MILE ADVISORY



THE ENERGY DESK

INTELLIGENCE INSIGHTS

Who is who?

Chris Wright: CEO of Liberty Energy, nominated as Secretary of Energy. Wright is a staunch advocate for fossil fuels and has expressed skepticism toward mainstream climate science- claiming that "Although increased GHG emissions are generally associated with warmer temperatures, there remains significant scientific uncertainty around feedback effects." "Policies pursued in the name of climate change" need to be carefully examined.

WATCH THIS

5:46-6:33 What are the biggest energy challenges today

29:46-30:25 What the energy transition really means

53:31-54:12 View on China and competition

Main Issues That Will Likely Be Pushed Forward

1. **Deregulation and Energy Independence:** Roll back on environmental regulations in order to boost domestic fossil fuel production, reduce reliance on foreign energy sources, and achieve energy dominance.
2. **Infrastructure Development:** Plans include accelerating approvals for pipelines and other energy infrastructure projects to enhance energy distribution and export capabilities.
3. **Advancement of Nuclear and Geothermal Energy:** expanding nuclear energy capabilities, small modular reactors (SMRs), and investing in geothermal energy to diversify the energy portfolio. Wright is openly supportive in advancing nuclear energy including Fusion.

4. **Carbon Capture Technologies** and those to mitigate emissions while continuing fossil fuel usage.
5. **Artificial Intelligence Integration:** Exploring the role of AI in optimizing energy production and distribution, while addressing the substantial energy consumption of AI technologies.

Geopolitical Considerations

Energy Security: Emphasis on energy independence aims to reduce reliance on foreign energy imports, potentially altering alliances and geopolitical strategies.

Implications for Various Stakeholders

Global Corporations: Pay attention to regulatory changes.

Startups: Emerging companies in clean energy will face challenges due to reduced federal support for renewables.

Additionally, startups with Chinese investors might encounter increased scrutiny amid geopolitical tensions.

Investors: Horizon specific considerations- shorter term focus on energy security, efficiency and ability produce solutions faster and cheaper.

Extra extra: Opportunities in Deregulated Markets- What Should a Global Startup Be Thinking About?

1. **Increased Scrutiny on Foreign Investments**
   With heightened U.S.-China tensions, startups with Chinese investors or supply chains tied to China should expect increased regulatory scrutiny, making it critical to review cap tables and partnerships for foreign entities that might raise national security concerns.
2. **Geopolitical Market Shifts**
   Diversify supply chains and consider partnerships in less-affected countries to maintain flexibility.
3. **"Made in America" Emphasis**
   A renewed focus on U.S.-based manufacturing and infrastructure development, evaluate the benefits of relocating production to the U.S. to tap into potential tax benefits or subsidies.

Recommended articles

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