## STEEL BREAKTHROUGH: PRIORITY INTERNATIONAL ACTIONS FOR 2024

1. This document outlines the Priority International Actions for 2024 under the Steel Breakthrough, in response to the recommendations in the <u>Breakthrough Agenda Report 2023</u> from the International Energy Agency (IEA) International Renewable Energy Agency (IRENA) and the UN High Level Action Champions (UN HLAC). These priority actions have been developed collaboratively by countries participating in the Steel Breakthrough and leading initiatives. They seek to build on the range of important wider work underway and planned across the international landscape, including as part of the international response to the Global Stocktake and in support of the mitigation work programme, by strengthening international collaboration in specific areas where in doing so we can accelerate progress towards our shared Steel Breakthrough Goal to make:

## 'Near-zero emission steel the preferred choice in global markets, with efficient use and near-zero emissions steel production established and growing in every region by 2030'.

- 2. Noting that each country will have its own national pathway to decarbonise key sectors and approach to competing for future clean technology market opportunities, and with full recognition of the many excellent wider international activities and partnerships already underway, we intend to prioritise our international efforts to advance specific priority international actions and projects as listed below.
- 3. Progress on these actions in 2024 will be tracked through the next Breakthrough Agenda report from the IEA, IRENA and UN HLAC, discussed through the Steel Breakthrough dialogues co- led by the UK and Germany, reviewed at the Clean Energy Ministerial (CEM) and Mission Innovation Ministerial (MI) in the context of the CEM-MI-Breakthrough Agenda Partnership Agreement and reported on at COP29 alongside an updated set of Priority International Actions for Steel in 2025.
- 4. In order to implement the Breakthrough Agenda launched by 45 World Leaders at COP26, and now backed by 56 governments, set out below are the Priority International Actions being taken forward by individual countries and governments as appropriate to their national priorities:



Priority International Action	How this will be taken forward	Coordinating initiative(s)	Collaborating governments
Breakthrough Agenda Report Recommendation accounting methodologies for steel by the end of	How this will be taken forward a: Governments and companies should work throu 2024. Countries should commit to adopting net ze ify the compatibility of emerging definitions with the By inviting CEM IDDI and the IEA WPID, in collaboration with other expert organisations, to jointly produce a high-level mapping document in early 2024, that clarifies and co- ordinates the ongoing work that initiatives will undertake to finalise the interoperability of existing emissions measurement methodologies and definitions, building on the Steel Standards Principles launched at COP28.	igh existing collaborative foru ero compatible mandatory star	governments ms to align emissions
- working to develop guidance to ensure definitions are compatible with net zero for net-zero certification of existing definitions/thresholds and subsequent claims guidance.	<ul> <li>By participating in the work of CEM IDDI and IEA WPID to: <ul> <li>develop and decide upon guidelines for the harmonisation Product Category Rules (PCRs);</li> <li>progress alignment and adoption of emissions data collection, measurement methodologies; and</li> <li>further align on definitions.</li> </ul> </li> <li>As businesses, by committing to implementing emissions reporting for steel, using leading measurement methodologies such as via Responsible Steel, World Steel or ISO standards.</li> </ul>	With partners: World Trade Organisation (WTO) World Steel Association Climate Club International Organisation for Standardisation (ISO) First Movers Coalition OECD Steel Committee	Morocco Spain Sweden Türkiye United Kingdom United States

**Breakthrough Agenda Report Recommendation:** Governments and companies should increase the scale of near-zero emission steel procurement commitments to cover a significant share of their future steel demand, joining relevant public and private sector initiatives where these commitments are aggregated. These commitments should be high quality and should be supported by appropriate legal and implementation frameworks, such as advance purchase commitments.

S2. Demand creation & management:	By joining and implementing the CEM IDDI	Clean Energy Ministerial	Australia
Rapidly grow demand commitments for low	Green Public Procurement pledge, with the	Industrial Deep	Austria
and near-zero emission steel, by working	intention to drive a shared public procurement	Decarbonisation Initiative	Canada
together to develop packages of coordinated	commitment for low carbon goods.	(CEM IDDI)	European Commission
high-quality public and private procurement			Finland
and purchase agreements for these products by	As businesses, by participating in and	First Movers Coalition	Germany
COP29.	committing to the First Movers Coalition and	(FMC)	Guinea Bissau
	Steel Zero.		Ireland
		Steel Zero	Japan
			Morocco
			Spain
			Sweden
			Türkiye
			United Kingdom
			United States

## Breakthrough Agenda Report Recommendation:

Governments and companies should collaborate via existing initiatives to fast-track sharing of technology learning, business case development and policy support to accelerate the development of pilot projects. Emerging markets and developing countries' participation in key RD&&D initiatives should be increased in support of this aim.

S3. Research, development and	By working through Mission Innovation's Net	Mission Innovation Net	Australia
demonstration: Collaborate internationally on	Zero Industries Mission (NZIM), to share	Zero Industries Mission	Austria
R&D to develop emerging solutions, and scale	technology learning, business case		Canada
the number of demonstration projects for near-	development and policy support, and mobilise	Mission Possible	European Commission
zero emission steel technologies and work	public and private finance to accelerate project	Partnership	Finland
together to accelerate their delivery, establish	delivery,		Germany
mechanisms to share lessons widely and	By engaging with the efforts of the Mission		Guinea Bissau
update on progress and future ambitions at	Possible Partnership to create the enabling		Ireland
COP29.	conditions to demonstrate near-zero emissions		Morocco



including the leading producer and consumer co international markets. This is needed to ensure t	steel value chains at commercial scale in regions around the world. <i>a:</i> Governments should urgently launch a strategi puntries, with the purpose of agreeing ways to ens hat trade helps to accelerate the transition and de	ure near-zero emission steel c pes not hold it back.	can compete in
<b>S4. Governance &amp; coordination of steel</b> <b>decarbonization policies to support the</b> <b>trading of near-zero emission steel:</b> Launch a strategic high-level intergovernmental dialogue, serving as an enabling framework for increased cooperation, improved coordination and potential collective action, to support the trading of near-zero emission steel by COP28. Such a forum will include the leading producer and consumer countries, with the purpose of developing, over time, ways to ensure near- zero emission steel can compete in international markets.	By inviting a relevant host forum to set out plans for launching a dialogue and a pipeline of topics/policies for discussion. By working through the WTO committees, events and fora, and the OECD Steel Committee, to continue dialogue on policies related to the trading of near-zero emission steel.	Coordinated by: TBC With partners: WTO OECD Steel Committee	Australia Austria Canada European Commission Finland Germany Guinea Bissau Ireland Morocco Spain Sweden Türkiye United Kingdom United States
<b>Breakthrough Agenda Report Recommendation:</b> Countries should establish an improved matchmaking function focused on industry decarbonisation and including steel that can better respond to developing country requests for financial and technical assistance. This should include participating countries, IFIs, national development banks, philanthropic organisations, private financial institutions, and companies, with regular meeting of ministers.			
<b>S5. Finance and investment:</b> Further enhance the overall public offer of international assistance towards deep decarbonisation of the steel sector by COP29, including enabling technologies and infrastructure, with the goal of mobilising private investment at scale in emerging and developing countries.	By participating in work, led by LEADIT, in collaboration with countries and partners, to support emerging and developing countries that wish to transition by establishing in- country dialogues to focus coordination, mobilisation and access to finance and international assistance.	Coordinated by: LeadIT Climate Club With partners: UNIDO	Australia Austria Canada European Commission Finland Germany Guinea Bissau Ireland



	By participating in work led under pillar III of the Climate Club to support emerging and developing countries that wish to transition by establishing new, appropriate mechanism(s) to support the matchmaking of international assistance and finance. By joining and participating in leading climate finance programmes, including the CIFs Industry Decarbonisation Programme and other relevant industry funds (e.g. UNIDO TA Facility, IFC, OECD Framework for Industry's Net-Zero Transition).	CIF Industrial Decarbonisation Programme	Morocco Spain Sweden Türkiye United Kingdom United States
<b>S6. Landscape Coordination:</b> Enhance the coordination and transparency of international collaboration on near zero emission steel.	By utilising the Breakthrough Agenda annual cycle to embed a process for regularly reviewing and updating a detailed map of the landscape of international collaboration, using key steel and industry fora to identify gaps and overlaps and explore solutions and to inform recommendations on new priority actions for strengthened collaboration.	Breakthrough Agenda team in close partnership with other initiatives.	Australia Austria Azerbaijan Canada European Commission Finland Germany Guinea Bissau Ireland Morocco Spain Sweden Türkiye United Kingdom United States