

Stillwater Bespoke LCFS Outlook SAMPLE

By

Stillwater Associates LLC

Irvine, California, USA

 **Stillwater Associates**

Sample Table of Contents

Executive Summary	1
1 LCFS Overview.....	3
2 Credit Price History – Market Pressures and Regulatory Action	7
2.1 Political, Legal, and Regulatory Forces	7
2.2 Market Forces	8
3 Analysis Approach	10
4 Outlook for Demand of Deficit-Generating Fuels	12
4.1 Gasoline (CARBOB)	12
4.2 Diesel (ULSD)	13
4.3 Incremental Crude Deficits	14
5 Outlook for Supply of Credit-Generating Fuels and Project Credits	15
5.1 Ethanol	16
5.2 CNG and LNG	18
5.3 Biodiesel (BD)	21
5.4 Renewable Diesel (RD)	22
5.5 Alternative Jet Fuel (AJF)	26
5.6 Renewable Naphtha	26
5.7 Propane.....	27
5.8 Electricity.....	28
5.9 Hydrogen.....	30
5.10 Project Credits	31
6 Gasoline and Diesel Pools	32
6.1 Gasoline Pool.....	32
6.2 Diesel Pool.....	34
7 Stillwater’s LCFS Credit Price Outlook Through 2031	37

Sample List of Tables

Table ES-1. Probable LCFS credit price outlook through 2031 (\$/MT).....	2
Table 1. Historical Values of the LCFS CCM Maximum Credit Price.....	6
Table 2. Probable LCFS credit bank outlook through 2031 (million MT)	37
Table 3. Probable LCFS credit price outlook through 2031 (\$/MT).....	39

Sample Table of Figures

Figure ES-1. LCFS Credit Price Scenarios	2
Figure 1. LCFS Declining Carbon Intensity Reduction Schedule.....	3
Figure 2. Net LCFS Credits Quarterly and Cumulative	5
Figure 3. Historic LCFS Credit Pricing (2012-2021)	6
Figure 4. LCFS Credit Price Trends and CARB-Reported Quarterly Net Credits.....	10
Figure 5. Demand Outlook for CARBOB	13
Figure 6. Demand Outlook for ULSD.....	14
Figure 7. Demand Outlook for Ethanol – Base Case	17
Figure 8. CI Trend Outlook for Ethanol.....	18
Figure 9. Demand Outlook for Renewable CNG and LNG by Feedstock	20
Figure 10. CI Trend Outlook for Renewable CNG and LNG	21
Figure 11. Demand Outlook for BD	22
Figure 12. North American plus Singapore Capacity Outlook for RD	23
Figure 13. Demand Outlook for RD	24
Figure 14. Supply of Low Carbon Intensity and Total RD	25
Figure 15. CI Trend Outlook for RD.....	25
Figure 16. Supply Outlook for AJF.....	26
Figure 17. Supply Outlook for Renewable Naphtha	27
Figure 18. Demand Outlook for Fossil Propane	28
Figure 19. Demand Outlook for Transport Electricity	29
Figure 20. CI Trend Outlook for Transport Electricity	30
Figure 21. Hydrogen Volume and Credits	31
Figure 22. Supply Outlook for Project Credits	32
Figure 23. CI Trend Outlook for Gasoline Pool	33
Figure 24. Gasoline Credits and Deficits – Base Case	34
Figure 25. CI Trend Outlook for Diesel Pool.....	35
Figure 26. Diesel Credits and Deficits – Base Case.....	36
Figure 27. LCFS Credit Bank Scenarios	37
Figure 28. LCFS Credit Price Scenarios	38