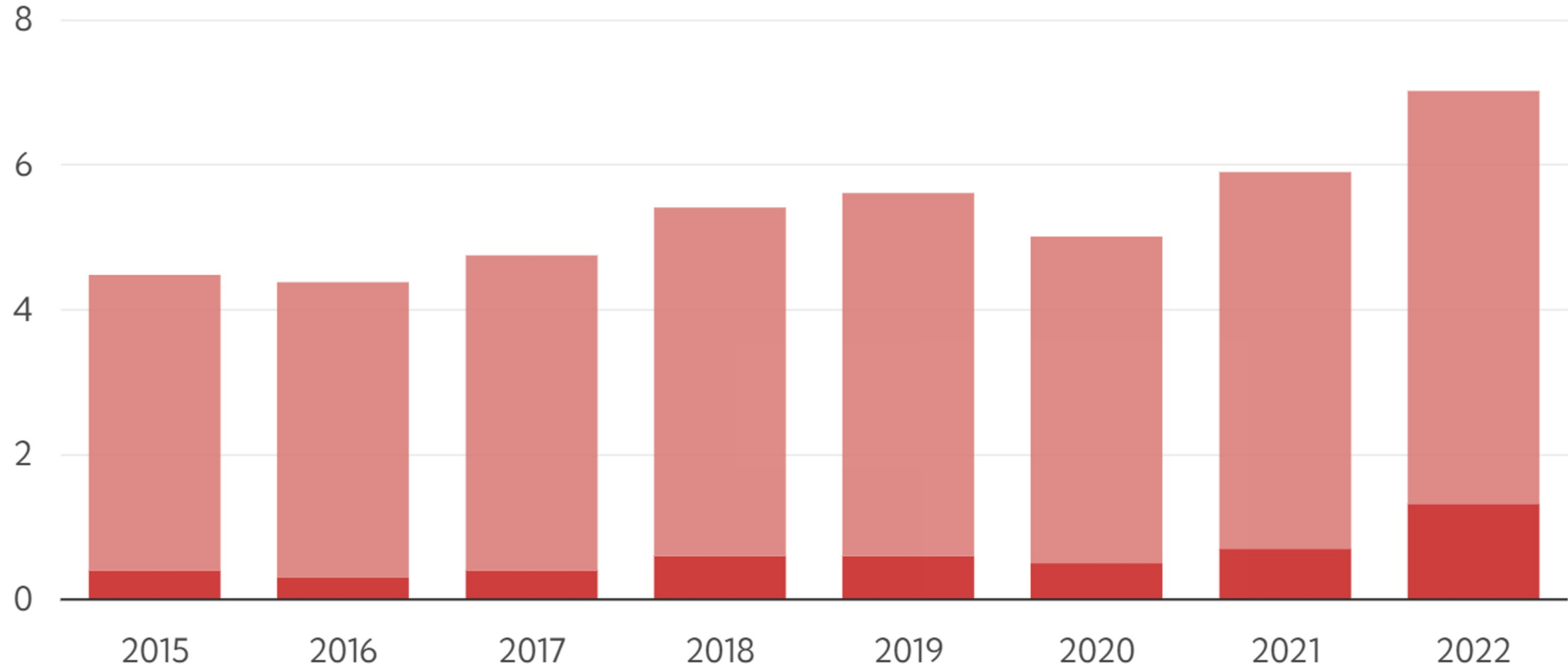


# Fossil fuel subsidies topped \$7 trillion last year

(total fossil fuel subsidies, trillions of USD)

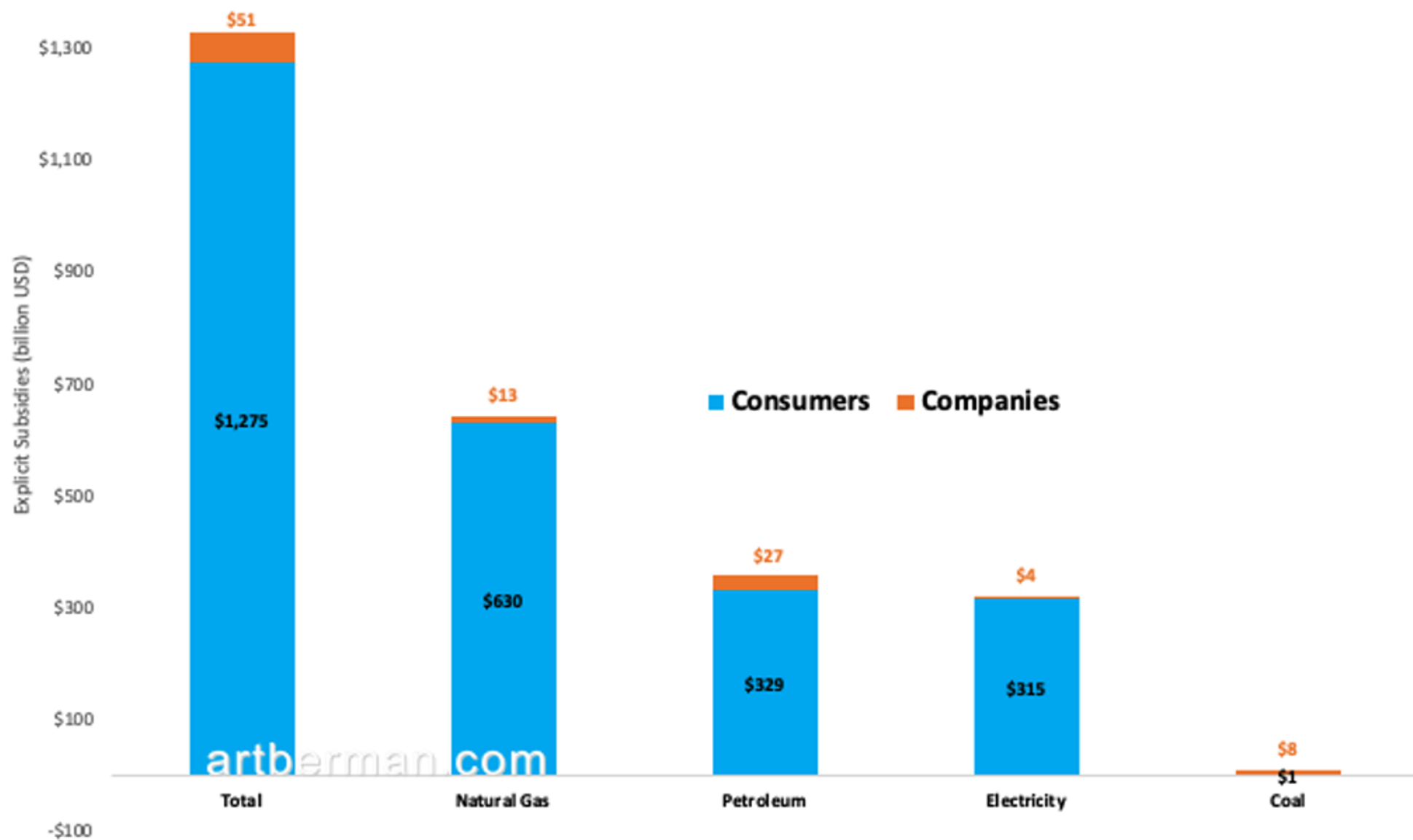
■ Explicit subsidies ■ Implicit subsidies



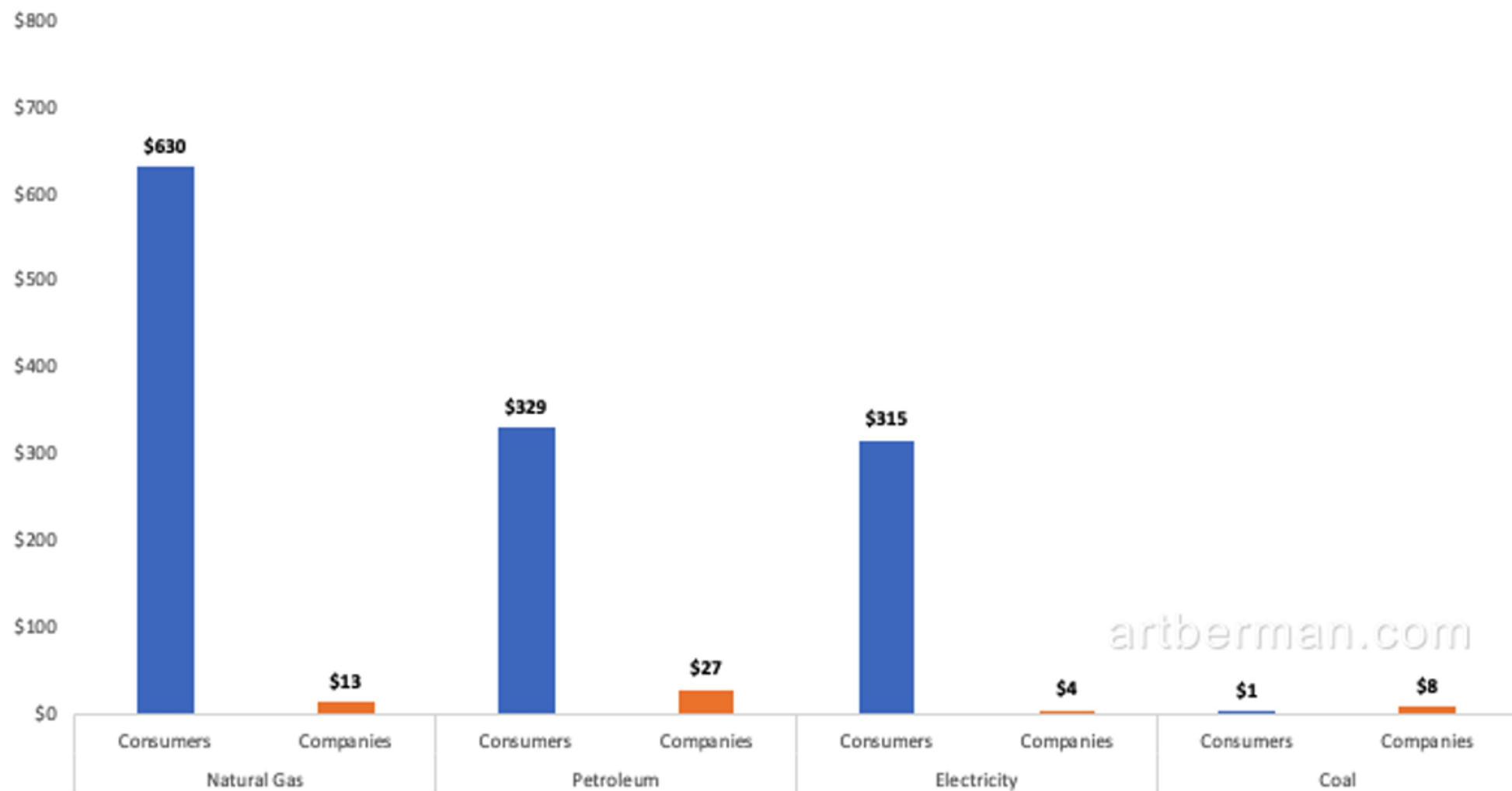
Source: IMF staff calculations.

Note: Figures from 2019 onwards use projections for fuel use. Explicit subsidies: undercharging for supply costs. Implicit subsidies: undercharging for environmental costs and forgone consumption taxes, after accounting for preexisting fuel taxes and carbon pricing.

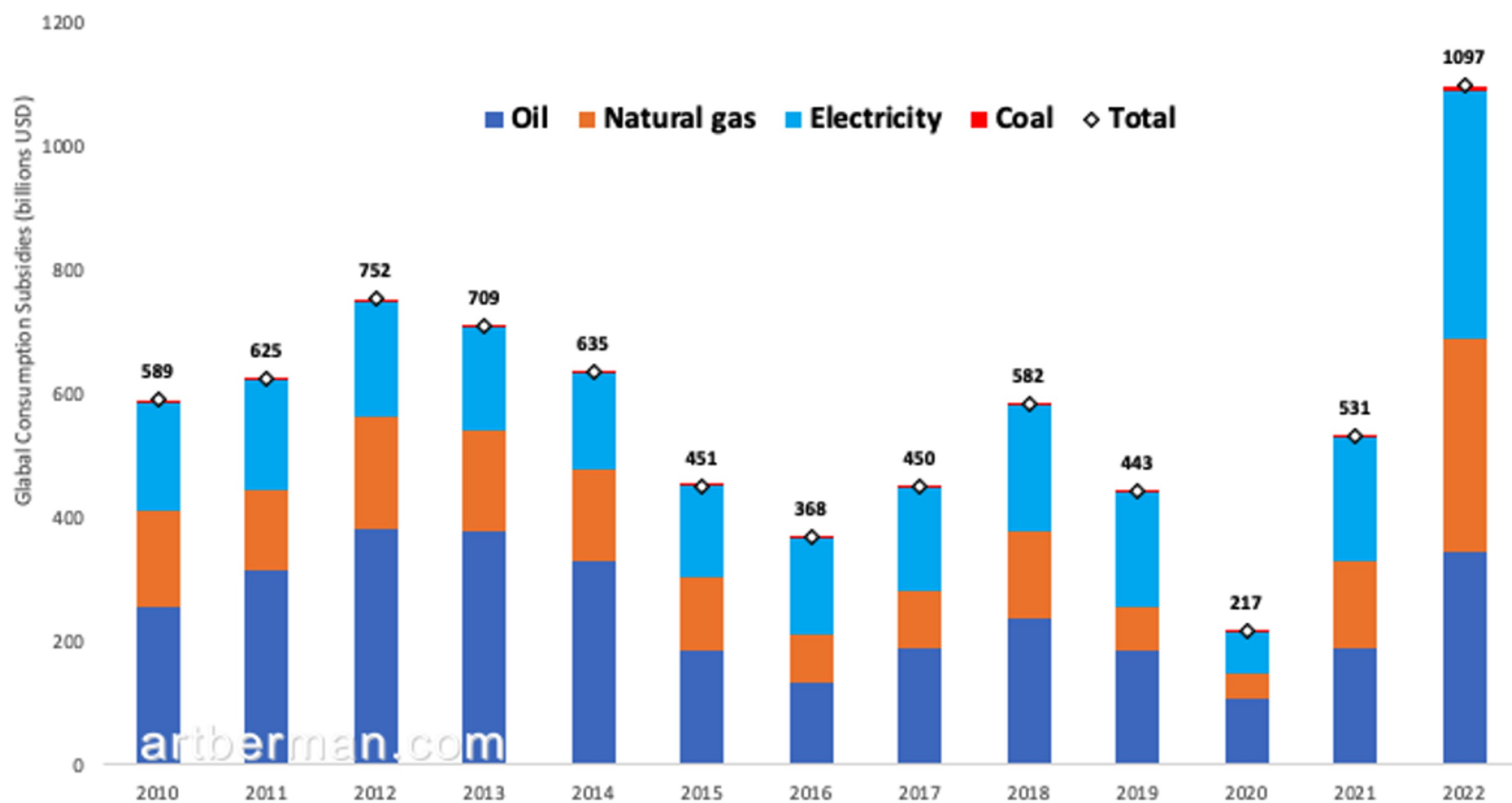
## Only 4% of global government subsidies go directly to fossil fuel companies 96% go to make fossil fuels more affordable for consumers



**Half of \$1.28 trillion in consumer subsidies (\$630 billion) went to natural gas in 2022  
& 25% each to oil (\$329 billion) & electricity (\$315 billion)  
Only \$51 billion of \$1.33 trillion (4%) were direct subsidies to companies**



## Global consumption subsidies doubled in 2022 in response to surging energy prices



**Only \$1.3 trillion (23%) of \$7 trillion in government fossil fuel support is really a subsidy and only \$51 billion (4%) of that goes directly to support fossil fuel companies  
\$5.7 trillion (77%) are "externalities" for environmental damage & under-pricing**

