

TABLE OF CONTENTS

INTRODUCTION	7
KEY MESSAGES	9
EXECUTIVE SUMMARY	11
RECOMMENDATIONS	25
I. THE STARTING POINT	33
MAIN FEATURES OF CHINA'S POWER SECTOR.....	33
THE GOVERNANCE AND INSTITUTIONAL FRAMEWORK	48
PERFORMANCE	56
II. NEXT STEPS	63
SETTING, COMMUNICATING AND IMPLEMENTING A CLEAR STRATEGY	63
STRENGTHENING INSTITUTIONAL CAPACITIES.....	76
PROMOTING ENVIRONMENTAL GOALS: TACKLING COAL POLLUTION.....	86
TOWARDS MORE EFFICIENT PRICING AND INVESTMENT	93
MANAGING DEMAND.....	104
TOWARDS EFFECTIVE MARKETS: ACTIONS FOR THE NEAR TERM.....	118
TOWARDS EFFECTIVE MARKETS: CONSIDERATIONS FOR THE LONGER TERM	139
CONCLUDING REMARKS.....	152
ABBREVIATIONS	155
BIBLIOGRAPHY	157