

# ASIAN CLIMATE POLICIES AND WAY FORWARD

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## **Abstract**

This paper reviews major climate change policies and discusses key considerations in the design of such policies. The study centers on the evaluation of carbon tax, carbon trade, command-and-control policies, subsidies, nudges, and geoengineering. A comprehensive analysis of the merits and drawbacks of these policy instruments is conducted, with a specific focus on their applicability to the contexts of Asian economies. This review underscores four pivotal factors guiding the formulation of climate policies in the Asian region: (i) macroeconomic impacts, (ii) distributional consequences, (iii) the potential trade-off between adaptation and mitigation, and (iv) unintended interactions among different types of climate policies.

## **Keywords**

climate policy, Asia, cap-and-trade, carbon tax, standards, nudges, geoengineering