

Shaping the global **energy transition.**

H2Global | Idea, Instrument and Intention
April 2023

Overview: Targets

Key points and core elements



BRIDGING

- Create business cases and investment security
- Shifting the timing of a market creation by promoting the market ramp-up until a viable green market has developed



DEFINED SYSTEM

- Long-term purchase agreements over 10 years
- Clear definition of max. funding volume, products, geography and (sustainability) criteria by funding body



CONTRACTS FOR DIFFERENCE

- Financial compensation in analogy to CfD mechanism
- Set up of an PtX intermediary - the **Hydrogen Intermediary Company**



COMPETITION-BASED

- Competitive bidding procedures on the supply and demand side
- Minimization of the price difference to be compensated by contributions

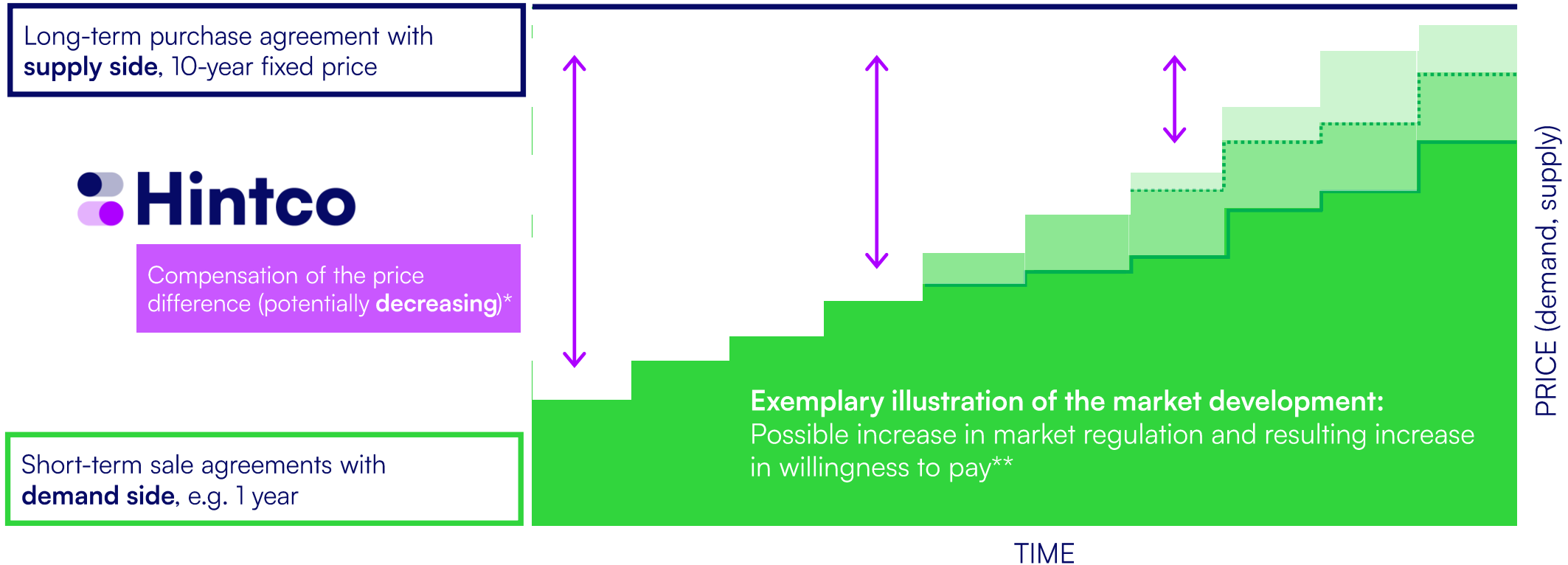
The Intermediary: HINT.CO GmbH

Competition-based auctions for the purchase and resale of PtX products



Compensating the price difference

The Hintco compensation mechanism over time during market development



*The actual amount of the price difference at the time of the auction depends on the real H2 price development. The capital requirements of the HINT.CO GmbH are accordingly linked to the purchase quantities actually guaranteed in the HPA and the H2 price development.

**Exemplary illustration

Flexibel instrument

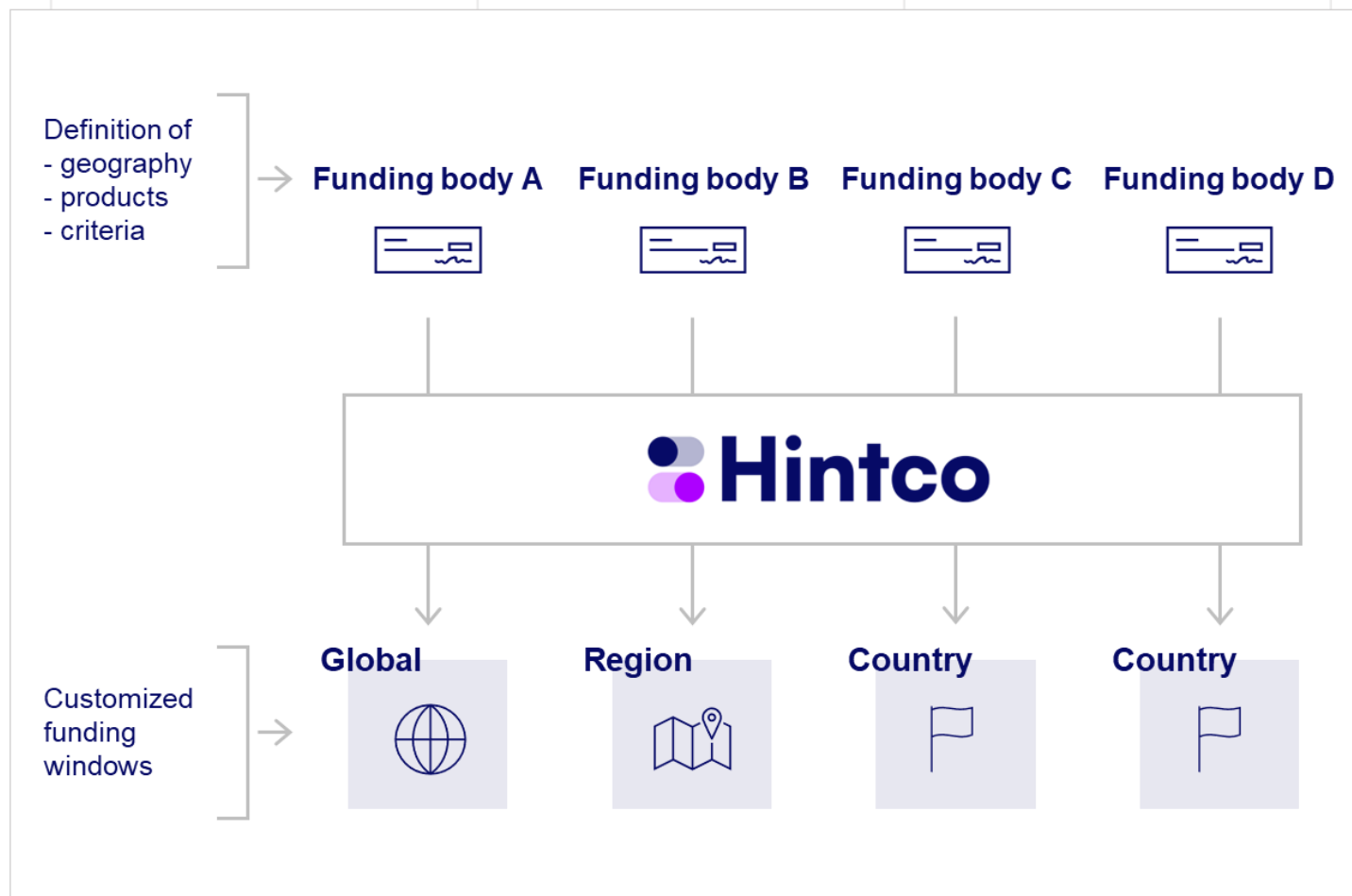
Funding windows adapted to the needs of the funding body

Customized regarding:

- Geography (global, regions, countries)
- PtX-product selection
- Product and sustainability criteria

Adaptable to targets:

- Price optimization
- Promotion of green technology
- Energy policy
- Decarbonization of specific sectors
- Development policy



Modular system

BMWK grant notification for 900 million euros

Geography*

- Competition-based purchasing beyond EU and EFTA; delivery to Belgium, Netherlands or Germany.
- Competition-based sale to German and European companies; awarded to the highest bidder.

Products produced based on green H2*

- Ammonia, methanol, e-SAF.

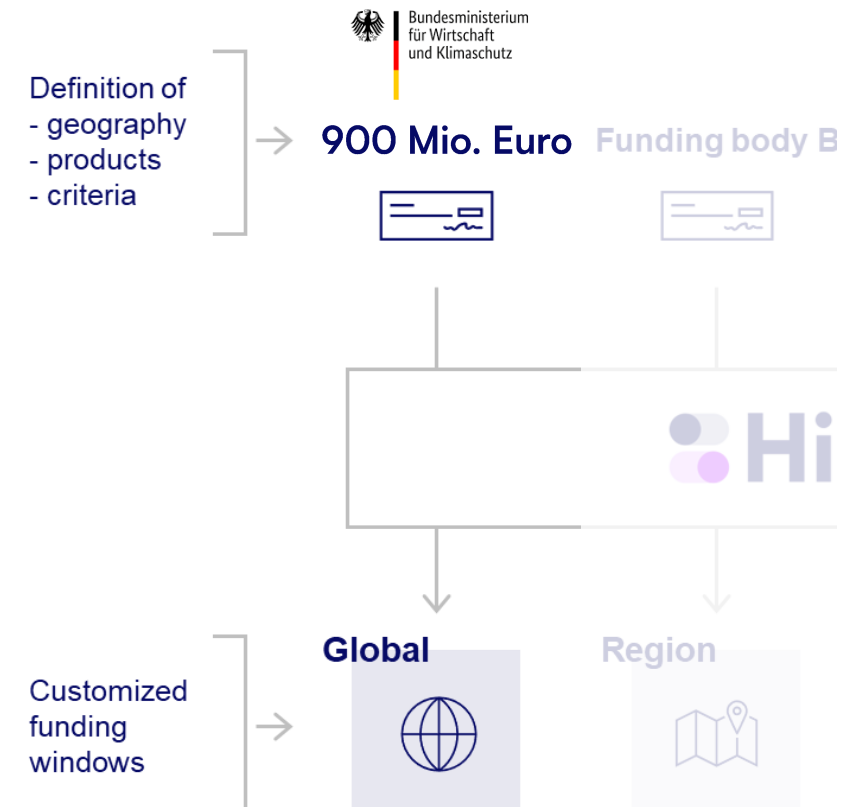
Criteria*

- Electricity from renewable sources must be used for production.
- Criteria for renewability of electricity and greenhouse gas balancing are oriented towards REDII, resp. DAs.

*Incomplete information. All details are without guarantee. Details, see:

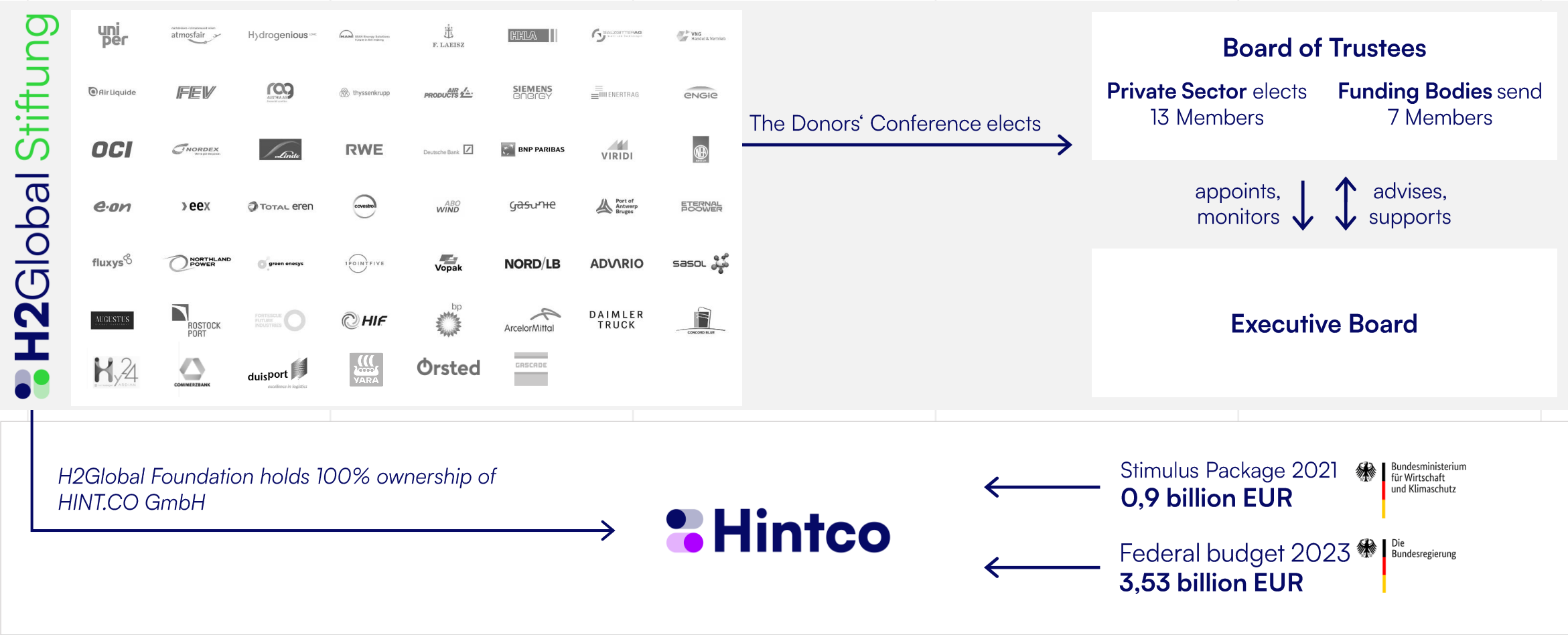
a) Zuwendung aus dem Bundeshaushalt, Einzelplan 09, Kapitel 0904, Titel 896 02

b) Anlage 2: Weitere Nebenbestimmungen und Hinweise



H2Global implementation structure

Implemented by a non-profit foundation



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