

ENERGY & ENVIRONMENT FEBRUARY 2, 2021 / 9:16 PM / UPDATED 12 HOURS AGO

China's new coal power plant capacity in 2020 more than three times rest of world's: study

By David Stanway

SHANGHAI (Reuters) - China put 38.4 gigawatts (GW) of new coal-fired power capacity into operation in 2020, according to new international research, more than three times the amount built elsewhere around the world and potentially undermining its short-term climate goals.

The country won praise last year after President Xi Jinping pledged to make the country "carbon neutral" by 2060. But regulators have since come under fire for failing to properly control the coal power sector, a major source of climate-warming greenhouse gas.

Including decommissions, China's coal-fired fleet capacity rose by a net 29.8 GW in 2020, even as the rest of the world made cuts of 17.2 GW, according to research released on Wednesday by Global Energy Monitor (GEM), a U.S. think tank, and the Helsinki-based Centre for Research on Energy and Clean Air (CREA).

"The runaway expansion of coal-fired power is driven by electricity companies' and local governments' interest in maximising investment spending, more than a real need for new capacity," said Lauri Myllyvirta, CREA lead analyst.

The country's National Energy Administration (NEA) didn't immediately respond to Reuters' request for comment.

China approved the construction of a further 36.9 GW of coal-fired capacity last year, three times more than a year earlier, bringing the total under construction to 88.1 GW. It now has 247 GW of coal power under development, enough to supply the whole of Germany.

A team of central government environmental inspectors delivered a scathing assessment of China's energy regulator last Friday, accusing officials of planning failures and focusing too much on guaranteeing energy supply.

The NEA had allowed plants to be built in already polluted regions, while projects in less sensitive "coal-power bases" had not gone ahead, they said.

China has been criticised for pursuing an energy-intensive post-COVID recovery based on heavy industry and construction, and experts say new coal plants could end up becoming heavily-indebted "stranded assets".

Christine Shearer, GEM's coal programme director, said China needs to ensure its shortterm development plans align with long-term climate goals.

"Hopefully as the Chinese government determines its coal power capacity targets for the next five-year plan (for 2021-2025), it will severely restrict if not end new coal plant builds and accelerate retirements," she said.

Reporting by David Stanway; Additional reporting by Muyu Xu in Beijing; Editing by Kenneth Maxwell

Our Standards: <u>The Thomson Reuters Trust Principles.</u>

PAID PROMOTIONAL LINKS

Promoted by Dianomi



Motley Fool Issues Rare "All In" Buy Alert The Motley Fool



Earn Up To \$700 cash bonus with required activities. Member FDIC > Citi Limited-Time Offers



7 Retirement Income Strategies Once Millionaires Do Your Portfolio Reaches \$500k Fisher Investments



9 Strange Things With Their Money (But We Don't) The Penny

Hoarder



Legend Who **Bought Amazon** In 1998 Says: Now Is The Time True Market Insiders

MORE FROM REUTERS



'He invited us': Accused Capitol rioters blame Trump in... 02 Feb



Analysis: Cancel your weekends! Bitcoin doesn't rest, and... 11 Jan



and...

02 Feb

Biden's WhiteExclusive: DozeHouse will look intoof former BushTrump's visitor logsofficials leave



Exclusive: Dozens of former Bush officials leave Republican Party... 01 Feb



Philippine mobile wallet GCash raises over \$175 million in new capital 11 Jan

MORE FROM REUTERS



Bitcoin hits one-week low as rising U.S. yields dent rally 11 Jan



Two FBI agents killed in early-morning raid in Sunrise, Florida 02 Feb



Tesla to recall 134,951 U.S. vehicles under pressure from auto... 02 Feb



D-day for Kremlin critic Alexei Navalny with Russian court set to... 02 Feb



SpaceX Starship prototype rocket explodes on landing after test launch 02 Feb

Apps Newsletters Advertise with Us Advertising Guidelines Cookies Terms of Use Privacy



All quotes delayed a minimum of 15 minutes. See here for a complete list of exchanges and delays. © 2021 Reuters. All Rights Reserved.