New Economic Reality: Rising Energy Pressures

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Scope
Key takeaways

THE RISE OF ENERGY PRESSURES
Key drivers of energy supply and prices pressures
Energy pressures rise on growing demand, infrastructure limitations and changing regulations
Transition to renewable energy accelerates, but more investments are needed
Immediate energy crisis subsided, yet multiple risks and challenges persist

ECONOMIES AT RISK
Global Energy Vulnerability Index helps to assess energy security across markets
African, Asian and European economies are more vulnerable to rising energy pressures
Europe’s efforts to enhance long-term security offer vast opportunities for businesses
The US to gain from clean energy expansion; Australia resilient despite falling coal exports
Export reliance raises risks for Middle East; Latin America struggles with insufficient funding
Surging demand in Asia and Africa opens opportunities for investment and innovation
Energy shocks hit economic growth and inflation in energy-vulnerable economies harder
Case Study: ArcelorMittal will use state aid to build two hydrogen-powered steel plants
Case Study: M-Kopa to expand off-grid solar energy financing to clients in sub-Saharan Africa
Strategies to build energy resilience in vulnerable markets

INDUSTRIES AT RISK
Volatility in the energy markets puts pressure on companies’ profits
Manufacturing sectors most vulnerable due to high gas and electricity intensity
Soaring costs and weak demand put further pressures on energy-intensive industries
Disruptions in energy-intensive industries would spill over across the broader economy
Relocation and green energy are growing solutions for vulnerable industries
Companies can boost small-scale energy-saving measures to enhance efficiency
Case Study: CLAAS focuses on energy efficiency amid supply disruptions
Strategies for companies to cope with energy uncertainty

CONSUMERS AT RISK
Consumers in Europe and Latin America are most susceptible to energy price fluctuations
European households have been hit hardest by the recent energy crunch
High energy costs affect poorer households harder
Businesses becoming partners in the journey to energy efficiency
Case Study: Iceland teams up with Utilita to help clients identify efficient cooking methods
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