This edition of our newsletter contains an important update for aircraft operators following the recent ICAO conference.

Latest News
Aircraft operators will be aware of the recent ICAO Assembly in Montreal at which global market based measures (MBMs) to address emissions of CO\textsubscript{2} from international aviation were discussed.

At the conference an agreement was reached to develop MBM to address international aviation emissions by 2016, and for this to be applied by 2020. Until then, countries or groups of countries, such as the EU, can implement interim measures.

In response to the ICAO decision and to promote further momentum towards the successful establishment of global MBM, the European Commission has published a proposal to amend EU ETS for the aviation sector. The proposal would apply from the beginning of 2014 until the planned global MBM enters into force in 2020.

A copy of the provisional advance version of the proposal, together with a Frequently Asked Questions document can be found on the [Commission’s website](#).

What are the key aspects of the proposal?
(i) All emissions from flights between airports in the European Economic Area (EEA, covering the 28 EU Member States plus Norway and Iceland) would continue to be covered.

(ii) From 2014 to 2020, flights to and from countries outside the EEA would benefit from a general exemption for those emissions that take place outside EEA airspace. Only emissions from the part of flights taking place within EEA airspace would be covered.

(iii) To accommodate the special circumstances of developing countries, flights to and from third countries which are not developed countries and which emit less than 1% of global aviation emissions would benefit from a full exemption.

Next steps
The Commission’s proposal is currently going through the European legislative process, which involves the European Parliament and the Council. The Commission are hoping that the proposal is agreed by March 2014. Once agreed, Member States will then have three months to transpose the requirements into their national law.

What does the proposal mean for 2013 reporting?
Under the proposal, the deadline for reporting Annex I flights and emissions for 2013 would be extended to 31 March 2015, with the deadline for surrendering allowances extended to 30 April 2015.

The proposal would mean that flights and emissions between aerodromes within the EEA (including to and from the EEA to outermost regions) must be reported.

Annex I flights and emissions to and from countries outside the EEA would be fully exempted for 2013 and would not need to be reported.

Please see page two of this newsletter for clarification on the Annex I flights and emissions that must be reported for 2013.

Delay to the availability of 2013 emissions report forms on ETSWAP
Due to the proposed changes for 2013 reporting, some changes are required to the emissions report form template on ETSWAP.

As a result, the 2013 emissions report form will not be available on 1 January 2014. We will contact all operators and verifiers to clarify when the 2013 emissions report form will be available for completion.

Further information
If you have a query regarding EU ETS Aviation please contact the ET Aviation [helpdesk](#).
What Annex I flights must be reported for 2013?
The matrix below provides details of the Annex I flights that must be reported for 2013.

**EEA Member Countries**
Austria, Belgium, Bulgaria, Cyprus, Czech Republic, Denmark, Estonia, Finland, France, Germany, Greece, Hungary, Ireland, Italy, Latvia, Lithuania, Luxembourg, Malta, Netherlands, Poland, Portugal, Romania, Slovakia, Slovenia, Spain, Sweden, United Kingdom, Croatia * Norway, Iceland, Liechtenstein (*Croatia became an EU Member State and EEA Country on 1 July 2013).

**Outermost regions of EEA Member countries**
Canary Islands, Melilla, Ceuta, (ES); Åland Islands (FI); French Guiana; Guadeloupe; Martinique; Réunion; Saint Martin (FR); Azores; Madeira (PT); Jan Mayen (NO); Gibraltar (UK).

<table>
<thead>
<tr>
<th>Depart from</th>
<th>Arrive to</th>
<th>EEA Member Countries (e.g. United Kingdom)</th>
<th>Outermost regions of EEA Member countries (e.g. Gibraltar)</th>
<th>Third Countries (e.g. Australia)</th>
<th>Overseas countries and territories of EEA Member countries (e.g. Jersey)</th>
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<tr>
<td>EEA Member Countries (e.g. France)</td>
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<td>Outermost regions of EEA Member countries (e.g. Canary Islands)</td>
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<td>Third Countries (e.g. USA)</td>
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<td>Overseas countries and territories of EEA Member countries (e.g. Bermuda)</td>
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<tr>
<th>Annex I flight type</th>
<th>Flights performed between 1 January 2013 and 30 June 2013</th>
<th>Flights performed between 1 July 2013 and 31 December 2013</th>
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<tbody>
<tr>
<td>Croatia domestic flights</td>
<td>Flights not reportable</td>
<td>Flights reportable but no allowances surrendered</td>
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<tr>
<td>Flights to/from Croatia to EEA/EEA outermost regions</td>
<td>Flights reportable and allowances surrendered</td>
<td>Flights reportable and allowances surrendered</td>
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<td>Croatia to/from Third countries</td>
<td>Flights not reportable</td>
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