

A Project Developer's Perspective on Article 6.4

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The Evolution of a Climate Specialist



Restarting the Market with the A6M



Building on Paris

Men trust their ears less than their eyes - Herodotus of Halicarnassus

Conceptual obstacles

- The role of the A6M in a crowded policy space (climate finance, REDD, RBF, ETS etc) driven by national agendas
- Key design parameters, i.e. standard-setting, registration, MRV, certification, issuance and transfer
- The scope of A6M: project/sector/policy and under/outside NDC
- Design: rethinking baselines, additionality, overall mitigation
- SD aspects: diverse sovereign standards and procedures
- Unclear relationship with CDM & JI reviews

Practical obstacles

- Under-utilisation of CDM/JI experience and infrastructure due to negative perception
- Infrastructure for registration, issuance and transfer at UN/National level
- Methodological consistency and institutional compatibility with broader Paris framework (c.f. Article 5)
- Timeline for developing rules and infrastructure
- Decline of DNA capacity
- Disappearance of DOE and developer capacity

Haggling at the Djemaa- El-Fnaa

- **Clear signals** to drive market-based action
 - ✓ Ambitious national policies that allow for the transfer of mitigation outcomes
 - ✓ International framework that recognise internationally transferred mitigation outcomes
- **Harmonised rules** to promote international fungibility, liquidity and trust in the market
 - ✓ For generation of mitigation outcomes
 - ✓ For transfer of mitigation outcomes
 - ✓ For accounting for the use of mitigation outcomes
- **Early movers, clubs and pilots** to drive the development of rules and market linkages
 - ✓ Companies can seize early opportunities, develop their capacity and contribute to the demonstration of benefits of international cooperation through concrete action
- **Demand** for mitigation is key for a market and a price signal to emerge
- **Transferrability** is key for private sector participation, and in turn requires the **MRV** of a mitigation outcome
- **Credibility** is important to drive value and therefore investment

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