

Welcome

European Emissions Trading Scheme (ETS): Implementation and pre-verification support



Cologne, April 2010

Since January 2010 airlines are required to monitor their CO₂-emissions and tonne km according to their monitoring plans (MP)

Next deadline: 31st March 2011

Current situation

- Most of the monitoring plans have been approved by the competent authorities
- Many airlines have not yet completely implemented the processes and procedures as described in the monitoring plans
- Airlines not yet operating according to their monitoring plans have to act immediately as the next deadline is approaching
- Deadline for the submission of the verified tonne km and emissions reports is set on **31st March 2011**

Risks

- Airlines not operating according to their monitoring plans bear the risk that the verification audit will fail
- Unverified tonne km reports are not accepted by the competent authorities
- **Airlines which will not be able to submit a verified tonne km report until 31st March 2011 will not get any free certificates from 2012-2020 which will have a high financial impact**

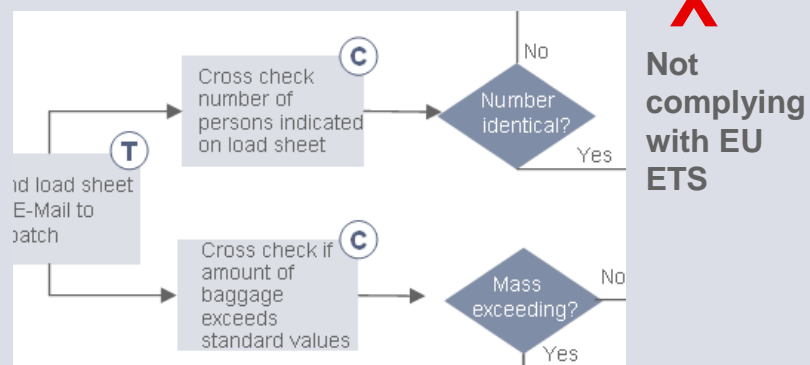
Described processes in the monitoring plan have to be completely implemented as soon as possible

Implementation of ETS processes

Processes described in monitoring plans



Processes lived in reality



- Tonne km and CO₂-emissions reports have to be verified by an accredited verifier before submission
- Verifiers will closely examine the alignment of processes described in the monitoring plans with processes actually performed
- If ETS processes are not lived in reality, the verification audit may fail
- Failure of verification bears the risk, that airlines will not get free certificates by the EU Commission

In cooperation with our partners, LCG offers implementation and pre-verification support

Lufthansa Consulting Services



Lufthansa Consulting Services

- Support in the implementation of processes and procedures in line with EU ETS requirements
 - Identification of discrepancies between monitoring plans and processes lived
 - Development of action plans to eliminate discrepancies
 - Implement required process changes
- After successful implementation, pre-verification of processes will be conducted in close cooperation with our partners



Contact

Thilo Schmid
Executive Vice President & Partner

Lufthansa Consulting GmbH
Von-Gablenz-Str. 2 – 6
50679 Cologne
Germany

Tel.: +49 (0) 221 826 8100
Fax: +49 (0) 221 826 8261
Mob: +49 (0) 151 589 40 504

e-mail: thilo.schmid@lhconsulting.com

www.lhconsulting.com

Marc Landgraf
Director Airline Restructuring

Lufthansa Consulting GmbH
Von-Gablenz-Str. 2-6
50679 Cologne
Germany

Tel.: +49 (0) 221 826 8130
Fax: +49 (0) 221 826 8261
Mob: +49 (0) 151 589 40 519

e-mail: marc.landgraf@lhconsulting.com

www.lhconsulting.com