



NIES, Tsukuba  
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# Book Chapters



Chapter 1. Introduction

Chapter 2. Indian Scenarios and the AIM/ENDUSE Database

Chapter 3. AIM/ENDUSE Model Application

Chapter 4. AIM/Local Model Application

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Chapter 6. AIM/Trend Model Applications for South Asia

Chapter 7. AIM Database and Emissions Inventories

Chapter 8. Conclusions: Policy Insights, AIM Cooperation and Road Ahead



# Chapter 1. Introduction

1.1 Climate Policy Modeling

1.2 Integrated Modeling - Linking Science with Policy

1.3 The AIM Paradigm

1.4 AIM Modeling Approach

1.5 AIM Structure

1.6 AIM Scope

1.7 Overview of AIM Applications for India

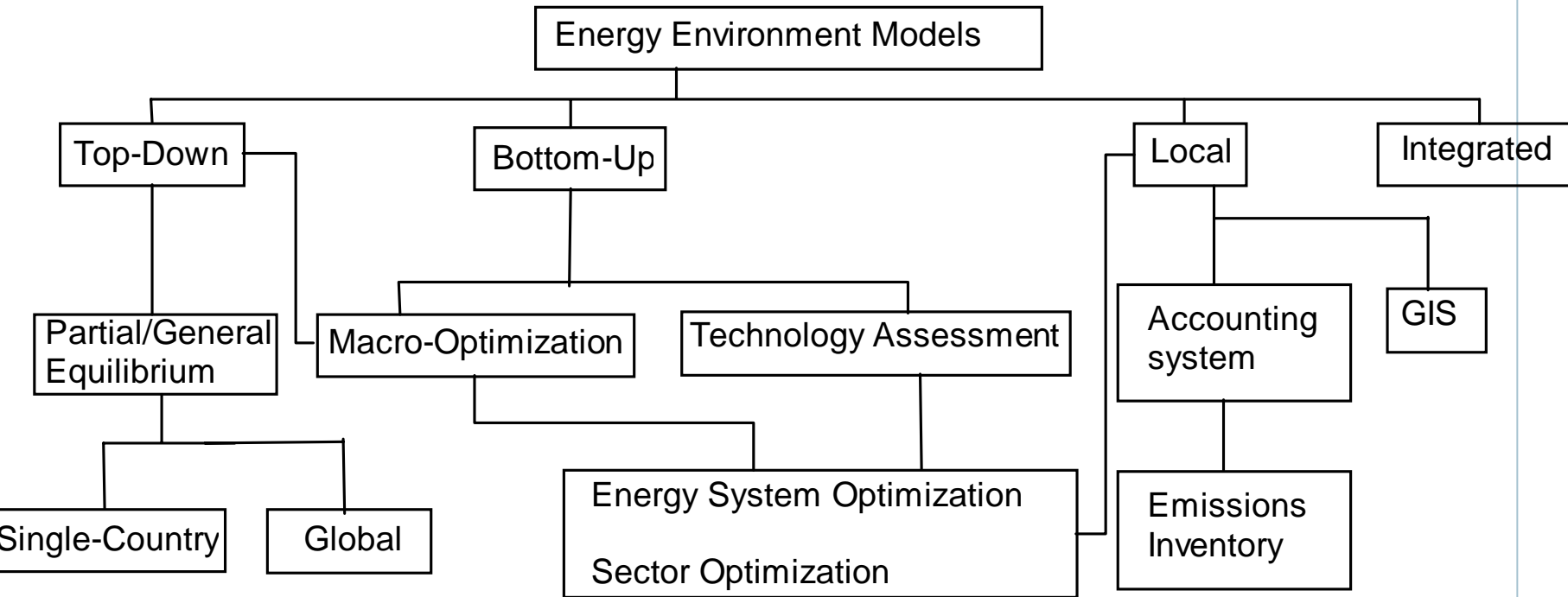
1.8 AIM Inputs in National and International Assessments



# Chapter 1. Introduction

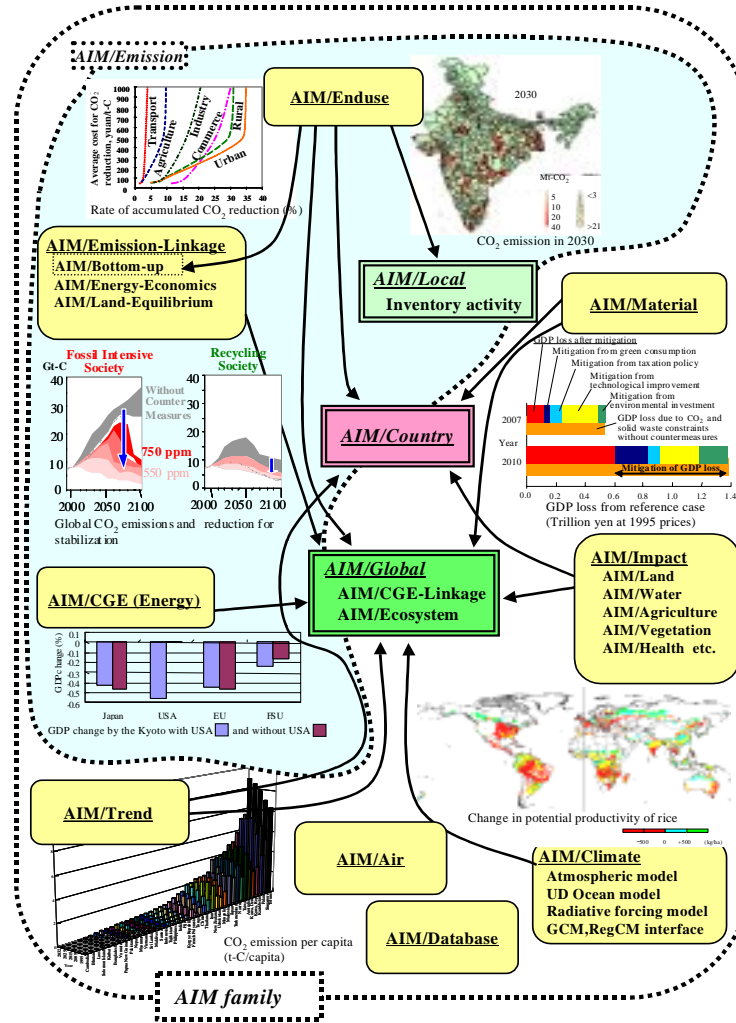


## Classification of energy-environment models



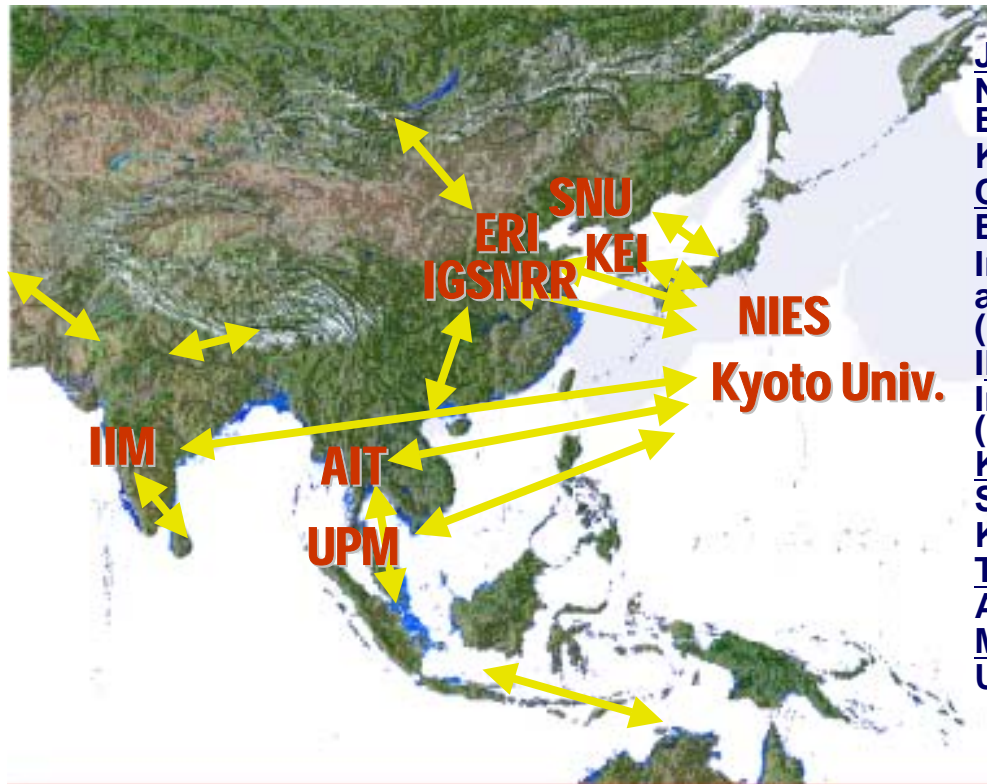
# Chapter 1. Introduction

## AIM family of models



# Chapter 1. Introduction

## AIM Cooperation in Asia-Pacific region



### JAPAN

National Institute for Environmental Studies (NIES)  
Kyoto University

### CHINA

Energy Research Institute (ERI)  
Institute of Geographical Science and Natural Resources Research (IGSNRR)

### INDIA

Indian Institute of Management (IIM)

### KOREA

Seoul National University (SNU)  
Korea Environment Institute (KEI)

### THAILAND

Asian Institute of Technology (AIT)

### MALAYSIA

University Putra Malaysia (UPM)



# Chapter 1. Introduction

## Component models in AIM applied to India



	Area of application	Brief description	Location in this book
AIM/Enduse	Analysis of GHG emissions mitigation and local air pollution control	A bottom-up technology selection model within a country's energy, environment and economic system	Chapter 2 and Chapter 3
AIM/Local	Estimating and analyzing future emissions from LPS and area sources	Bottom-up linear programming model, which selects a combination of technologies with least cost while satisfying demand and supply constraints.	Chapter 4
AIM/Material	Estimates economic and environmental effects of environmental investment, mainly focusing on solid waste management.	A top-down macro economic model based on computable general equilibrium (CGE) framework.	Chapter 5
AIM/Trend	Estimation of future economic, energy, and environmental trends	An econometric model which calculates relationships between each parameter by regression method and extrapolates these relationships for future projections.	Chapter 6
AIM/Database	Supporting AIM models	Contains various types of datasets including statistics, outputs by AIM, outputs by other modelers, and estimates by international organizations and governments	Chapter 7



# Chapter 2. Indian Scenarios and the AIM/ENDUSE Database

2.1 AIM/Enduse model structure

2.2 Indian scenarios

2.3 Data development

2.4 Demand projections

2.5 Sectoral process representation in AIM

2.6 Global and Indian energy intensity and emission trends





# Chapter 2. Indian Scenarios and the AIM/ENDUSE Database

## Matrix of Indian Scenarios



### *Market integration*

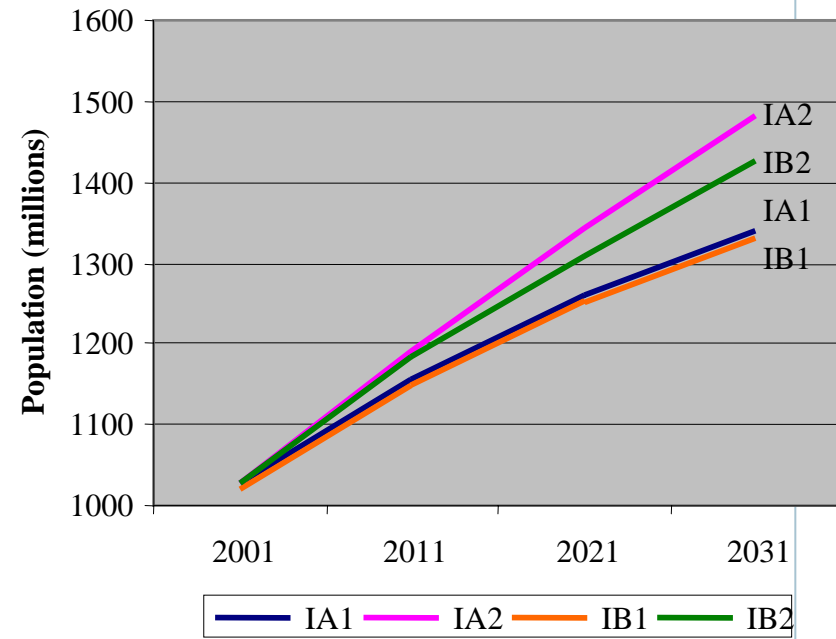
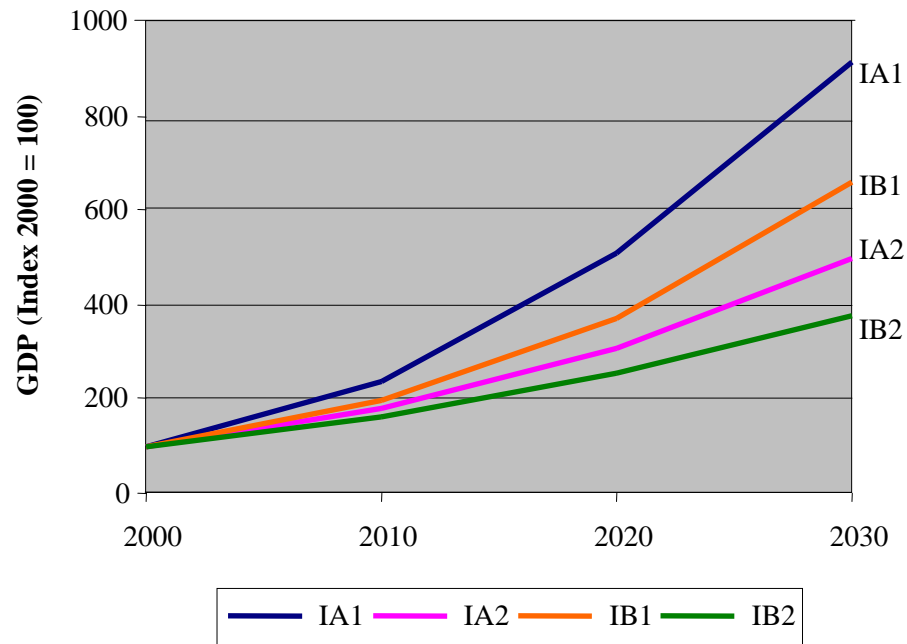
		<i>Market integration</i>	
		Integrated	Fragmented
<i>Governance</i>	Centralization	<b>IA1</b> <b>China</b>	<b>IA2</b> <b>Pre-reform</b> (Mixed Economy Model)
	Decentralization	<b>IB1</b> <b>Sustainable Development</b>	<b>IB2</b> <b>Self Reliance Model</b>



# Chapter 2. Indian Scenarios and the AIM/ENDUSE Database

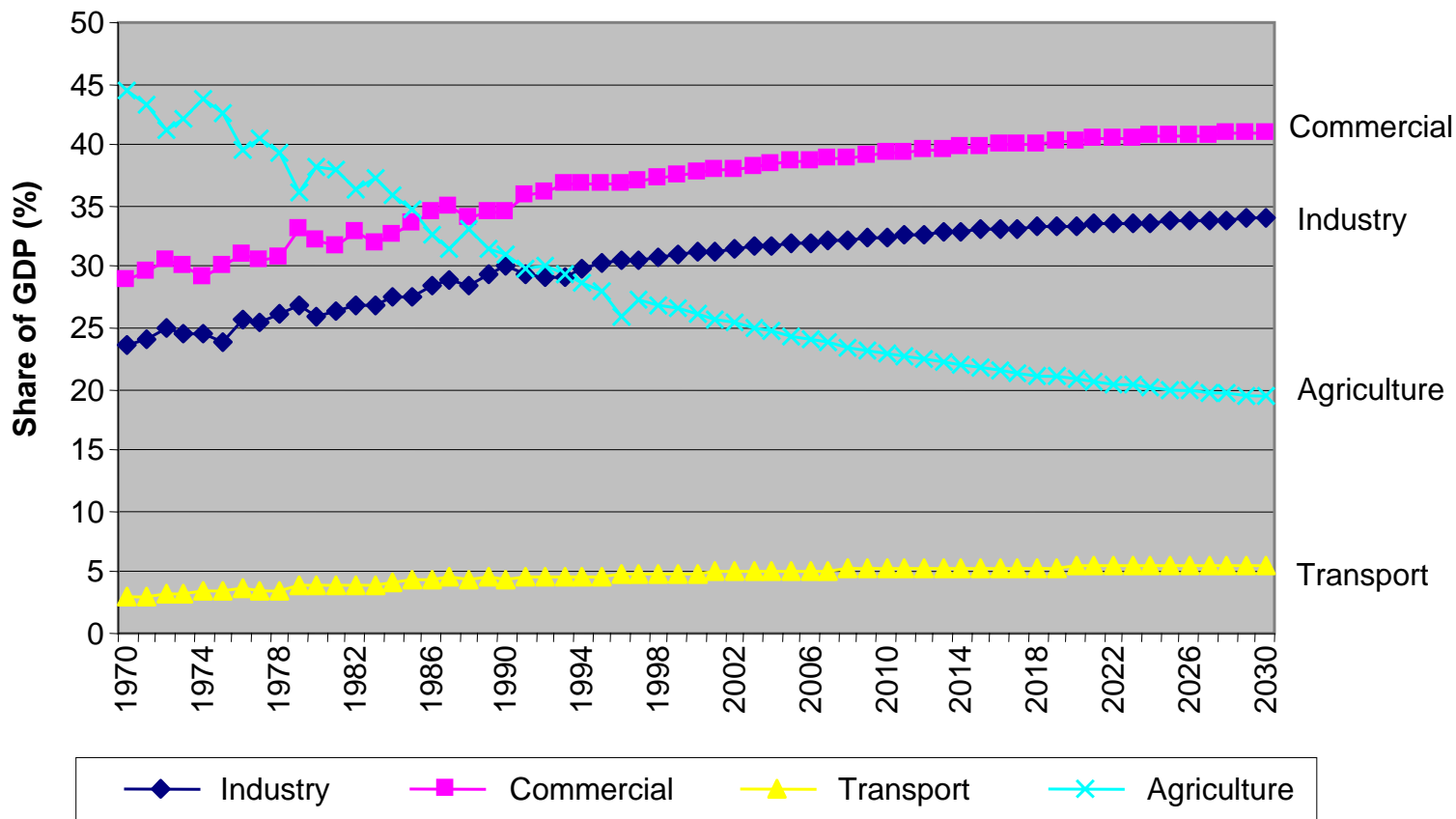


## GDP and Population Projection for Indian Scenarios



# Chapter 2. Indian Scenarios and the AIM/ENDUSE Database

## Sectoral GVA in Reference Scenario (IA2)



## Chapter 2. Indian Scenarios and the AIM/ENDUSE Database

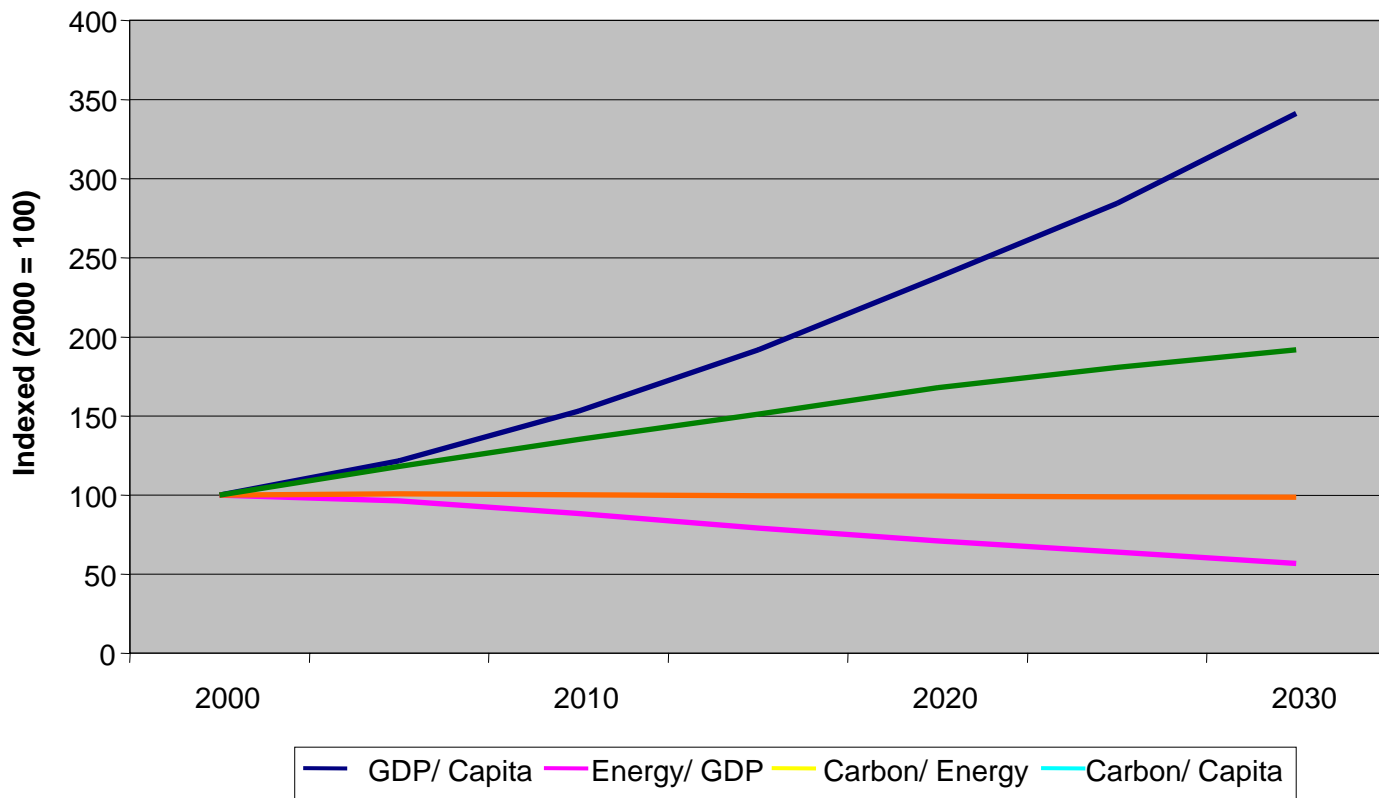
Energy intensity of various industries (PJ/million tons) in (IA2) Scenario



<b>Industry</b>	<b>1995</b>	<b>2000</b>	<b>2005</b>	<b>2010</b>	<b>2015</b>	<b>2020</b>	<b>2025</b>	<b>2030</b>
Steel	55.4	48.3	42.9	37.6	32.3	29.9	27.9	26.1
Cement	4.4	4.3	4.2	4.1	3.9	3.8	3.7	3.7
Fertilizers	46.1	36.2	37.6	34.7	34.1	30.8	29.9	28.8
Brick	2.6	2.4	2.3	2.2	2.2	2.1	2.10	2.0
Pulp and paper	20.4	19.6	19.1	18.7	18.4	18.2	17.9	17.8
Textiles	3.5	3.4	3.4	3.3	3.2	3.1	3.1	3.0
Sugar	0.9	0.9	0.9	0.8	0.8	0.8	0.7	0.7
Chlor alkali	14.1	14.4	13.9	13.6	13.3	13.3	13.2	12.7
Aluminium	114.4	113.9	109.7	107.7	104.9	102.0	99.3	96.5

# Chapter 2. Indian Scenarios and the AIM/ENDUSE Database

## Future intensity trends in India (IA2 Scenario)



# Chapter 3. AIM/ENDUSE Model Application

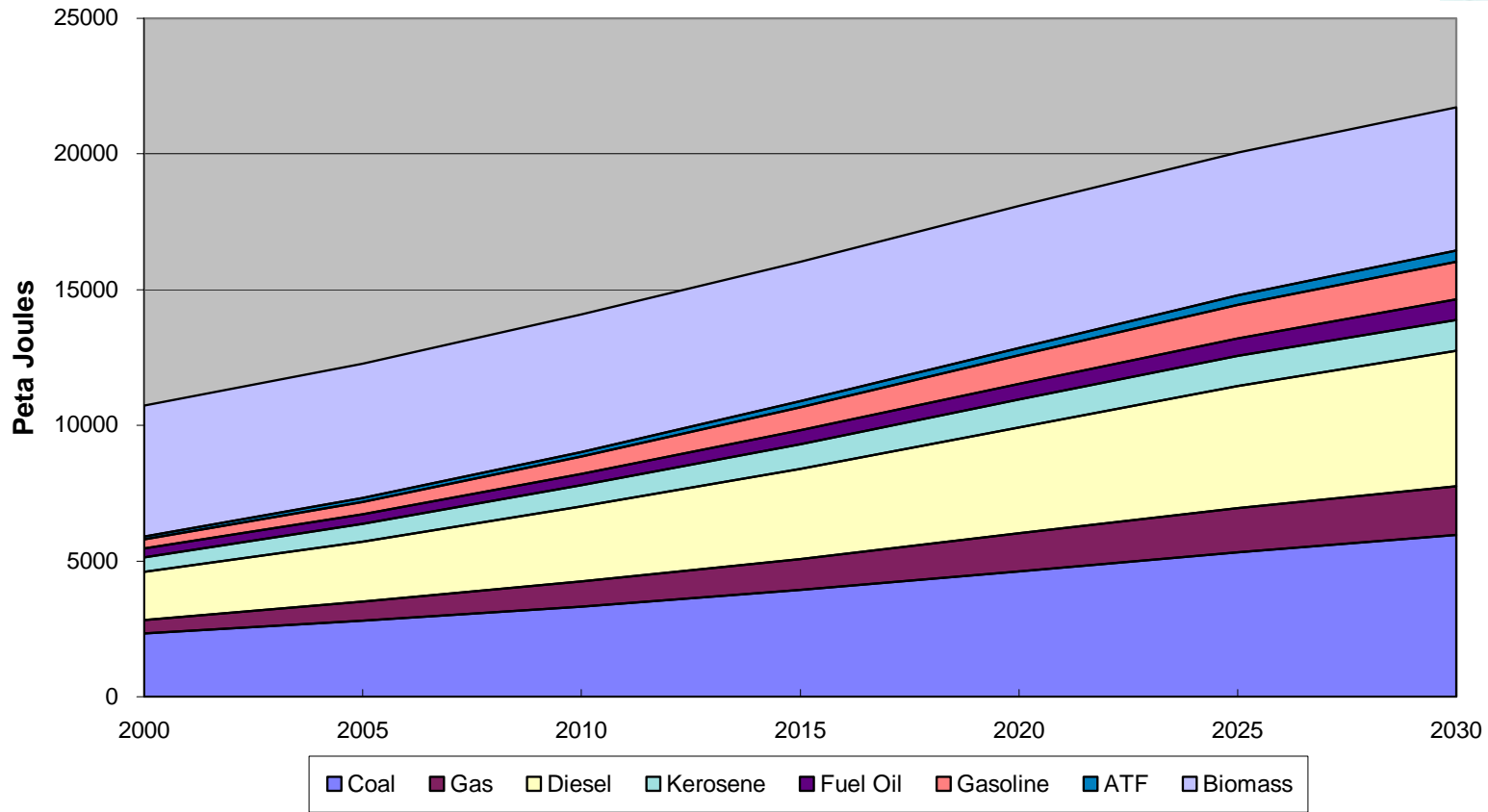
- 3.1 Aggregate national results
- 3.2 Analysis for select End-use sectors
- 3.3 Non-CO2 GHG analysis
- 3.4 Interaction between models
- 3.5 Conclusions



# Chapter 3. AIM/ENDUSE Model Application



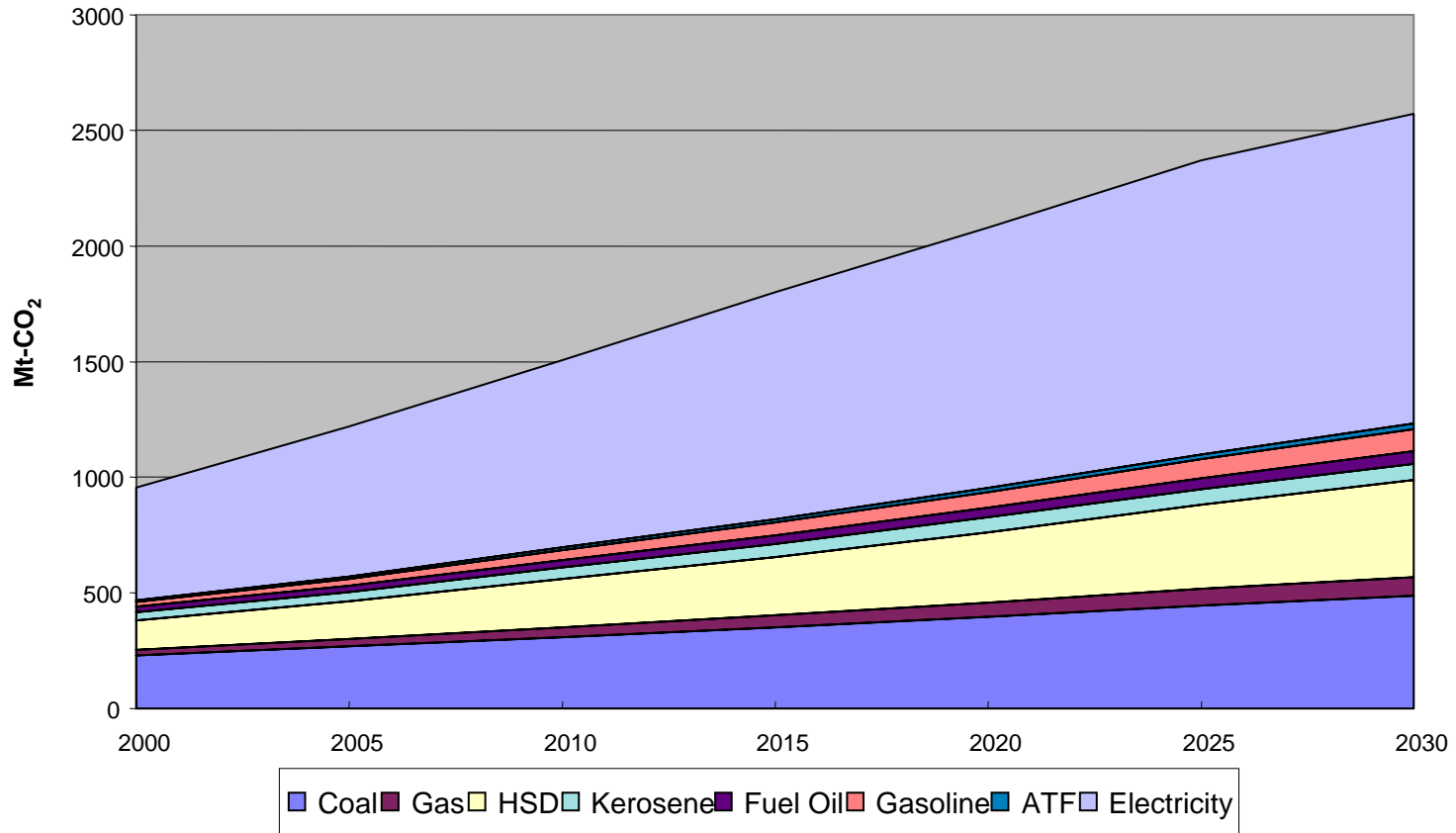
## Fuel wise Primary Energy Consumption under IA2 scenario



# Chapter 3. AIM/ENDUSE Model Application



## Fuel-wise CO<sub>2</sub> Emissions under IA2 scenario

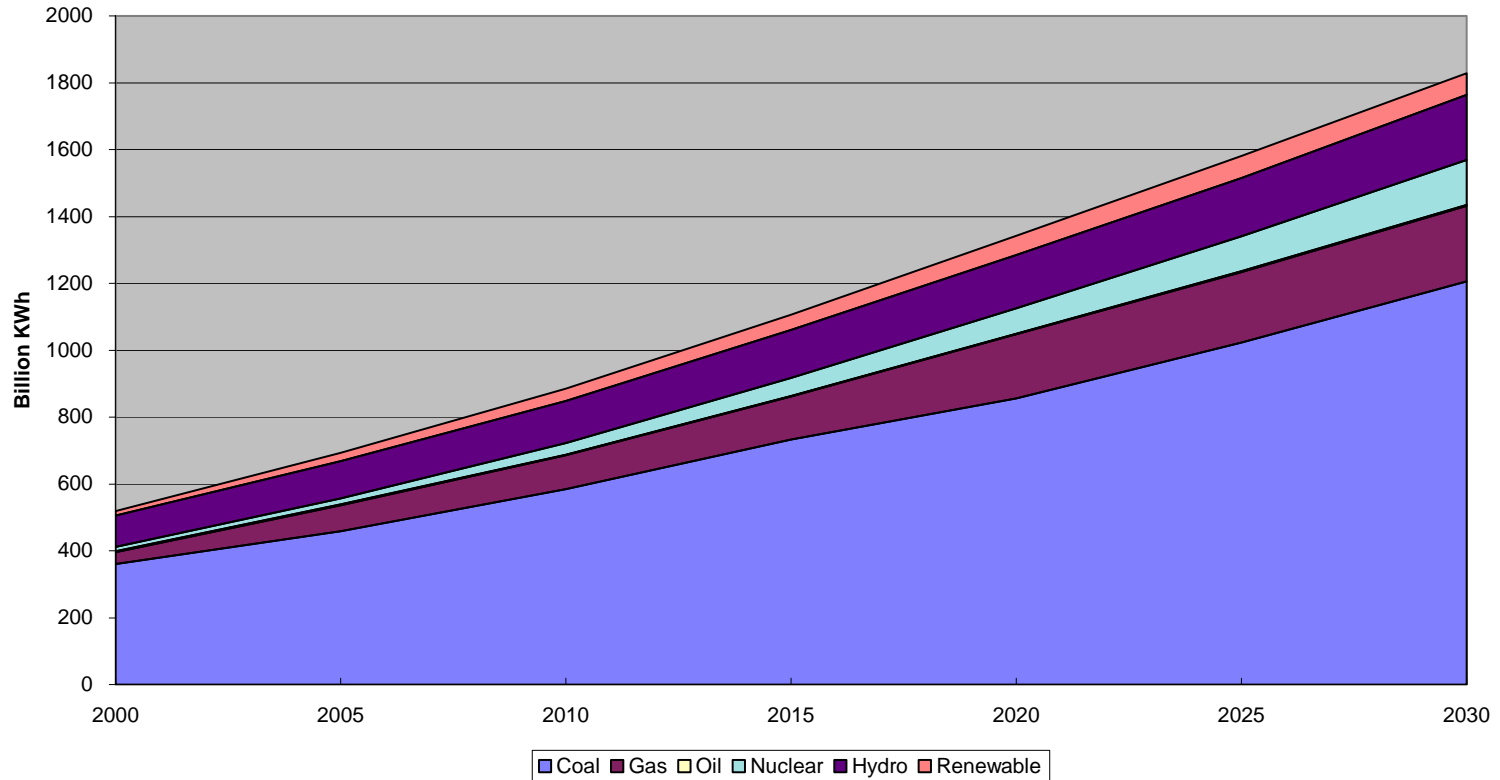




# Chapter 3. AIM/ENDUSE Model Application



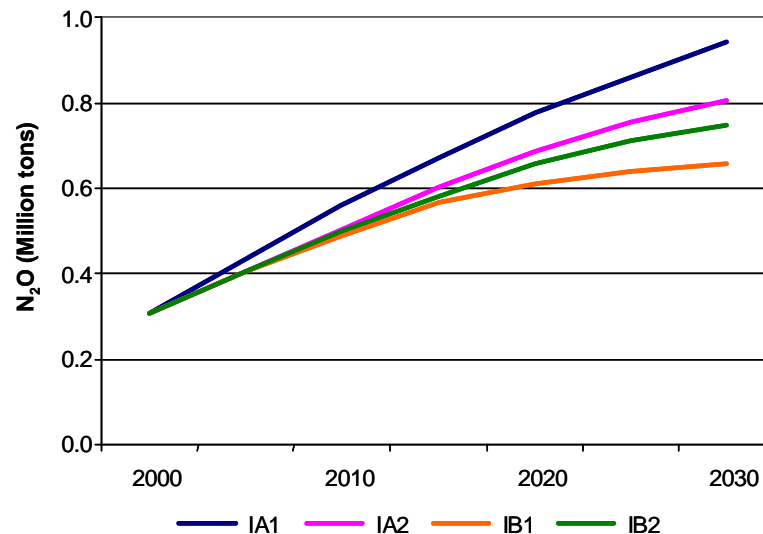
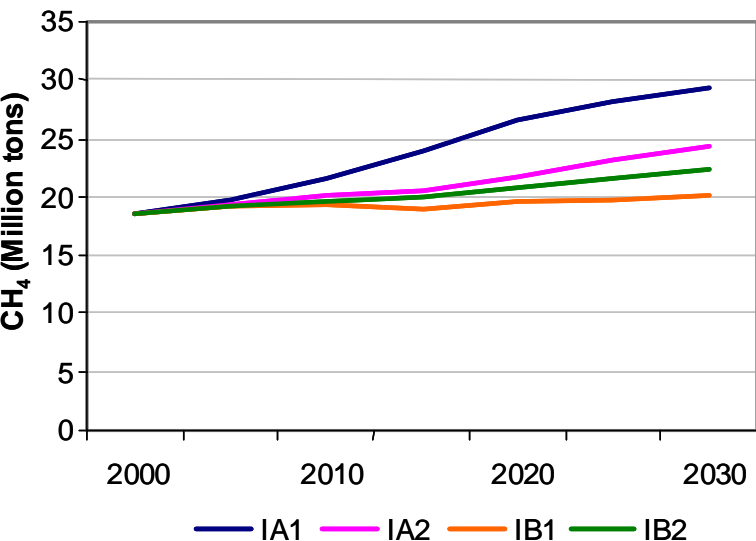
## Electricity Generation Mix under IA2 scenario



# Chapter 3. AIM/ENDUSE Model Application



Future methane and N<sub>2</sub>O emissions under alternate scenarios



# Chapter 4. AIM/Local Model Application



4.1 Introduction

4.2 Model Structure

4.3 AIM/Local Database System

4.4 Data Development for the AIM/Local model in India

4.5 Indian Emissions Analysis

4.6 CO<sub>2</sub> Emission Mitigation and Co-benefits

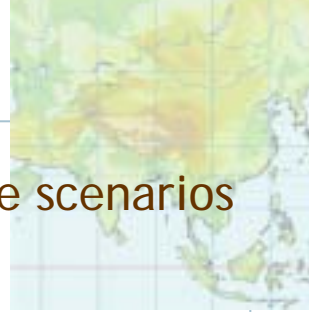
4.7 Urban Applications

4.8 Interaction with other models (AIM/End use and AIM/Air Model)

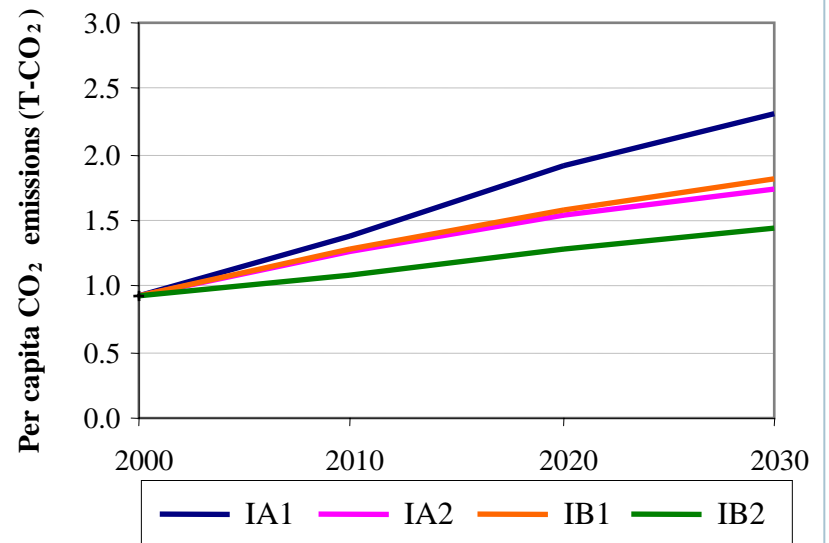
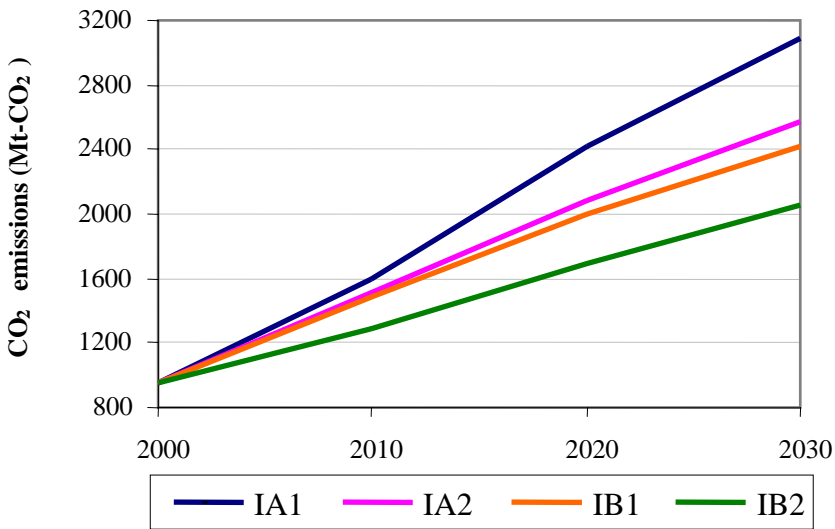
4.9 Policy insights and conclusions



# Chapter 4. AIM/Local Model Application

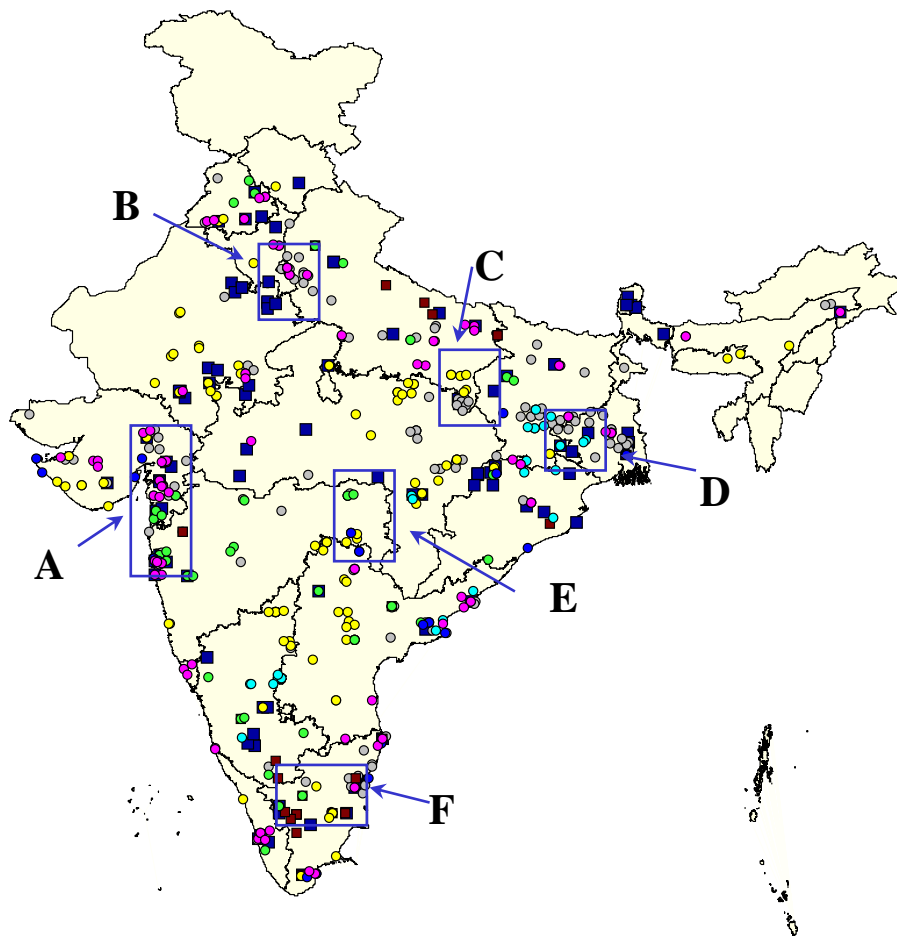


## Growth in CO<sub>2</sub> emissions and Per capita CO<sub>2</sub> emissions under alternate scenarios



# Chapter 4. AIM/Local Model Application

## Regional Spread of Large Point Sources



- Power
- Paper
- Steel
- Sugar
- Cement
- Caustic soda
- Fertilizer
- Others

Regional Details	
A	Golden corridor
B	Delhi
C	Northeast India coal mine
D	East India coal mine
E	Central India coal mine
F	Southern region



# Chapter 4. AIM/Local Model Application



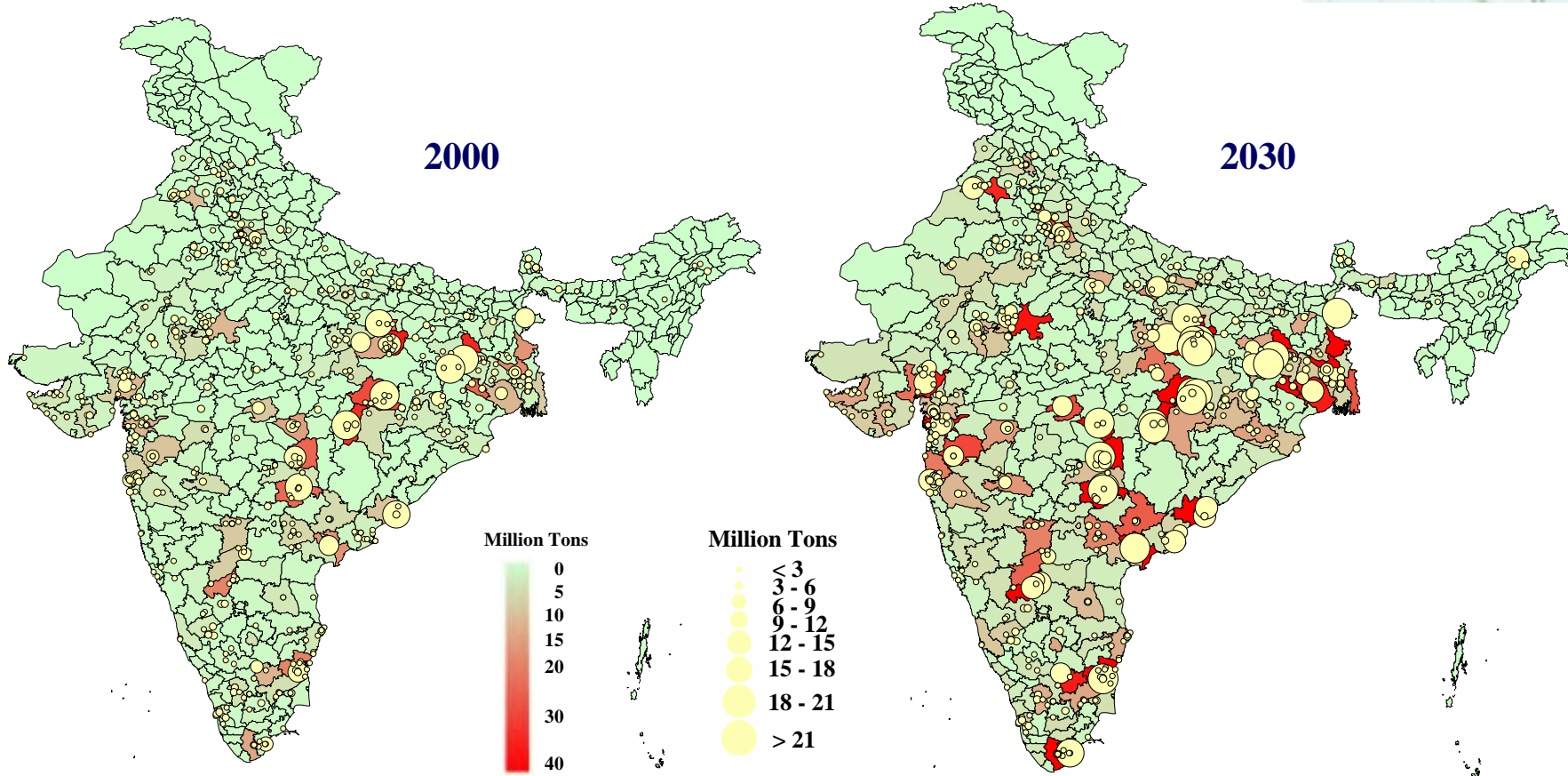
## LPS Coverage

Sector	Sub-sectors	LPS covered			
		2000	2010	2020	2030
Energy	Power (coal & Oil)	82	111	131	150
	Power (natural gas)	12	17	20	23
	Steel	11	17	23	29
	Cement *	85	98	110	123
	Fertilizer	31	41	52	62
	Paper	33	38	43	48
	Sugar	28	28	29	30
	Caustic Soda	19	21	23	26
Industrial processes	H <sub>2</sub> SO <sub>4</sub> manufacturing	63	64	66	68
	Aluminium (Al)	3	4	5	5
	Copper ore smelting (Cu)	8	9	10	11
	Lead ore smelting (Pb)	5	6	7	8
	Zinc ore smelting (Zn)	3	4	5	5
<b>Total</b>		<b>383</b>	<b>458</b>	<b>524</b>	<b>588</b>



# Chapter 4. AIM/Local Model Application

## Regional distribution of CO<sub>2</sub> emissions for IA2 Scenario

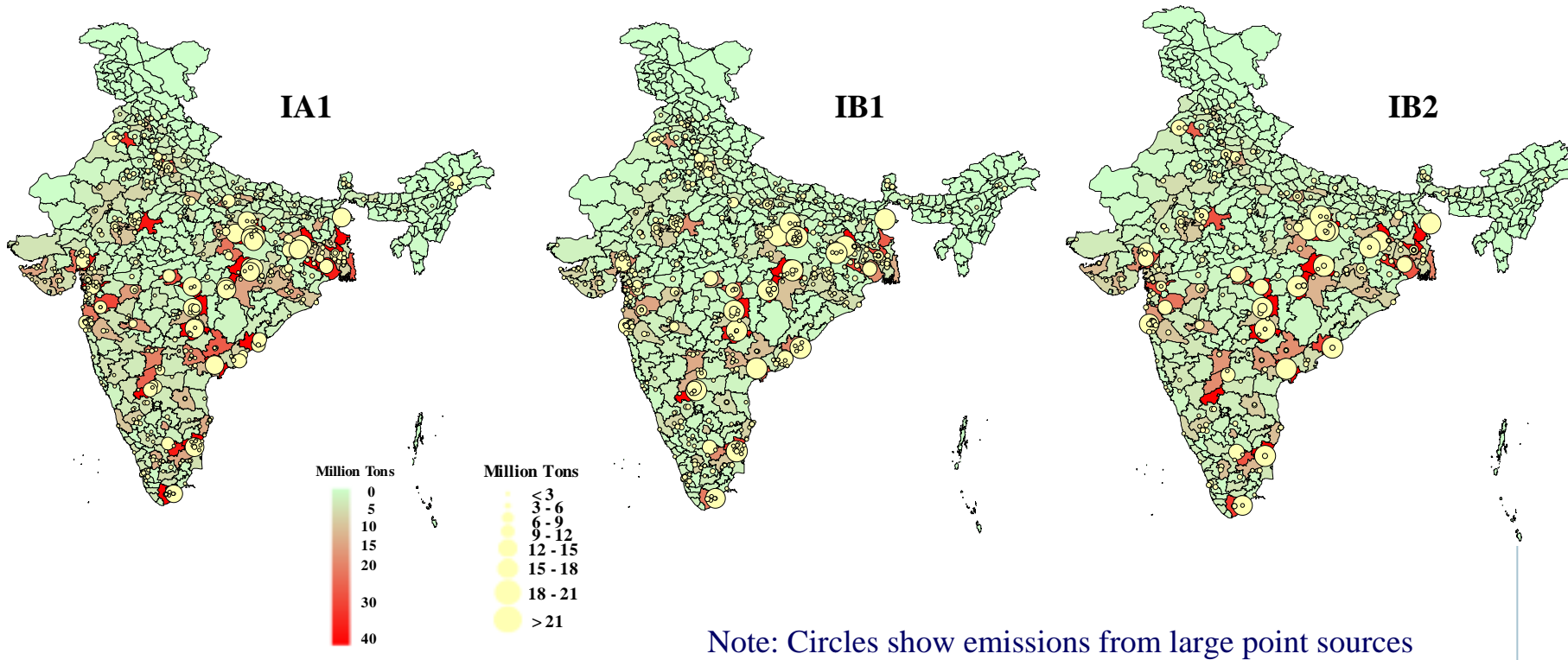


Note: Circles show emissions from large point sources



# Chapter 4. AIM/Local Model Application

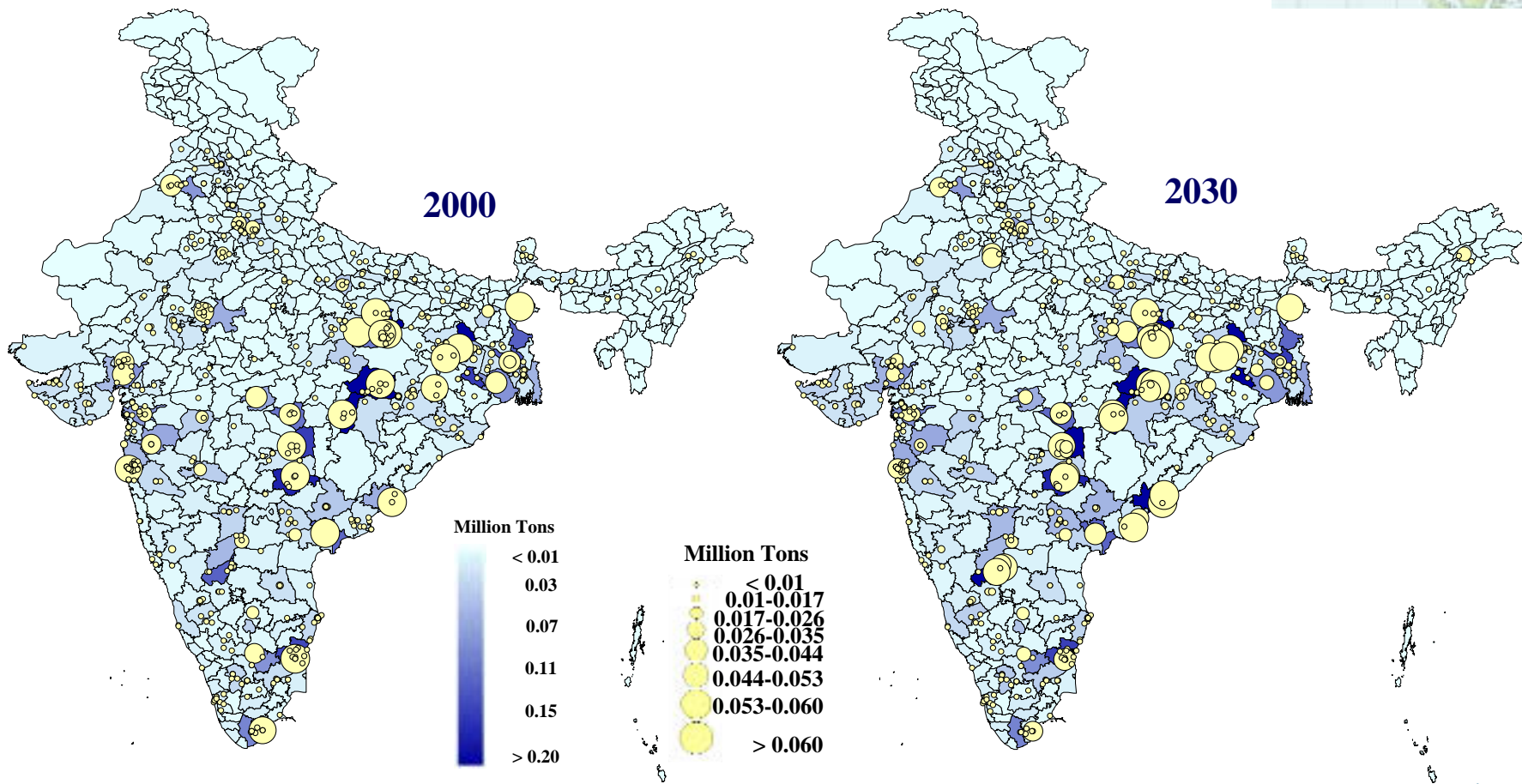
## Regional distribution of CO<sub>2</sub> emissions for Different Scenarios (2030)





# Chapter 4. AIM/Local Model Application

## Regional distribution of SO<sub>2</sub> emissions for IA2 Scenario

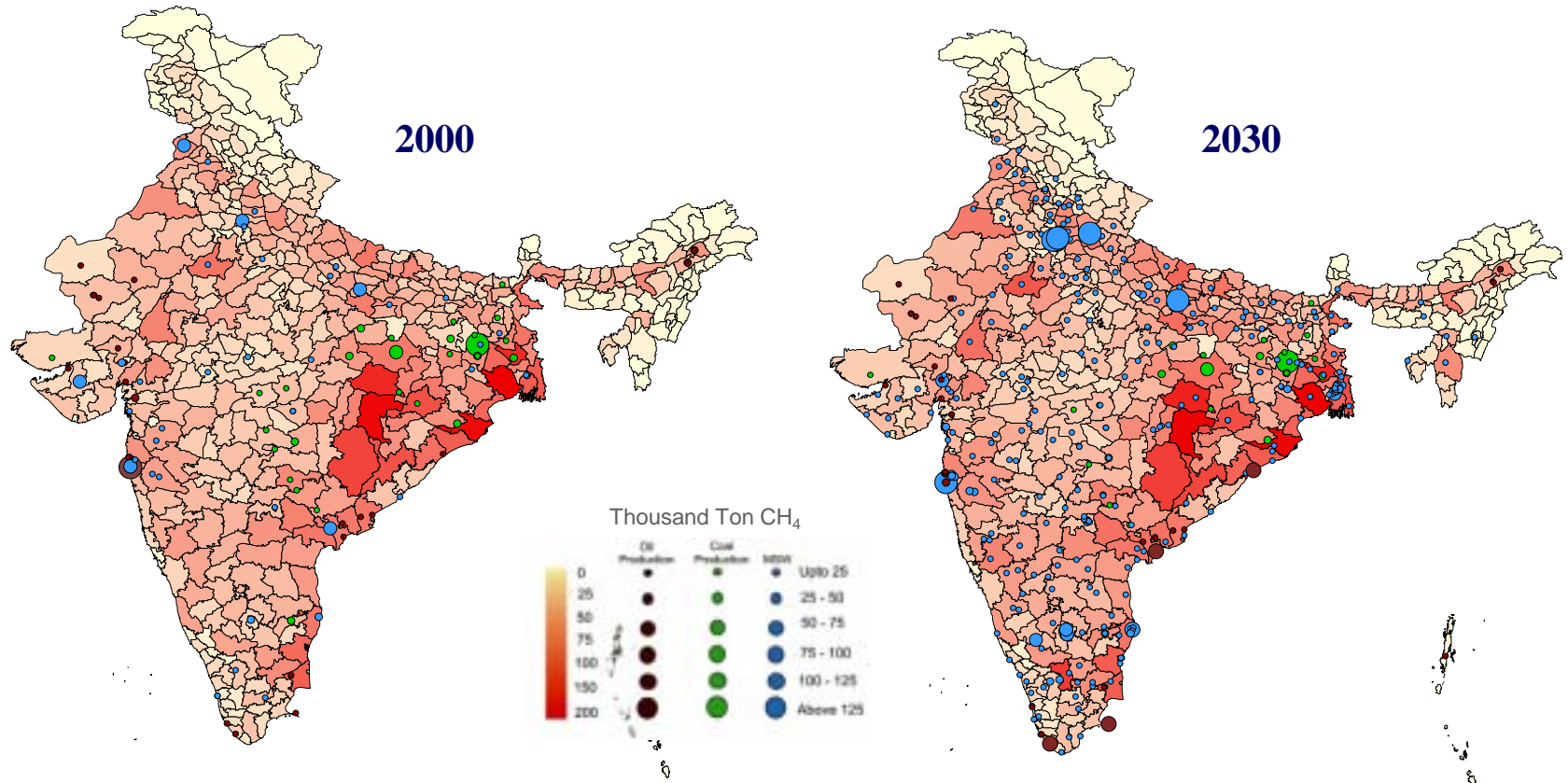


Note: Circles show emissions from large point sources



# Chapter 4. AIM/Local Model Application

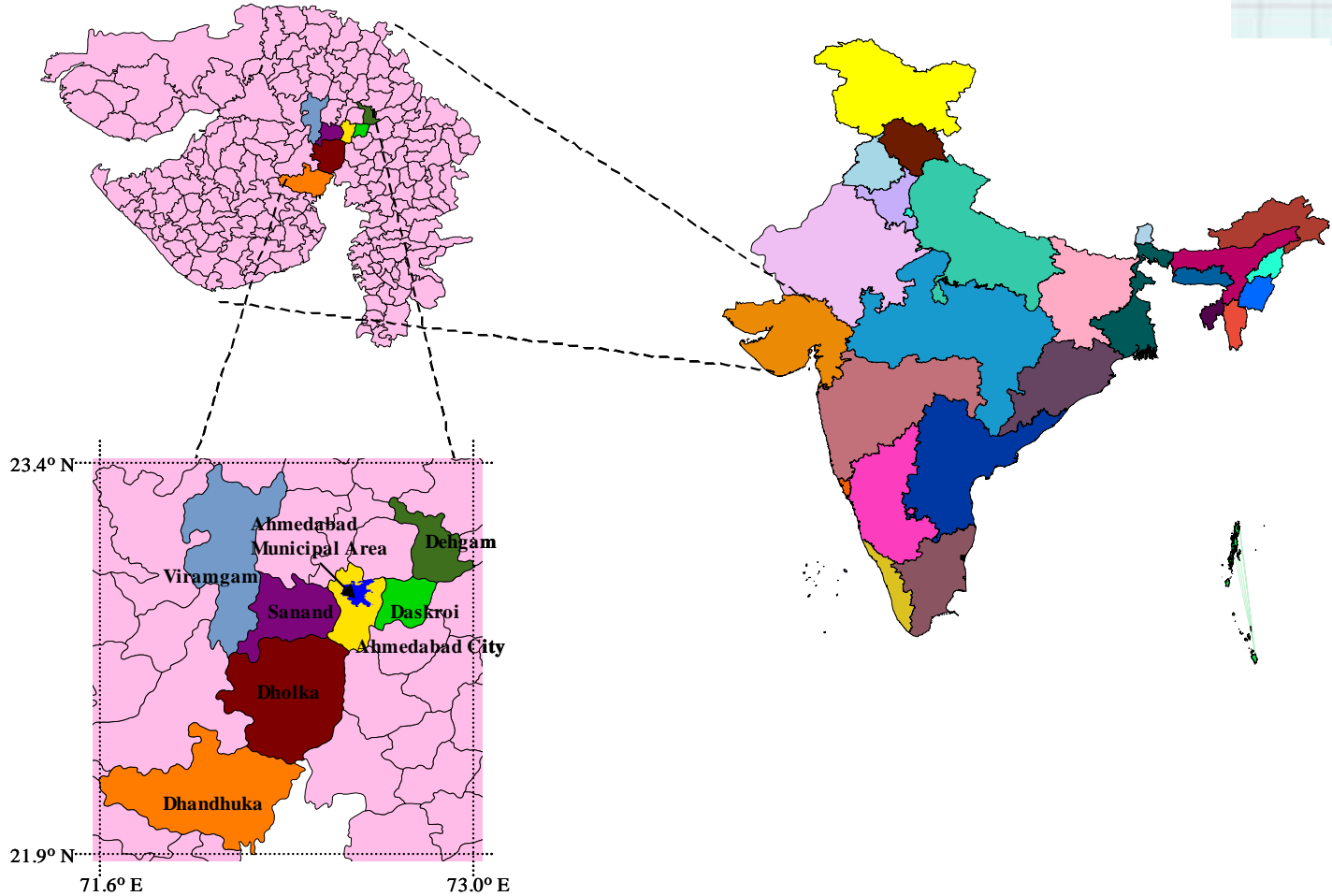
## Regional distribution of CH<sub>4</sub> emissions for IA2 Scenario



Note: Circles show emissions from large point sources

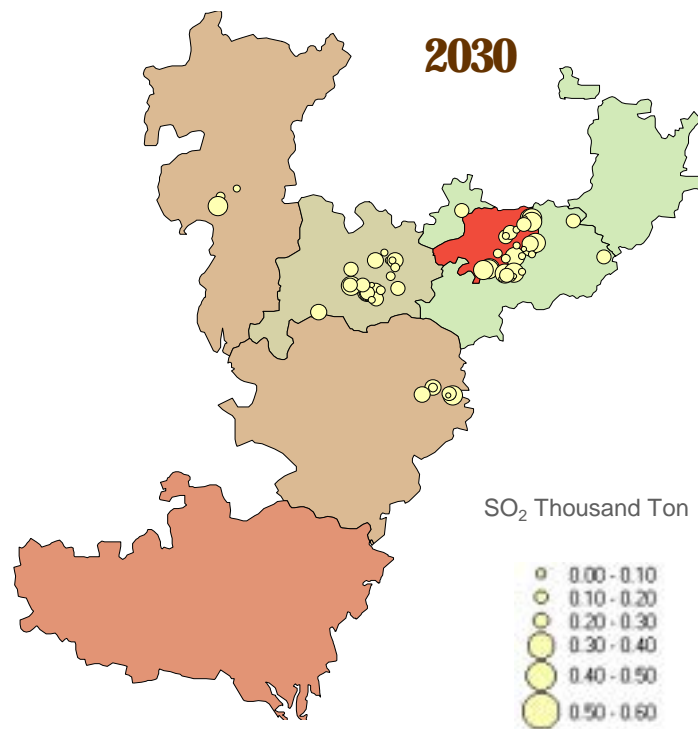
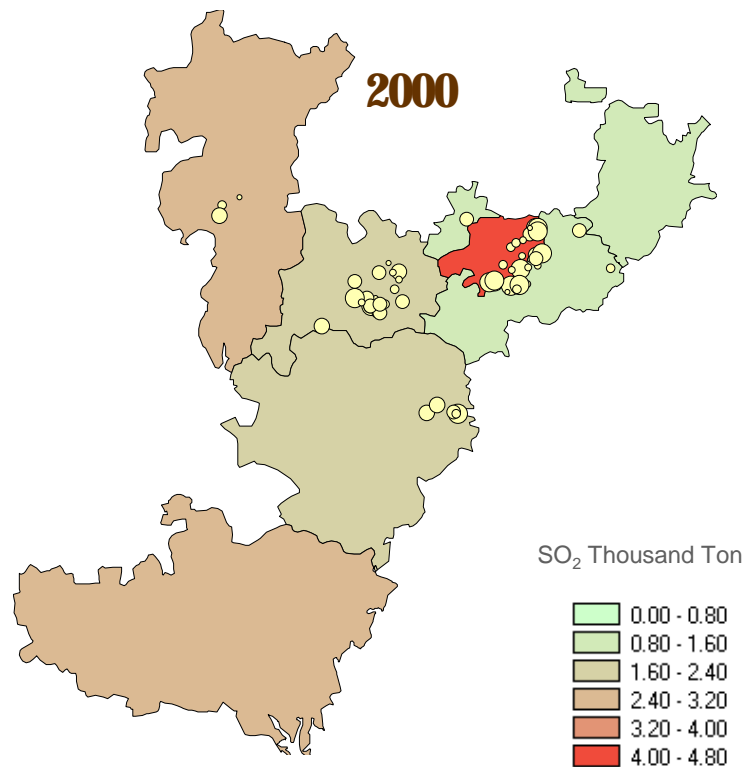
# Chapter 4. AIM/Local Model Application

## Ahmedabad District Location and Talukas



# Chapter 4. AIM/Local Model Application

## Regional distribution of SO<sub>2</sub> emissions in Ahmedabad District for Reference (IA2) scenario



Note: Circles show emissions from large point sources

# Chapter 5. AIM/Material Model Application



5.1 Model Structure

5.2 Data Development

5.3 Applications for India

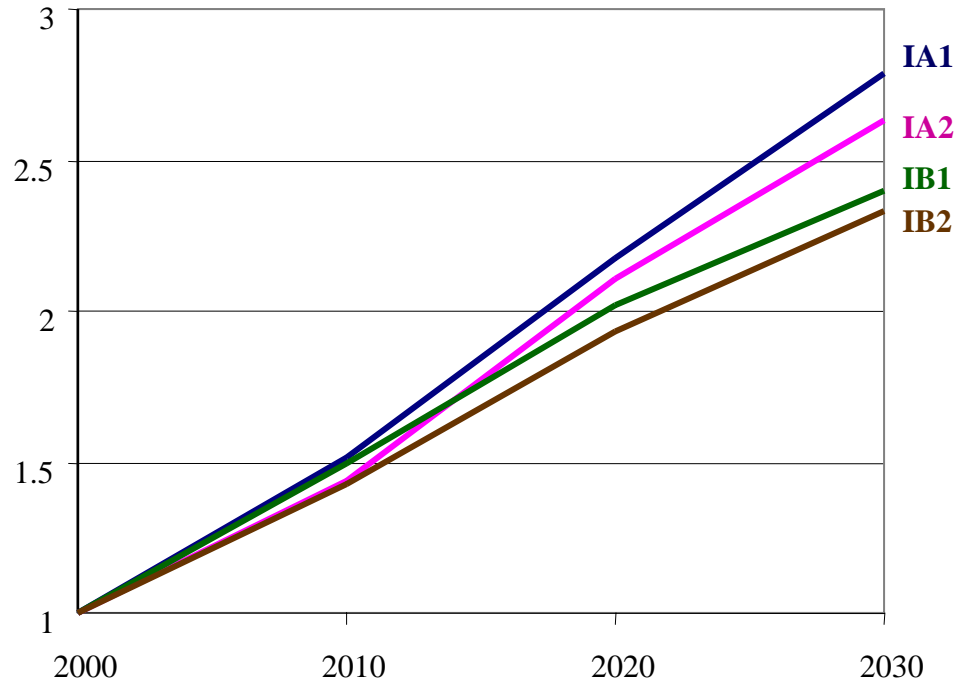
5.4 Results

5.5 Conclusions



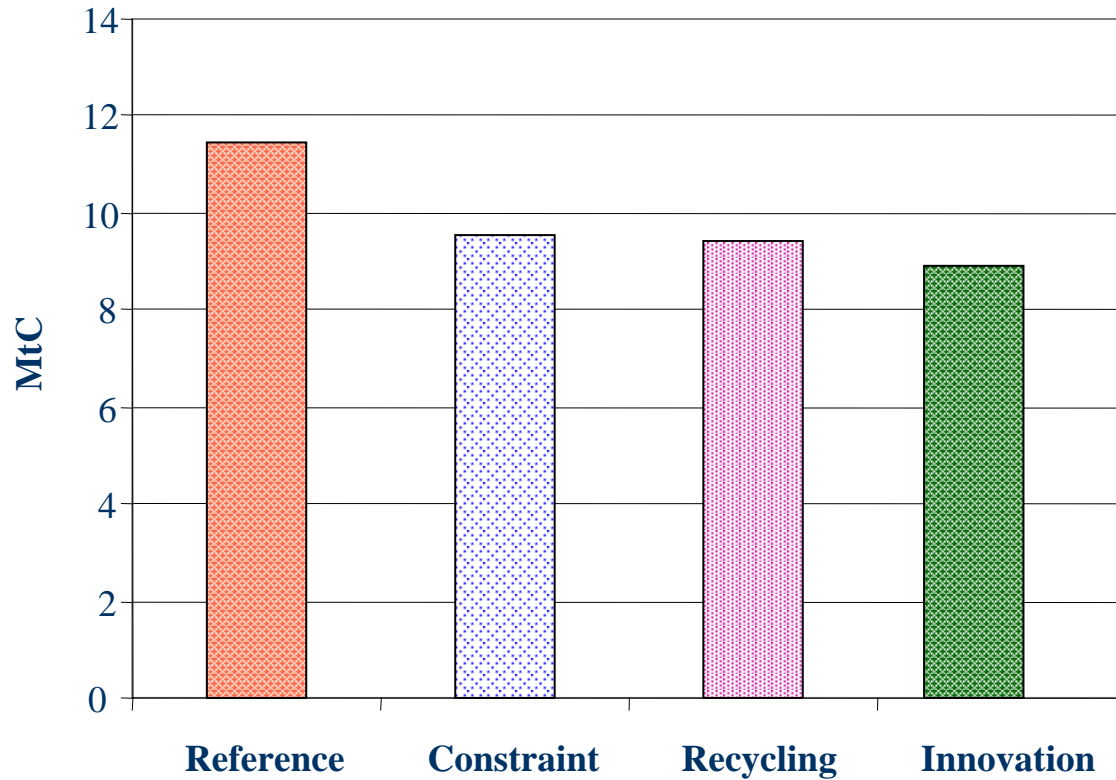
# Chapter 5. AIM/Material Model Application

Solid Waste Generation for Indian Emission Scenarios  
(Index Year 2000 = 1)



# Chapter 5. AIM/Material Model Application

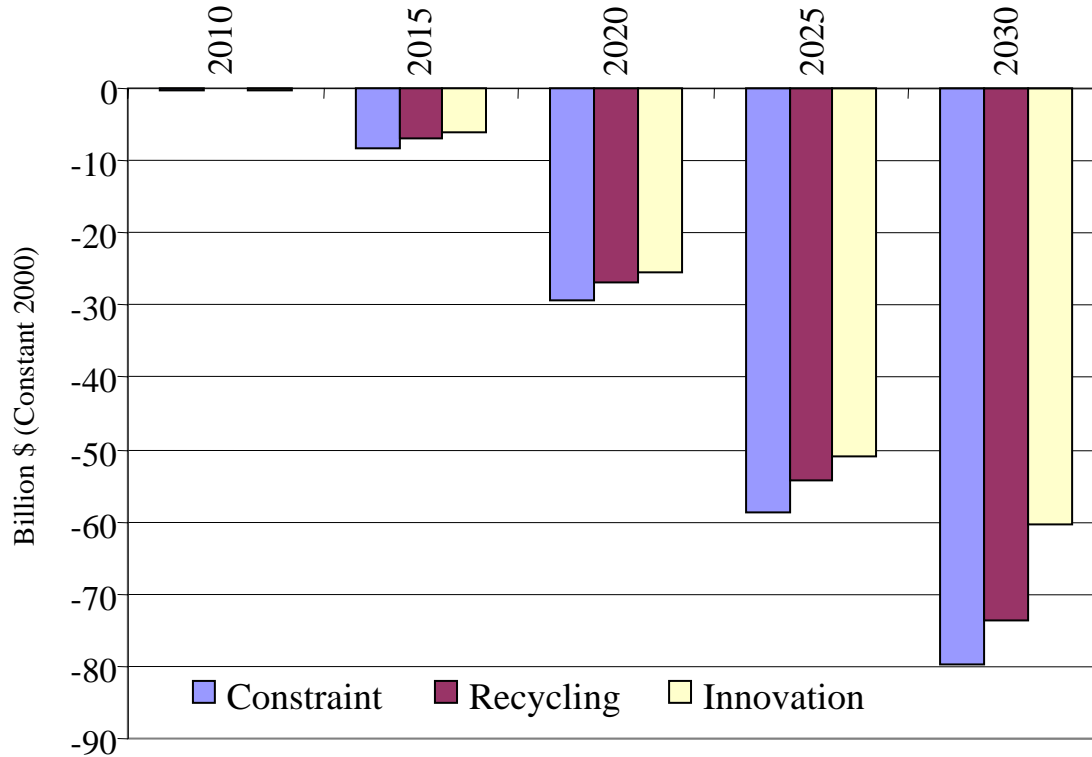
## Cumulative CO<sub>2</sub> emissions from India (2000-2030)



# Chapter 5. AIM/Material Model Application



## Change in GDP over Reference (IA2) Scenario





# Chapter 6. AIM/Trend Model Applications for South Asia



6.1 Introduction

6.2 Structure of the AIM/Trend model

6.3 AIM/Trend Model Applications

6.4 Policy Implications

6.5 Conclusion



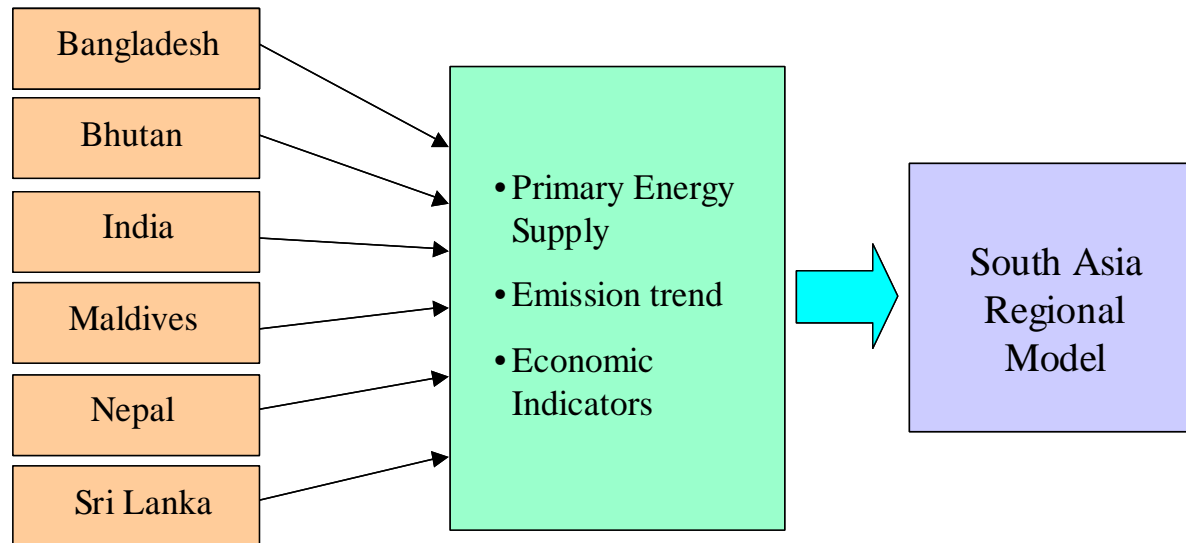
## Chapter 6. AIM/Trend Model Applications for South Asia



Future demographic, economic, energy and environment trends for India and several other South Asian countries

Aim/Trend linked to bottom-up model to develop South Asian regional energy cooperation scenarios

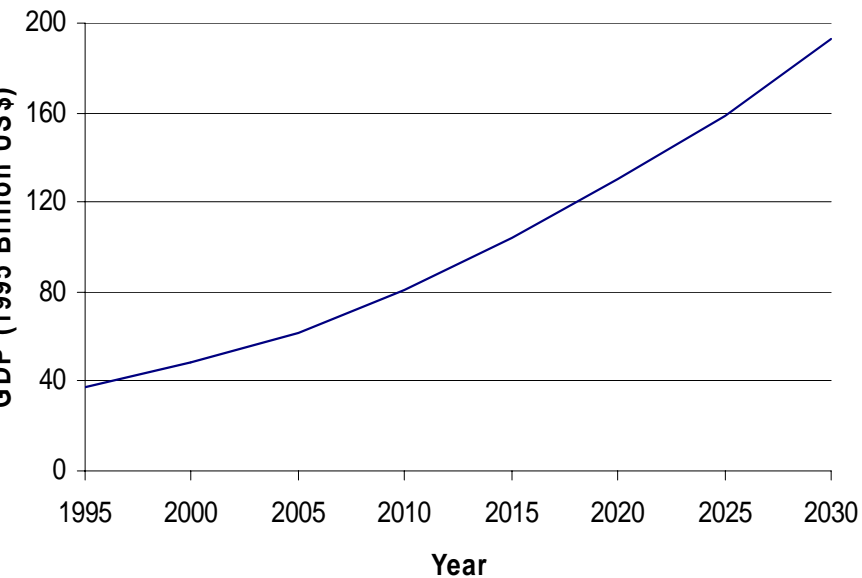
### Country AIM/Trend



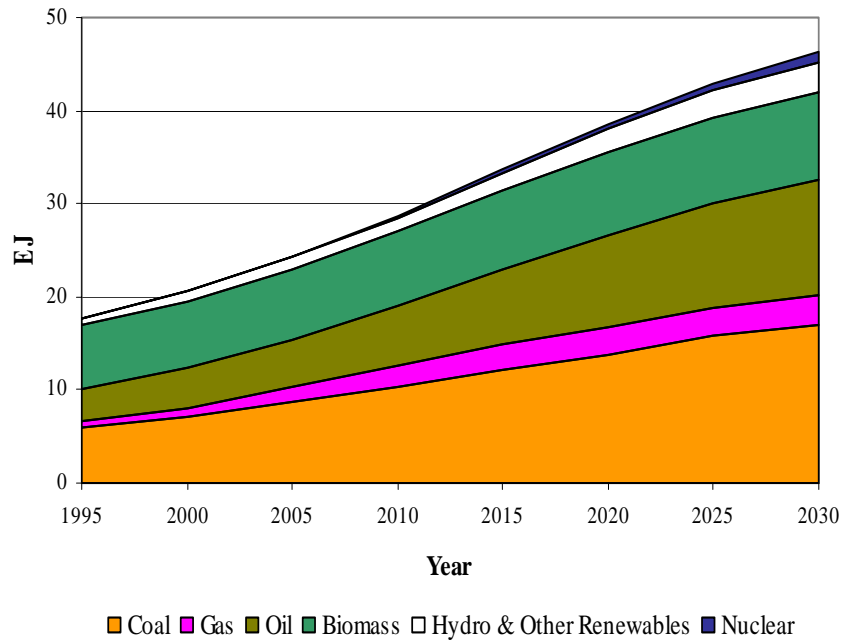
# Chapter 6. AIM/Trend Model Applications for South Asia



## Projections for South Asian Countries



GDP trend for Bangladesh



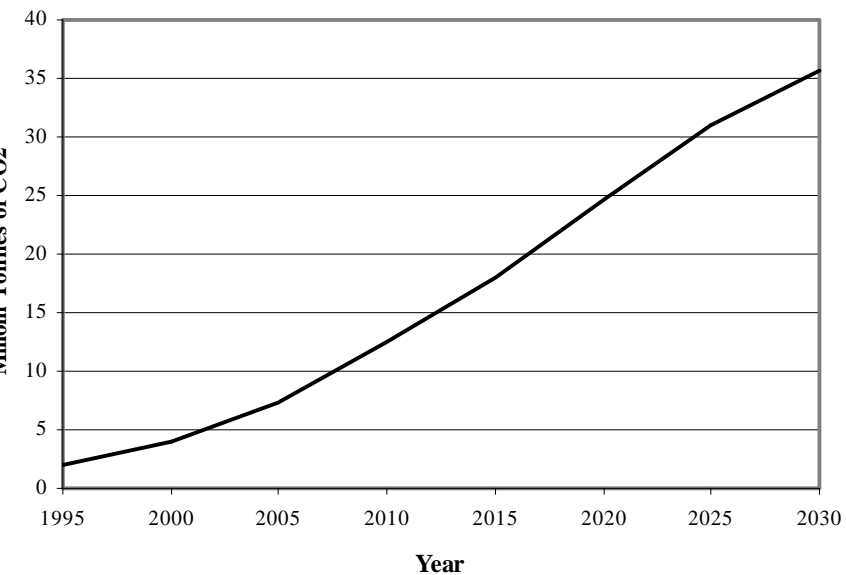
Total Primary energy supply for India



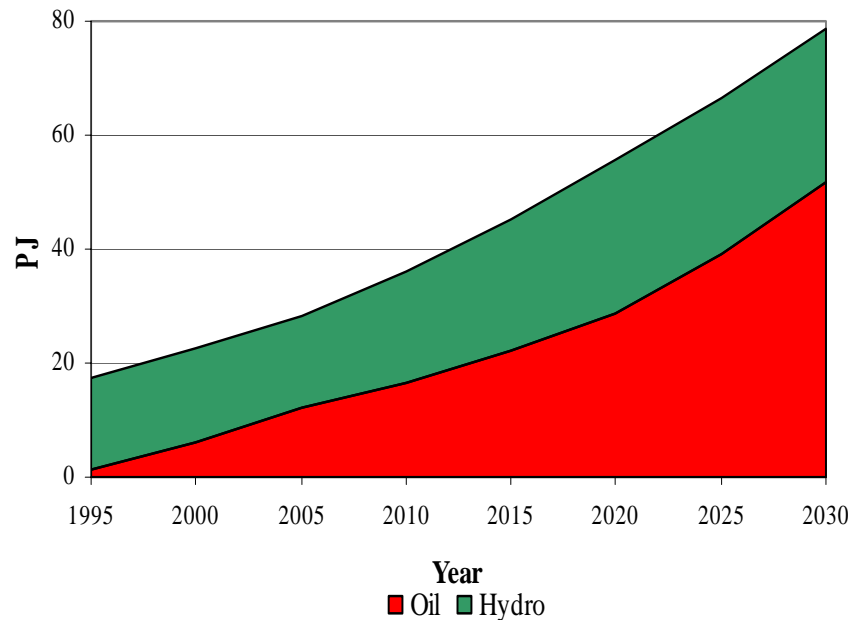
# Chapter 6. AIM/Trend Model Applications for South Asia



## Projections for South Asian Countries (Cont..)



Carbon emission trend for Nepal



Electricity generation mix for Srilanka



### Policy Implications and Conclusion

- Analysis indicates a definite trend of increasing energy imports among countries in the region.
- Increasing dependence on external sources can be reduced through regional cooperation
- Supporting robust trade in energy has far-reaching social, economic, energy and environmental security benefits for the region.
- The trend model has emerged as a robust tool for individual country analysis and for analyzing regional scenarios.

# Chapter 7. AIM Database and Emissions Inventories



7.1 Strategic data requirements

7.2 Data structure

7.3 Functional databases

7.4 Indian emissions inventory: A case study in data management

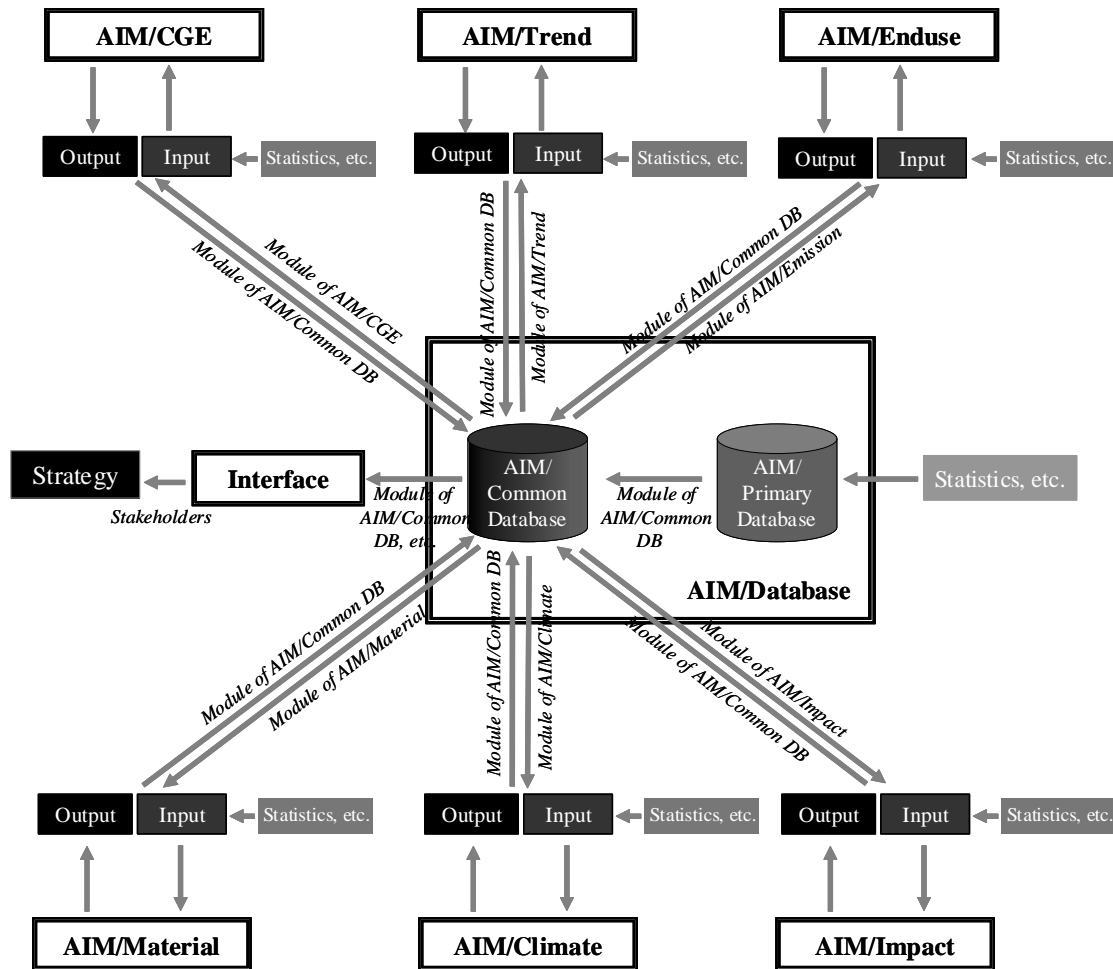
7.5 Conclusions



# Chapter 7. AIM Database and Emissions Inventories



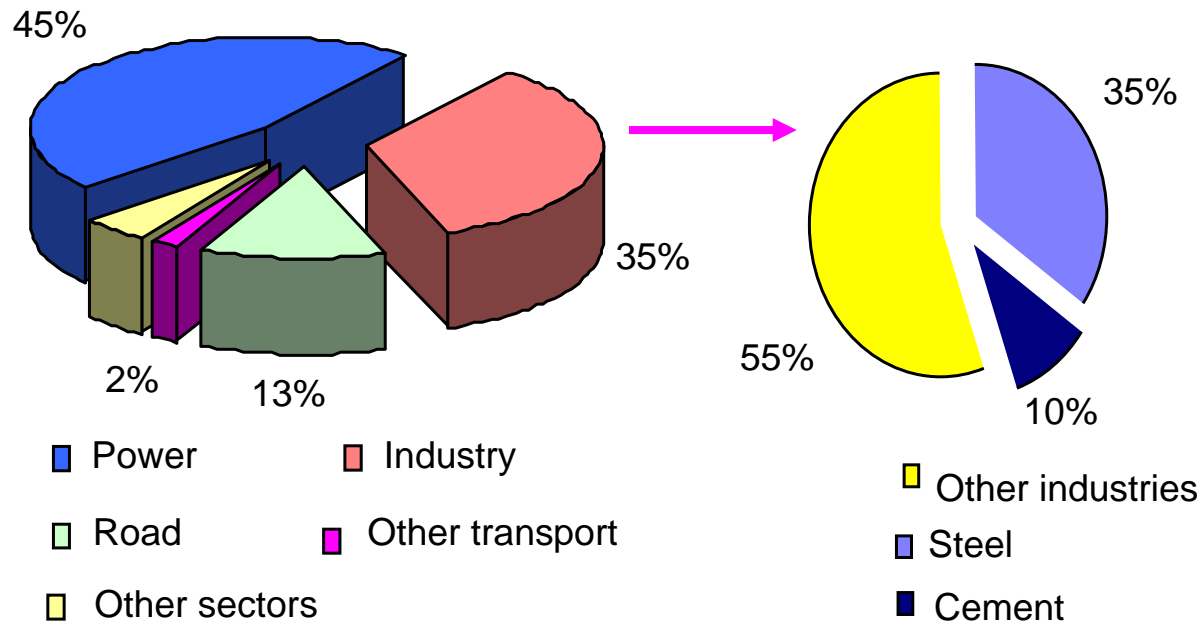
## Outline of the AIM/Database



# Chapter 7. AIM Database and Emissions Inventories



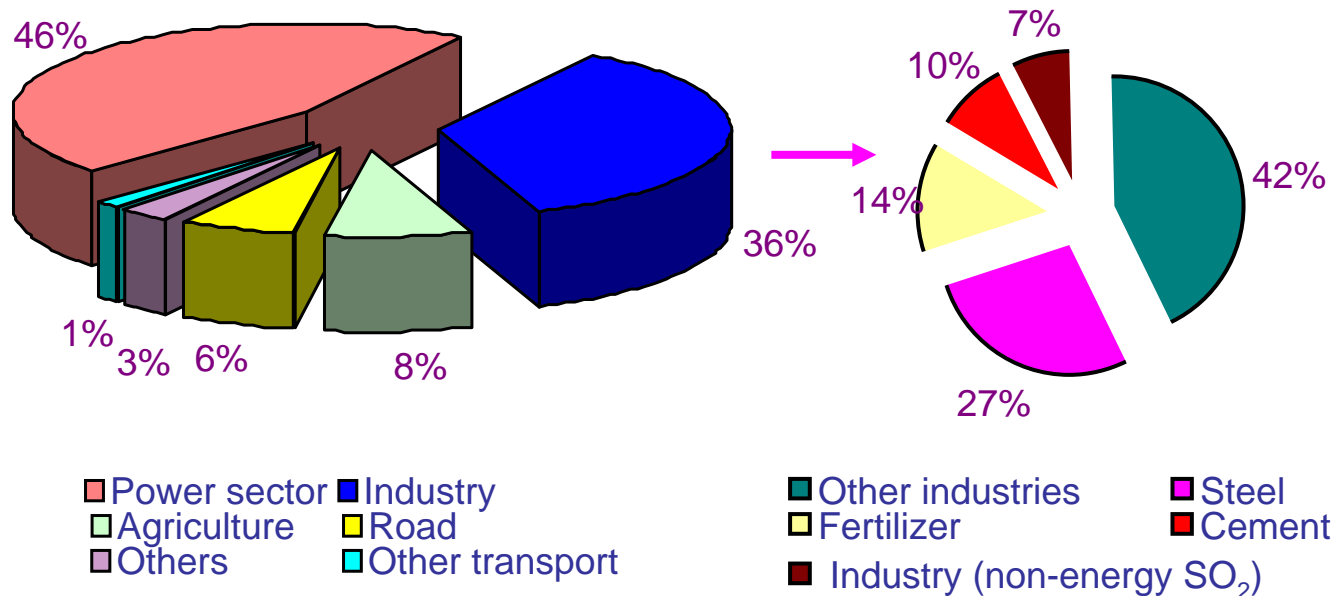
## Sectoral Contribution of CO2 emissions



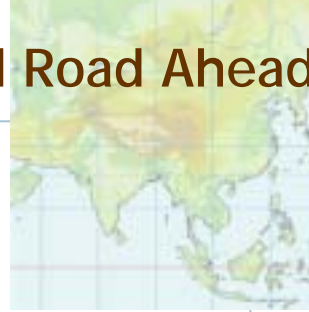




## Sectoral Contribution of SO<sub>2</sub> emissions



# Chapter 8. Conclusions: Policy Insights, AIM Cooperation and Road Ahead



8.1 Indian assessments and policy insights

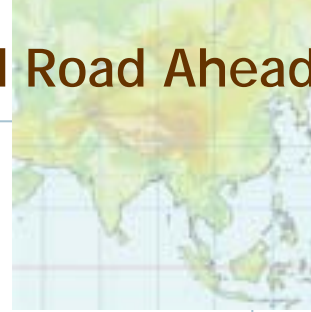
8.2 Contribution to modeling capacity building by AIM cooperation

8.3 Innovative applications and new model development

8.4 Road ahead



## Chapter 8. Conclusions: Policy Insights, AIM Cooperation and Road Ahead

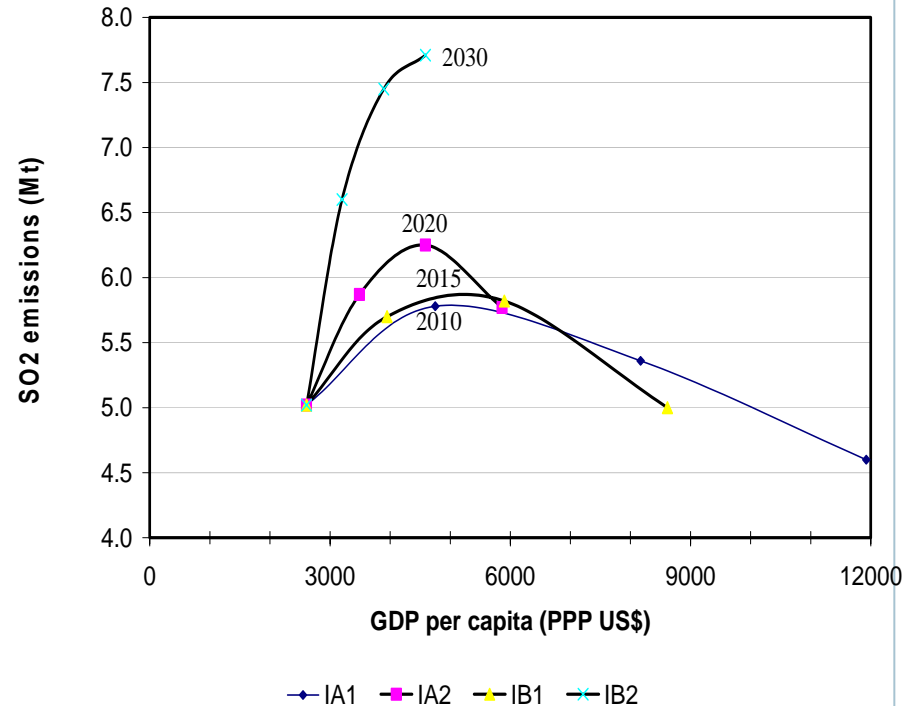
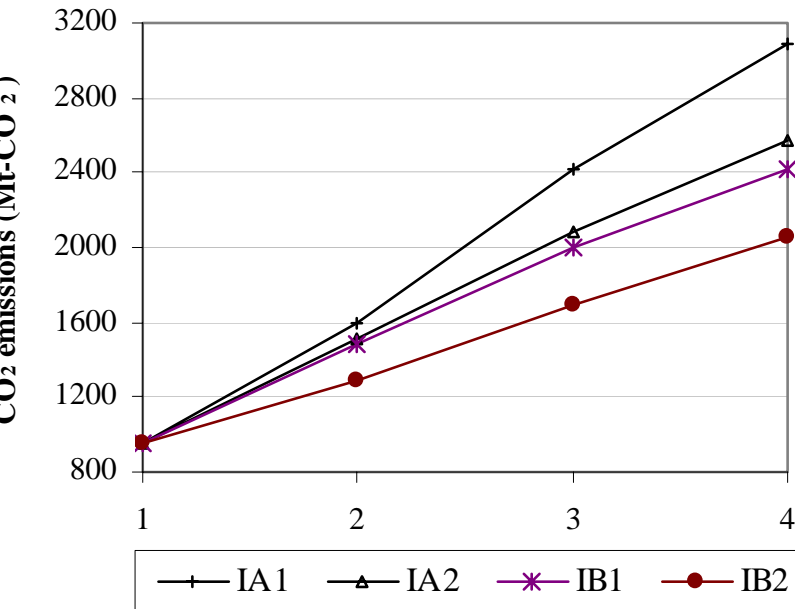
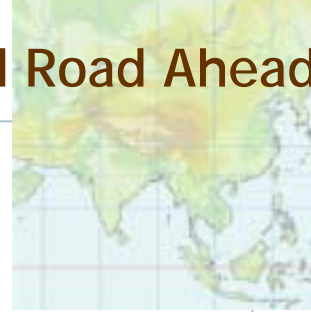


- What are the projected CO<sub>2</sub> emissions under alternate scenarios for India?
- What are the projected per capita CO<sub>2</sub> emissions under alternate scenarios for India?
- What are the projected CO<sub>2</sub> emission intensities under alternate scenarios for India?
- What are the projected non-CO<sub>2</sub> GHG emissions under alternate scenarios for India?
- What are the projected SO<sub>2</sub> emissions under alternate scenarios for India?
- What are linkages and disjoints between GHG and local emissions?
- What is the sectoral CO<sub>2</sub> mitigation potential and flexibility of technological options in the short, medium and long-term?
- What other flexibilities are potentially possible for mitigation?
- What are the cost implications of carbon mitigation?
- What is the linkage between sustainable development and carbon mitigation?
- What is the linkage between local environmental concerns and global emissions?
- What are the implications of regional energy cooperation in South Asia?
- How does modeling help to answer some of the above questions?



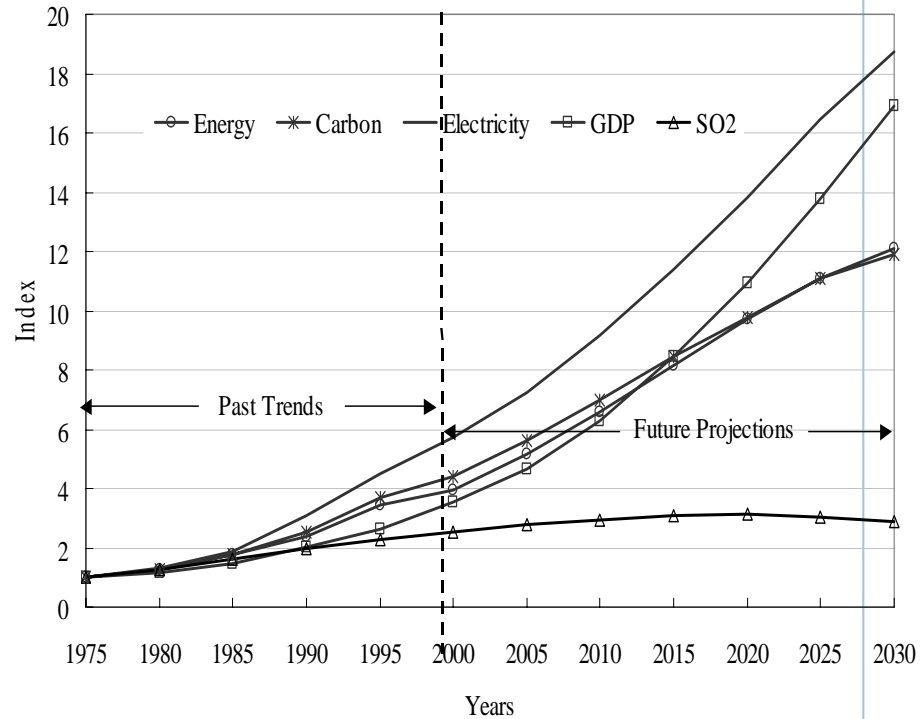
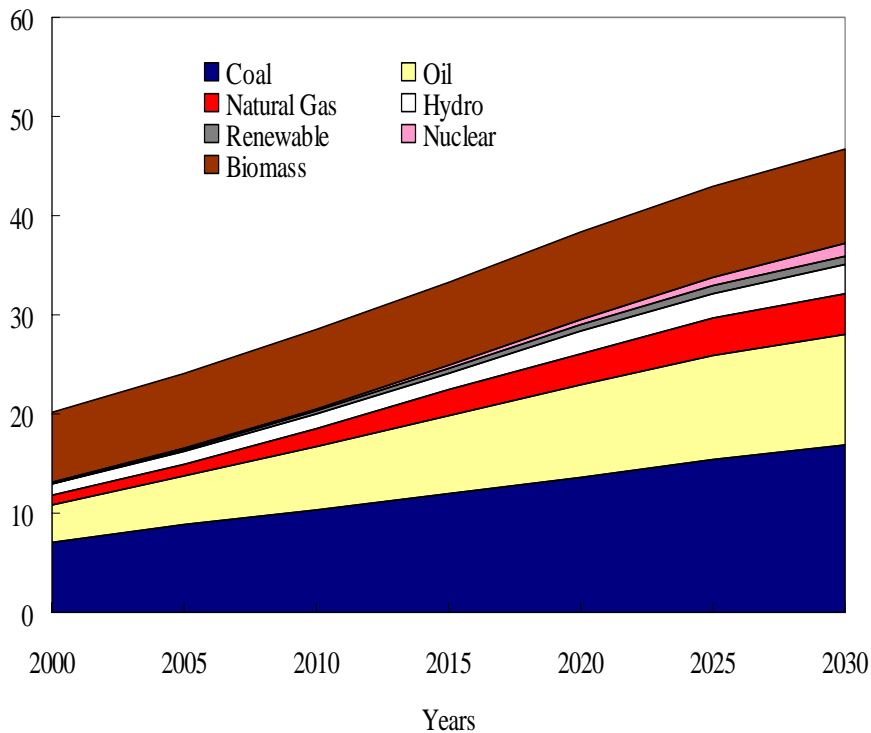
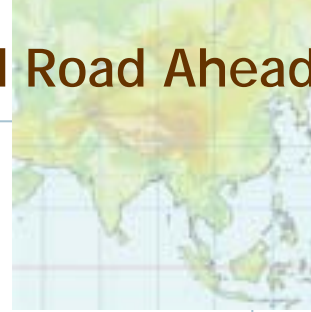
# Chapter 8. Conclusions: Policy Insights, AIM Cooperation and Road Ahead

Answering policy questions...



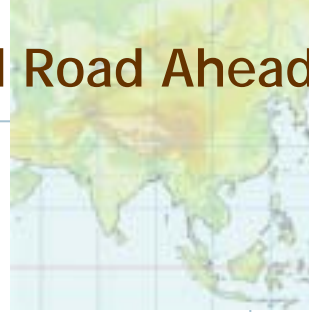
# Chapter 8. Conclusions: Policy Insights, AIM Cooperation and Road Ahead

Answering policy questions....



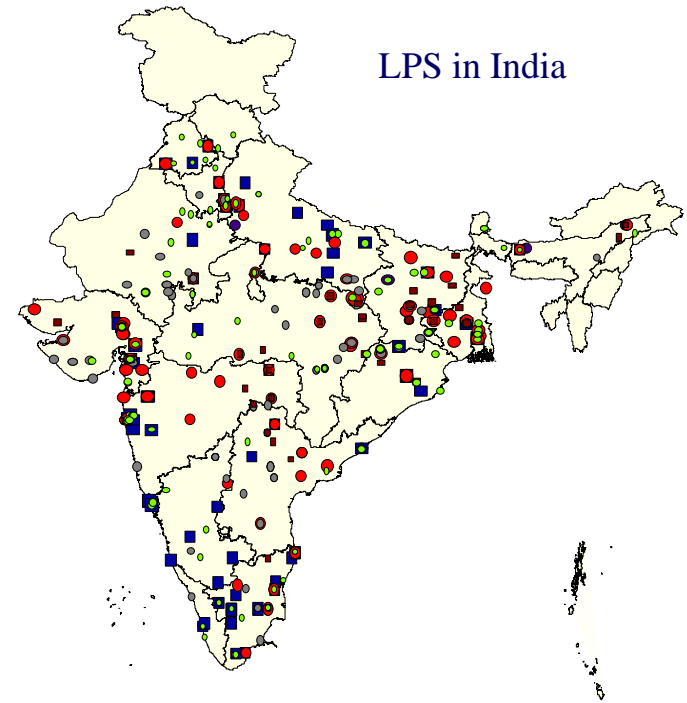
# Chapter 8. Conclusions: Policy Insights, AIM Cooperation and Road Ahead

## Managing SO<sub>2</sub> Emissions: Case of LPS



### LPS spread in different urban centers

LPS	Number	Share of all-India SO <sub>2</sub> emissions (%) in 1995
Power Plants	94	45
Steel	11	7
Cement	85	5
Fertilizer	31	6
Sugar	28	0.09
Paper	33	0.043
Total	282	63.52



- Power
- Steel and Cement
- Industrial Processes
- Fossil Fuel Extraction
- Others

**Need for a national policy as well as local-specific policies**

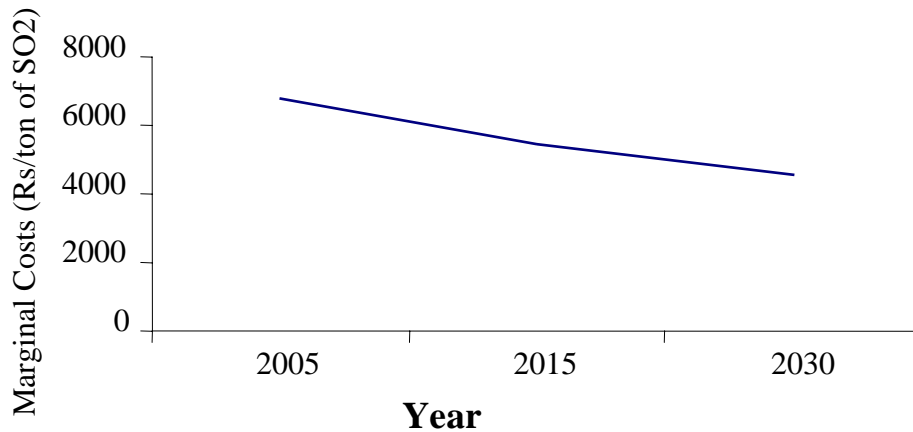


## Emission Cap-and-Trade vis-à-vis Technology Policy

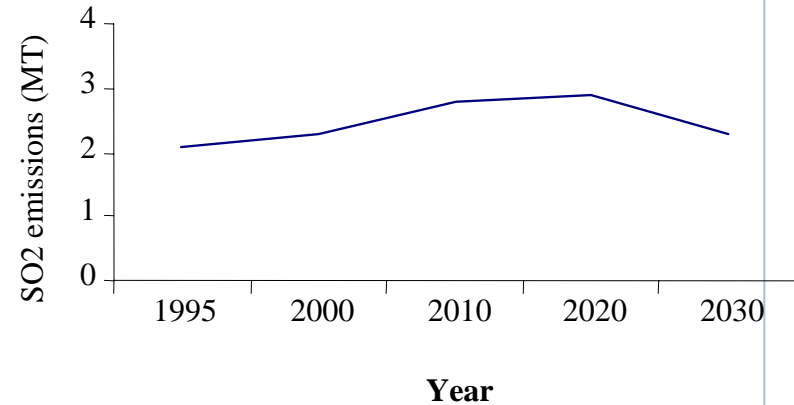


*45% cost-savings over 30 years  
in the emissions cap and trade  
instrument*

### Marginal costs for SO<sub>2</sub> mitigation

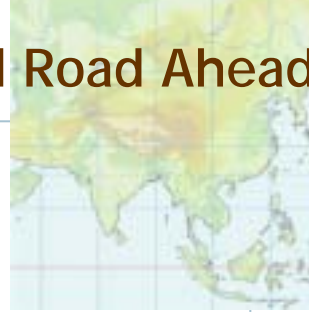


### SO<sub>2</sub> Emissions Cap Trajectory



*Annual average cost savings over  
a 30 year period is Rs. 3600  
million (\$80 million)*





## Road Ahead

- Data Development
- Close interface with policymakers
- Capacity building
- Focused Modeling
- Evolving Modeling Paradigms
- Modeling Protocols
- Regional and Global Networking



# APPRECIATION



## Our thanks to

AIM Team members from all countries

NIES

Japanese Policymakers

Indian Policymakers

and

Morita-san's family

