

## FOSTERING INNOVATION

Ensuring the policy employed encourages innovation and investment into research and development of new technology that transitions the industry towards a lower carbon future.



## STAKEHOLDER BUY-IN

Ensuring the policy is developed with effective stakeholder engagement to achieve broader consensus on the policy outcomes.

# ELEMENTS OF A GOOD CLIMATE POLICY



## CERTAINTY OF ABATEMENT

Ensuring the policy employed demonstrates certainty of reducing greenhouse gas emissions.



## ECONOMIC SIGNALS

Ensuring the policy employed achieves emissions abatement by giving economic signals to all parties to influence the right behaviour change and purchasing decisions.



## FLEXIBILITY FOR INDUSTRY

Ensuring the policy employed allows for utilizing different instruments and flexibility to encourage industry compliance.

## COVERAGE OF TOTAL EMISSIONS

Ensuring the policy employed covers all relevant greenhouse gases in its inventory.



## OVERALL COST OF ABATEMENT

Ensuring the policy employed demonstrates with confidence the overall cost of abatement.



## FLEXIBILITY FOR REGULATORS

Ensuring the policy employed allows flexibility for regulators and is not overly prescriptive.

