

Monash/C2Zero Real Carbon Price Index

Fact sheet | 28 February 2023

The Monash/C2Zero Real Carbon Price Index (RCPI) provides a weighted composite measure of the physical price of carbon¹ across all jurisdictions based on mandated carbon prices set by regulators and governments.

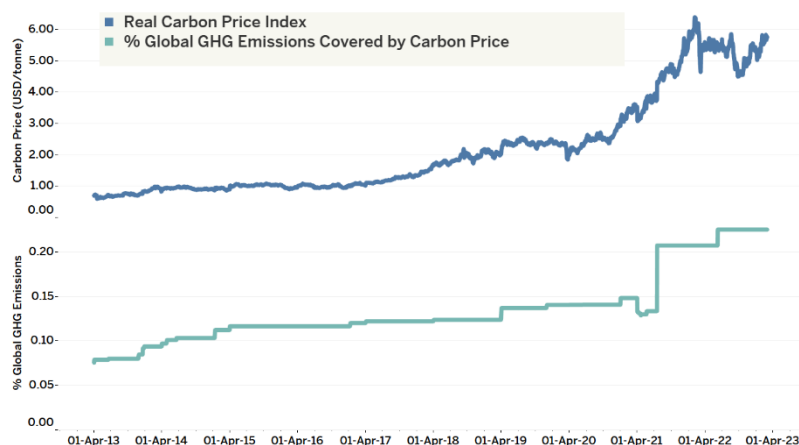
The RCPI covers national, subnational and regional jurisdictions implementing a carbon tax or carbon emissions trading schemes (ETS)² and jurisdictions with no mandatory carbon price – the latter being counted in the index using a price of zero.

The RCPI enables an overall global carbon price and price history to be determined, reflecting the global value of carbon.

The RCPI started in April 2013, covering 20 jurisdictions, accounting for 7.88% of global GHG emissions. As of June 2022, it covered 58 jurisdictions, accounting for 22.5% of global GHG emissions.

Historical Index Value

(April 2013- February 2023)



Highlights

- In February 2023, the global carbon price extended its gain over the previous month by 1.02%.
- EU ETS ran on a bullish note in the second half of the month and reached a new high record at USD103.33/tonne on 21 February. This was driven mainly by the traders' overlooking the impact of the REPowerEU auction vote.
- China National ETS and Korea ETS posted losses of 4.34% and 19.48%, respectively, which mitigated the effect of the EU ETS on the global carbon price index.
- The Korea ETS slid to its two-month low since December 2022 due to the oversupply of allowances.

Index Price Change

	Percentage Change			Annualised Percentage Change			
	1 Mo	3Mo	YTD	1Yr	3Yr	5Yr	Since April 2013
RCPI	1.02%	7.85%	8.69%	0.83%	35.22%	31.22%	23.76%

Calendar Month Price Change

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2023	7.59%	1.02%											8.69%
2022	8.17%	-5.68%	-5.47%	0.83%	1.67%	3.11%	-7.39%	-0.60%	-12.26%	9.22%	6.07%	-0.77%	-5.35%
2021	7.98%	5.89%	5.81%	-3.83%	12.40%	1.32%	13.96%	6.23%	1.86%	-3.49%	13.75%	6.54%	91.13%
2020	-3.79%	-0.88%	-13.53%	7.80%	2.81%	12.80%	-0.63%	5.96%	-4.31%	-5.50%	13.19%	7.93%	19.90%
2019	-6.01%	-0.65%	-1.28%	19.03%	-3.77%	5.68%	0.85%	-4.05%	-2.88%	4.42%	-0.07%	2.06%	11.68%
2018	8.86%	0.92%	12.05%	2.56%	3.34%	-0.35%	5.23%	8.28%	0.58%	-12.65%	11.57%	11.79%	62.34%
2017	5.37%	-0.19%	-5.59%	8.03%	3.46%	0.87%	3.96%	3.46%	3.22%	1.24%	3.63%	0.59%	31.15%
2016	-9.18%	-2.47%	6.59%	8.92%	-3.68%	-8.19%	0.51%	2.04%	4.06%	2.22%	-8.24%	8.34%	-1.37%
2015	2.32%	-0.69%	-3.01%	17.46%	-3.73%	0.59%	-0.62%	2.89%	0.09%	2.15%	-2.59%	0.53%	14.75%
2014	3.12%	12.59%	-14.57%	13.82%	-3.57%	6.40%	-0.73%	-2.04%	-6.51%	-0.14%	2.21%	-0.43%	7.03%
2013				-10.03%	5.22%	2.33%	3.26%	1.41%	5.69%	-1.13%	-0.72%	15.83%	16.01% ³

¹ It refers to carbon dioxide equivalents or CO₂e.

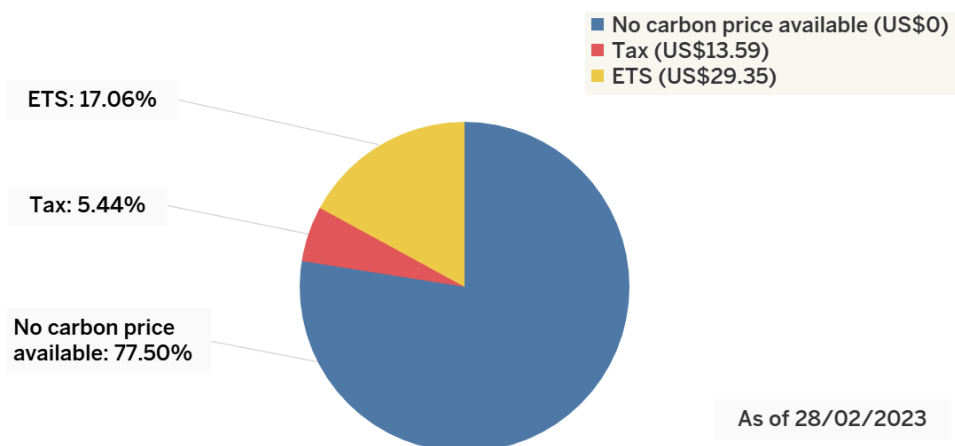
² As of June 2022, 68 national, subnational and regional jurisdictions had implemented a carbon tax or carbon ETS. The RCPI covers 58 of those jurisdictions. The other 10 jurisdictions are excluded due to the lack of available data.

³ The return is calculated as the annualised price change from April 2013 to December 2013.

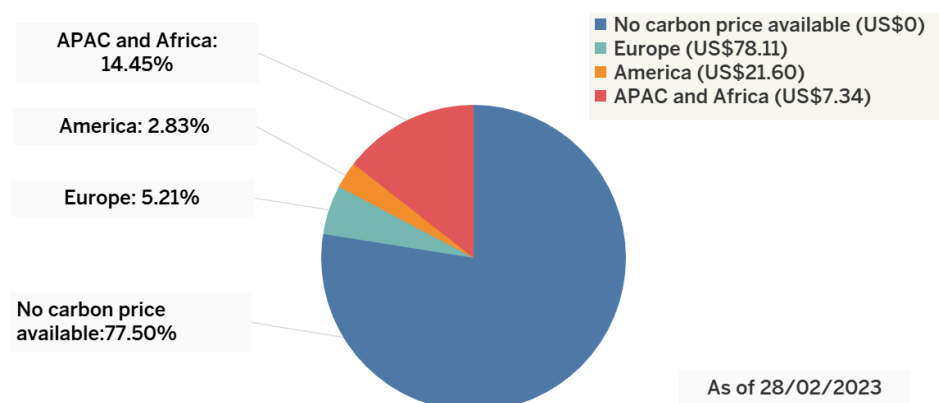
Top 10 Constituents

	Jurisdiction	Instrument	% Global GHG Emissions	Price (US\$/tonne) (28/02/2023)	Percentage change (1 Mo)
1	China National ETS	ETS	8.79%	7.93	-4.34%
2	EU ETS	ETS	3.18%	101.93	4.44%
3	Japan carbon tax	Tax	1.82%	2.12	-4.50%
4	Korea ETS	ETS	1.08%	9.67	-19.48%
5	South Africa carbon tax	Tax	0.90%	7.84	-5.20%
6	Mexico carbon tax	Tax	0.69%	4.04	2.80%
7	Germany ETS	ETS	0.68%	31.73	-2.64%
8	California CaT	ETS	0.60%	28.15	-0.14%
9	China-Guangdong pilot ETS	ETS	0.51%	11.55	5.19%
10	Ukraine carbon tax	Tax	0.39%	0.81	0.00%

Instrument Weights



Region Weights



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