Energy

APEC's <u>Energy Working Group (EWG)</u>, launched in 1990, seeks to maximize the energy sector's contribution to the APEC region's economic and social well-being, while mitigating the environmental effects of energy supply and use.

A <u>Strategic Plan for 2019–2023</u> guides the group's work. The EWG's mission is to build the capacity of APEC members to strengthen domestic and regional energy security, as well as lower the carbon intensity of energy supply and use across the region, facilitated by information and data exchanges, joint research and development, and open trade and investment.

Importance of energy cooperation

The APEC region accounts for around 60 percent of world energy demand and includes four of the world's five largest energy users (China; Japan; Russia; and the United States). In 2016, APEC economies consumed the equivalent of over 8,043 million tons of oil worth of energy (Mtoe), and was a net energy importer of over 530 Mtoe.

According to a report—<u>APEC Energy Demand and Supply Outlook (7th Edition)</u>, produced by the Asia Pacific Energy Research Centre—the final energy demand of APEC economies by 2050 will increase by 21 percent above 2016 levels. While this highlights the region's ability to decouple energy demand from economic growth, over 80 percent of the region's primary energy demand in 2050 will likely be met by fossil fuels, according to the report's forecast, if APEC economies take a business-as-usual approach. Carbon dioxide emissions from fuel combustion are expected to rise 6 percent over the period.

The outlook report also shows that APEC is on track in reaching its aspirational goal of reducing energy intensity by 45 percent by 2029—six years ahead of the scheduled year, 2035 (with 2005 as the baseline year). However, APEC will be unable to achieve the goal of doubling the share of renewables in the energy mix by 2030, in a business-as-usual scenario.

Energy Security Initiative

APEC energy cooperation is conducted within the framework of the <u>Energy Security Initiative</u> (<u>ESI</u>), which was first put forward by the EWG in 2000, to prepare members for potential energy supply disruptions and subsequent impacts on economic activities. It covers a range of issues:

- The Monthly Oil Data Initiative
- Maritime security
- Real-time emergency information sharing
- Oil supply emergency response
- Energy investment
- Natural gas trade
- Nuclear powerEnergy efficiency
- Energy enticiency
 Renewable energy
- Kenewable
 Hvdrogen
- Methane hvdrates
- Clean fossil energy.

Subgroups

Four expert groups assist the EWG:

As well as two task forces:

Research bodies

Two subsidiary research bodies further support the EWG:

Partnership with other energy forums

The EWG collaborates with other international energy fora on a broad range of issues, including maritime energy transport security, emergency preparedness, energy efficiency, and clean energy technology. The <u>International Energy Agency (IEA)</u>, the <u>International Copper Association</u> (ICA) and the <u>World Energy Council</u> (WEC) have guest status in the EWG.

Many other organizations and stakeholders, such as the <u>Collaborative Labelling and Appliance</u> <u>Standards Program (CLASP)</u> and the <u>International Renewable Energy Agency (IRENA)</u>, are also working with APEC Expert Groups and projects on specific energy challenges. Last page update: August 2020

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