Council of the European Union
General Secretariat

PUBLIC

Interinstitutional files:
2025/0420 (COD)

Brussels, 27 March 2026

WK 4697/2026 INIT

LIMITE

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MEETING DOCUMENT

From: To:	General Secretariat of the Council Working Party on the Environment
N° Cion doc.:	ST 17010/25 INIT + ADD 1-6
Subject:	CO2 in cars: Follow-up of the WPE meeting on 27 March 2026: Commission presentation

Delegations will find attached the Commission presentation given at the abovementioned WPE meeting.

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INDUSTRIAL ACCELERATOR ACT

Proposal for a Regulation - COM(2026) 100

Environment Working Party

27 March 2026

European Commission

Article 14: CO2 emission performance standards credits

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Scope: Super credits for small zero-emission vehicles 'made in the EU' & the role of low-carbon steel

Article 5 and 5b of Proposal for a Regulation of 16 December 2025 on CO2 emission performance standards for light duty vehicles.

> **Art. 5** - *Until 2034, for the purpose of calculating a manufacturer's average specific emissions of CO2, each new […] small electric vehicle […] and 'made in the EU' shall be counted as 1.3 vehicles.*
>
> **Art. 5b** - *Starting from 2035, a manufacturer shall obtain credits for low-carbon steel 'made in the EU' […] to compensate emissions from new passenger cars and new light commercial vehicles registered in the calendar year.*

Made in the EU

- **Vehicles "made in the EU"**:
  - ✓ Part III of Annex III and Article 7 (Union origin means EU27)
- **Low-carbon steel "made in the EU"**
  - ✓ Article 10(1) and Article 7 (Union origin means EU27)

Annex II - MiEU and low carbon EIIs

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PUBLIC PROCUREMENT AND SUPPORT SCHEMES

January 2029

Aluminium	25 % MiEU and low-carbon
Cement	5 % MiEU and low-carbon
Steel	25% Low-carbon



In construction and automotive sectors

Annex III - MiEU Vehicle components and batteries

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	EIF + 6 months	EIF + 3 years
EVs 	• Assembled in the EU • 3 battery components (among which cells) MiEU • 70% non-battery components MiEU	• Assembled in the EU • 5 battery components (among which cells, CAM & BMS) MiEU • 70% non-battery components MiEU (incl. 50% of e-powertrain components MiEU and 50% main electronic systems MiEU)
Small EVs 	• Assembled in the EU • 3 battery components MiEU *or* 70% non-battery components MiEU	

EIF = Entry into force of the IAA

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Thank you



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