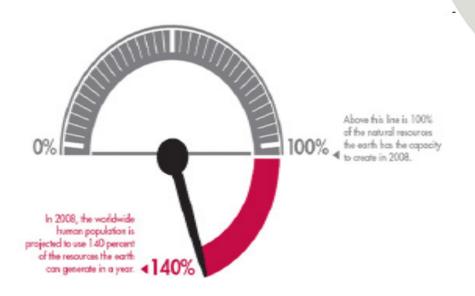
Resource use

Traffic congestion

Waste

The Challenge...

- EU committed to -20-30% by 2020 and -60-80% by 2050.
- CO2 sources- key source burning fuels, in industry, electricity production, transport, home heating.





The Challenge...



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The challenge...



- Some sectors are particularly vulnerable
- These sectors represent 80%-90% of CO2 emissions, direct and indirect, of manufacturing industry – excluding electricity sector.
- These industries demand special measures
- Goal to manage the transition



The EU's response - Combining industrial policy with sustainability...

Two lines of action

- Proactively improve business environment for industry
- Act at European level to tackle challenges insufficiently addressed at national level

Three main blocks for win-win opportunities

- Better products on the Internal Market: A dynamic life cycle approach to product policy using labelling, minimum standards, public procurement and other incentives
- An industrial policy for eco-industries: examining those framework conditions which are crucial for competitiveness of eco-industry with a view to improving them
- Contributing to a global low carbon and sustainable economy: supporting lower emissions in energy intensive industries and the development of sectoral approaches in international negotiations on climate change



Encourage global action...



- Engage industry globally in action
- Sectoral approaches
- Levelling of the playing field



IDENTIFYING WIN-WIN SOLUTIONS: ACTION PLAN ON SUSTAINABLE INDUSTRIAL POLICY...

Sustainable Product Policy

- Driving the energy and environmental performance of products upwards through ECODESIGN
- Creating a critical mass of demand through LABELLING and INCENTIVES for the best performing products
- Recast extended to energy-related products
- Review by 2012

Eco-industry: Go for innovation

- Boosting the competitiveness of ECO-INDUSTRIES through appropriate framework conditions
- Promoting ECO-INNOVATION through networking, lead markets, clusters and ICT

Global approach for global issue

 Ensuring a level playing field for Energy Intensive Industries and creating first mover advantages through SECTORAL APPROACHES

Retail Forum & Food SCP Roundtable

- Promote sustainable products: Reduce environmental footprint of retail sector
- Green supply chains; Share best practice; Wide stakeholder participation

Green Public Procurement









The window of opportunity...



- New markets, in Europe first,
- Growth in green collar jobs
- Opportunities to lead these markets internationally

Environmental industries

Examples of sectors are environmental technologies, renewable energy, recycling and waste industry

- Environmental impact: the industry offers opportunities to other industries to reduce CO2 emissions while having a negligible environmental impact itself
- **Economic importance:** Core environmental industries
- have a turnover of more than €300bn and employ 3.4 mio people.
- DG ENTR Study:
- http://ec.europa.eu/enterprise/policies/ sustainable-business/ eco-industries/index_en.htm





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