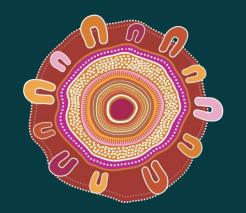
Australia's Guarantee of Origin scheme

Ammonia Energy Association Conference 2023

James Erskine, Assistant Director, Guarantee of Origin and Trade 17 August 2023





Acknowledgment of Country

Our department recognises the First Peoples of this nation and their ongoing connection to culture and country. We acknowledge Aboriginal and Torres Strait Peoples as the Traditional Owners, Custodians and Lore Keepers of the world's oldest living culture and pay respects to their Elders past, present and emerging.

Why do we need a Guarantee of Origin scheme?



The development of markets for low-emissions commodities will rely on verification of low-carbon credentials



Consumers are seeking to substantiate emissions claims associated with the products and energy they use



Producers want the emissions attribute of their outputs to be quantifiable and valued by markets

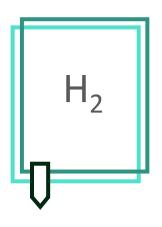


Interoperable measurement and transparency of carbon intensity of products will promote international trade in environmental goods and services

What is our Guarantee of Origin scheme?

The GO scheme would provide a consistent and trusted emissions accounting and certificate framework. It has two parts:

- An internationally-consistent, emissions accounting framework for products (such as hydrogen) - Product GO
- An enduring certificate for renewable electricity that builds upon the existing Renewable Energy Target framework - REGO





Key features of the scheme

- Voluntary, Government-led, established under new legislation (to be introduced), administered by the Clean Energy Regulator
- Broad eligibility for producers and renewable electricity generators/generation
- Builds on existing domestic and international emissions accounting and renewable electricity certification frameworks
 - Australia's NGER Act and Renewable Energy Target (RET)
 - Align with IPHE methodologies, ISO standards
- Commence with hydrogen, hydrogen energy carriers (e.g. ammonia) and renewable electricity
- Incorporates new products (such as metals, biofuels and other materials) over time



International methodology development

- Led by the IPHE Hydrogen Production Analysis taskforce
- IPHE is internationally recognised as the leading G2G forum for methodology development
 - Published 2 working papers with emissions accounting approaches for:
 - Six main hydrogen production pathways
 - Three hydrogen carriers
 - Next working paper expected in coming weeks.
- IPHE working papers are the seed papers for the ISO/TC 197-Hydrogen Technologies



IPHE logo

International market interoperability

- Interoperability has many layers including regulation, technology and compliance
- The Hydrogen Breakthrough Agenda Priority Action H.1 is on standards and certification
- IPHE has been given responsibility for coordinating activity under H2 BtA
 - In collaboration with IRENA and IEA TCP
- Australia is co-leading the IPHE Certification
 Mechanisms taskforce
 - Tasked with recommending an approach to achieve global interoperability of certification schemes

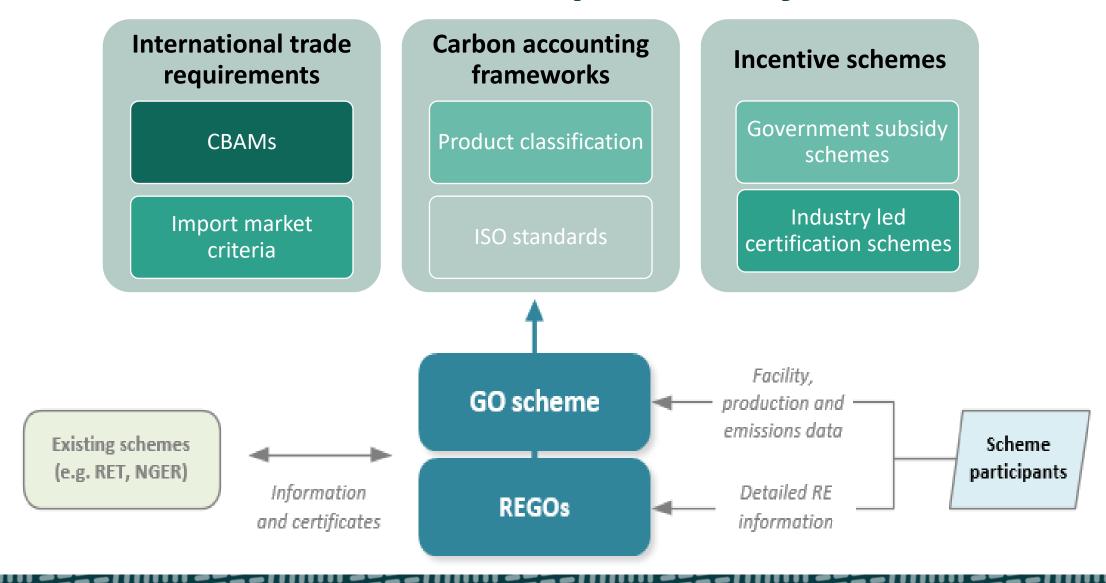








Considerations for interoperability



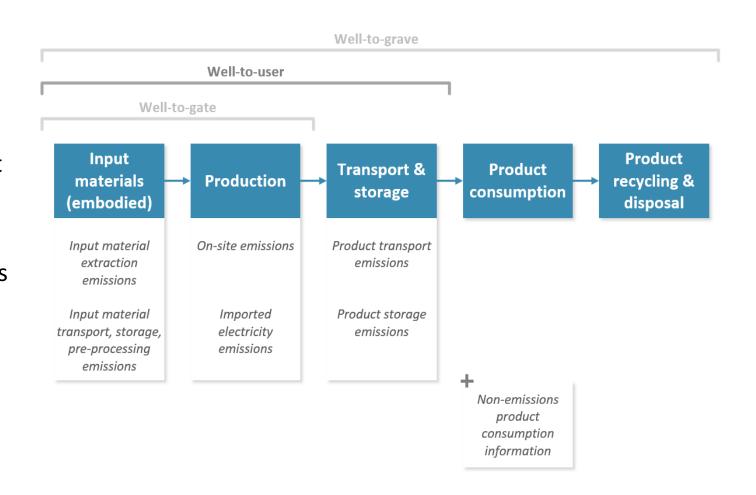
Product GO scope and eligibility

Scope

- Emissions intensity incorporates emissions across the supply chain
- Product GOs are product-based not facility/company level
- Broad range of information available on GO – not just emissions intensity (e.g. water source)

Eligibility

 Eligible to participate if there is a suitable production methodology



Product GO certificate details

Certificates would:

- be publicly available on a register
- represent 1kg of product, and can be batched
- include product emissions intensity, facility details, product details, production stages, energy use
- Include other relevant attributes such as water use
- Include end use details

Product Guarantee of Origin Certificate

Emissions intensity				Certificate details					
1.26 kg CO			Example certificate		Certificate ID xxxxx Batch ID 342246584D45				
Batch product	ion details				Batch production dates				
Quantity	54,881 Tonnes	S	only		12/02/2021 - 12/02/2022				
Purity at gate	99.99% H2 pu	rity Pressure at gate	e 1600kPa (16 Ba	r)					
Attributes and	tags								
OTHER CERT	Climate Active								
Electricity grid m	atched								
Product stages									
		Summary	nmary Surrender		d certificates	Stage emissions intensity (kg/kg) Scope 3 Scope 2 Scope 1 Total (Δ)			
Upstream a	and inputs	Input sources and deta (e.g. water use and type		t GOs		0.25	-	-	0.25
Production	n	Production facility nam Production method Energy use	ne <u>LGCs</u> <u>REGOs</u>			-	0.21	0.49	0.7
Transport 8	& storage	Transport type Transport distance <u>Losses</u>				0.31	-	-	0.31
Product co	onsumption	Consumer details Consumption purpose Consumption date	(e.g. export, schem	ne use)					

Next steps

Mid 2024

Late 2023 Consultation on detailed scheme design

2024 Legislation in place

Scheme commencement



Contact us

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