## Innovation and Climate Change Taishi Sugiyama

Central Research Institute of Electric Power Industry (CRIEPI) CIGS conference Nov 30<sup>th</sup>, 2016





#### Who Am I?

- Senior Researcher at CRIEPI
- Key area: climate & energy policy
- IPCC author/ coordinator (2007, 2014)
- Member of GOJ committees
- Global environmental committee of industrial structure council (METI)
- The platform for long-term strategy of mitigating climate change (METI)



#### **GHGs** emissions increasing

Total Annual Anthropogenic GHG Emissions by Groups of Gases 1970–2010



 $\bigcirc$ CRIEPI

3

#### **Massive Cut Required**

#### 140 Annual GHG Emissions [GtC02eq/yr] 90\* Percentile > 1000ppm CO,eq **RCP8.5** 720 - 1000 ppm CO,eq. Median. 120 580 720 ppm CO,eq 10<sup>\*</sup> Percentile 530 - 580 ppm CO,eq 480 - 530 ppm CO.eq. 100430 - 480 ppm CO<sub>2</sub>eq -- Full ARS Database Range 80 60 **RCP6.0** 40 20 RCP4.5 0 -20 2000 2020 2040 2060 2080 2100

GHG Emission Pathways 2000-2100: All AR5 Scenarios



**ℝ**電力中央研究所

#### **Top-down view**



 $\bigcirc$ 

CRIEPI



#### Bottom-up view





**Key Question** 

### How can we get affordable "Innovative Climate Technologies" (PV, EV, etc...) for massive GHG cut?



IR 電力中央研究所

#### Definitions

#### Innovation =

#### Discovery/Invention + Diffusion

(Ohashi, H. 2014)



**III** 電力中央研究所

#### Innovation plans & visions by Gov. of Japan





National Energy & Environmental Strategy for Tech. Innovation toward 2050 (NESTI 2050; Cabinet Office))

R&D program for innovative climate techs

### Key techs:

- Energy generation (PV, geothermal)
- Energy storage (battery)
- ✓ Energy efficiency (process, material)
- ✓ Carbon Capture & Use (CCU)
- ✓ ICT for energy systems (AI, big data, IOT)

✓ Materials/devices for energy systems

(superconductor, power electronics, censor)

#### Society 5.0 (Cabinet Office)

Vision of "smart society" for all sectors

https://www.ntt-review.jp/archive\_html/201604/images/fa1\_fig08.jpg



**I** 電力中央研究所

#### **New Industiral Structure Vision (METI)**





#### Vision for Prospective AI Technologies and Applications (NEDO)

#### Vision of AI

CRIEPI

- ✓ For three periods: -2020, 2020s, 2030-
- Many applications: machine learning, image cognition, robotics, self-driving, natural language, ...

NEDO HP http://www.nedo.go.jp/content/100782828.pdf



#### **Innovation formula**

Innovation formula as of 2010s:

New techs = X \* Y

X = ICTs

(IOT, AI, big data, digital technology, robot..)

Y = Industries

finance, health, biology, energy, manufacturing

IR 電力中央研究所

"cognify" (Kelly 2016)

#### Learning "climate innovation" with an example: AI





#### Al beats human at Go match



#### Deep learning of AI by combination of existing techs

Kevin Kelly 2016 Inevitable



http://ifs.nog.cc/fishwin.hp.infoseek.co.jp/hp/etc/soft\_computing/mlp.html

http://matome.naver.jp/odai/2139450632745180701

http://tamagogohan.fool.jp/onlinegame/game/eternalcity2/eternalcity2.htt

IK 電力中央研究所

© CRIEPI

17

#### New Industiral Structure Vision (METI)



#### The Lesson from AI example

#### Climate tech = combination of non-climate techs

# You can not cut emissions by Al without developing Al first



Different Time Span: Chance to solve global warming Progress of X (=ICTs..): rapid & accelerating ... 2030? 2050?

Innovation time span << climate time span (2020, 2030) (2050, 2100)

With new techs, more will be happy to cut more emissions.

IR 電力中央研究所

#### Understanding innovation in general



© CRIEPI

**II** 電力中央研究所

#### **Characteristics of Innovation**

New techs = combination of existing techs "new combination (Schumpeter)" "Ideas have a sex (Ridley)"

Innovation:

- 1) is cumulative
- 2) accelerates
- 3) occurs when "adjacent possible"



### **Adjacent Possibility**

An innovation emerges not out of thin air, but requires accumulation of other innovations

- ✓ Eg.1 Deep-learning enabled by three techs
- ✓ Eg.2 Youtube enabled by broadband
- A set of technologies makes it *adjacent possible* for a certain new technology to emerge





#### Simultaneous Inventions, Multiple Discoveries

Inventions/discovery/innovation are *inevitable* once they become adjacent possible

Thus they occur simultaneously and independently, often in competition

- 1. Newton and Leibniz both discovered differential calculous
- 2. Three mathematician invented decimals
- 3. At least 6 persons invented thermometer
- 4. Several inventors for typewriter
- 5. Five "original" inventors of steamship

(Kelly 2014); https://en.wikipedia.org/wiki/Multiple\_discovery



. . .

#### Power of Market for Innovation

#### "I, Pencil"(Read 1958)

A pencil details the complexity of its own creation, listing its components (cedar, graphite, ...), and the numerous people involved.

- Market has the power to combine fragmented information to produce, invent, and innovate, in unpredictable manner.
- Vigorous economic activities are the key to innovation



#### X-Y feedback loop in economy



- 1: X (=ICTs) are applied to Y(=industries),
- 2: Innovation of Y,
- 3: X is trained by Y, and
- 4: X improves,...

Players: industry, academia, and government

© CRIEPI 2016

IR 電力中央研究所

#### Conclusion



**I** 電力中央研究所

### **Conclusion 1**

- "Innovative climate technologies" are made available by progress of general science and technology
- Progress of general sci & techs are enhanced by vigorous economic activities.



力中央研究

⇒ Climate policy must be compatible with economic growth – for the *climate* sake.

#### Conclusion 2

- Rapid development of general science & technology.
  Opportunity to solve climate problem.
- Role of the government for innovative climate techs
  - 1) Keep macro-economy good, 2) invest in basic research in general, 3) invest in dedicated climate tech programs.

