

## **China's submission on the Agenda item 3.2.1 of AWG-LCA 14**

This submission is prepared according to the invitation from AWG-LCA 14.3 in Panama City for comments on co-facilitator's summary of *Discussion on matters relating to paragraphs 36-38 of the Cancun Agreements*, non-paper by the facilitator of *Possible elements of draft guidelines for biennial reports of developed country Parties*, and non-paper by the facilitator of *Possible elements of modalities and procedures for international assessment and review*, which are updated by the co-facilitators on 14 October 2011.

### **PART A. Comments on co-facilitator's summary of Discussion on matters relating to paragraphs 36-38 of the Cancun Agreements**

**Paragraph 2.** Delete the bracketed part, and replace “others preferred to contain this consideration for the developed country Parties alone” by Cancun language, that is paragraph 37 “Developed country Parties” should “increase the ambition of their economy-wide emission reduction targets, with a view to reducing their aggregate anthropogenic emissions of carbon dioxide and other greenhouse gases not controlled by the Montreal Protocol to a level consistent with that recommended by the Fourth Assessment Report of the Intergovernmental Panel on Climate Change”.

**Paragraph 3.** Bracket this part.

**Paragraph 4.** Add “according to previous discussion” between the highlighted “as there was no convergence of views by Parties” and “on this matter”.

**Paragraph 5(b).** Delete “both” and “and developing country Parties”.

**Paragraph 5(e).** Replace “quantified economy-wide emission reduction targets (QELROs)” by “quantified economy-wide emission reduction commitments”.

**Paragraph 5(f).** Delete “only] [both developed and developing country Parties]”.

**Add a new paragraph after paragraph 5 and ranked 6** (, and change the ranks afterwards): “Many parties required the comparability of efforts among Annex I Parties to be ensured by the process of international assessment and review, including the comparability of mitigation ambition, comparability of the legal form of mitigation commitments, comparability of accounting rules, comparability of compliance and consequences.”

**Paragraph 6(g).** Delete this part.

**Paragraph 6(i).** Move the word “domestically” to the end of this part.

**Paragraph 6(m).** Delete this part.

**Paragraph 8.** Add “according to previous discussion” to the end.

**Paragraph 9(a).** Bracket “in the form of organizing workshops and updating technical papers in a structured manner,” and delete “and national appropriate mitigation actions by developing country Parties”.

**Paragraph 9(b).** Bracket “this could be achieved through process/workprogramme including preparing technical papers by the secretariat and organizing workshops;”

**Paragraph 9(d).** Delete “both” and “and developing country Parties”.

**Paragraph 9(e).** Bracket this part.

**PART B. Comments on non-paper by the facilitator of Possible elements of draft guidelines for biennial reports of developed country Parties**

**Paragraph 1(c).** Delete the repeated “of the ambition”.

**Paragraph 2.** Delete “[for five-year increments]”.

**Title II.** Add “and” between “inventory” and “trends”.

**Paragraph 5.** Add “latest” before “Intergovernmental Panel on Climate Change and the accounting rules”.

**Paragraph 7.** Delete “, as appropriate”.

**Paragraph 7(a).** Delete “limitation and” in the last line, and delete “, [if applicable]”.

**Paragraph 8.** Bracket “on the role” and “in achieving its emission reduction target”. Replace “internationally agreed accounting rules” by “accounting rules adopted by COP XX”. Replace “include the following:” in the last line by “be consistent or comparable to the accounting approach under the Kyoto Protocol”.

**Paragraph 8(a)(b)(c).** Delete these parts.

**Paragraph 9.** Bracket “in achieving its economy-wide emission reduction target”.

**Paragraph 11.** Restate the sectors from the fourth line as: “ energy industries, energy use in manufacturing industries and construction, transport, other energy use, fugitive emissions from fuels, carbon dioxide transport and storage, industrial process, agriculture, forestry and other land use, waste and others”.

**Paragraph 17.** Bracket “towards achievement of its target” and “that contribute to or deduct from the achievement of the emission reduction target”.

**Paragraph 19(b).** Delete sub-items (i) and (ii), and add “accounted consistently or comparably to the approach under the Kyoto Protocol” to the end.

**Paragraph 19(d)(e)(f).** Bracket these parts.

**Paragraph 21.** Replace “national accounting methods for LULUCF” by “with the accounting methods for LULUCF adopted by the COP XX”.

**Paragraph 25(c).** Bracket “and their anticipated total effect or use of credits from market-based mechanisms or from LULUCF”.

**Paragraph 27.** Add “new and additional” before “financial” in the first line.

**Paragraph 30.** Add “for the transfer of technology” before “and for capacity-building in the areas of mitigation and adaptation”, and add “and for preparing national communication, biennial update report, national inventory” after that.

**Paragraph 30. Add sub-item (b) after (a):** “Through other channels, for which how the financial support is contributing to assist developing country Parties to mitigate GHG emissions, adapt to the adverse effects of climate change, for the transfer of technology, for capacity-building in the areas of mitigation and adaptation, and for preparing national communication, biennial update report, national inventory must be indicated”, and move sub-items (b)(c)(d)(e) to sub-sub-items (i)(ii)(iii) and (iv), and bracket sub-sub-items (iv) of private funds.

**Paragraph 32.** Delete “[developed by the Organisation for Economic Co-operation and Development’s Development Assistance Committee (DAC)]. Parties should use the DAC codes for categorizing support by specific sectors.]”.

**Paragraph 36.** Delete “investment in mitigation activities under international market-based mechanisms.] [Information should be included on”, and bracket “the UNFCCC and”.

**Paragraph 37.** Replace “environmentally-sound” by “climate-friendly”, and delete “[Such measures could include participation in multilateral technology initiatives, such as the Renewable Energy [and Energy Efficiency Partnership] or the Asian-Pacific Partnership on Clean Development and Climate]”.

**Paragraph 40(b).** Bracket “South-South”.

## **PART C. Comments on non-paper by the facilitator of Possible elements of modalities and procedures for international assessment and review**

**Paragraph 4 in the chapeau.** Delete “[or will be determined by the Party’s share of global greenhouse gas (GHG) emissions.]”.

**Paragraph 1(a).** Delete “[non-intrusive][non-confrontational]”, and replace “economy-wide emission reduction targets” by “economy-wide emission reduction commitments”.

**Paragraph 1(d).** Delete this part.

**Paragraph 1(e) and 1(g).** Replace “economy-wide emission reduction targets” by “economy-wide emission reduction commitments”.

**Paragraph 1(j).** Bracket “and eligibility criteria to participate in market-based mechanisms”.

**Paragraph 1(k).** Delete this part.

**Paragraph 2(g).** Delete this part.

**Paragraph 3(a).** Delete this part.

**Paragraph 3(b).** Replace “economy-wide emission reduction targets” by “economy-wide emission reduction commitments”.

**Paragraph 3(c).** Replace “facilitate the [consideration of ][review]” by “ensure the”.

**Paragraph 3(d).** Replace “encourage” by “request”.

**Paragraph 3(e).** Add 3(e) after 3(d): “To address compliance by Annex I Parties.”

**Paragraph 4(c).** Replace “economy-wide emission reduction targets” by “economy-wide emission reduction commitments”.

**Paragraph 5.** Add “under UNFCCC” after “existing review process”.

**Paragraph 5(b) and 5(c).** Replace “economy-wide emission reduction targets” by “economy-wide emission reduction commitments”.

**Paragraph 6(b) and 6(f).** Delete these parts.

**Paragraph 7(b)(iii).** Bracket “towards the emission reduction target”, delete Option II, and add **7bis**: “The expert assessment should identify the consistency, completeness, and accuracy of greenhouse gases inventory of the concerned Party, annual progress of the mitigation targets as well as the overall progress, sectoral emission reduction effects, the contribution to achieve mitigation commitment by its domestic actions, good practice and shortfall on mitigation actions, potential problem in fulfilling its commitment and relative solution suggestion, the audit result of supports to developing countries.”

**Paragraph 8.** Delete Option 1 to 4.

**Paragraph 12(b) and 12(c).** Delete these parts.

**Add new 12(a),** and re-rank 12(a) as 12(b): “SBI review. During the first session of SBI each year, SBI will conduct a review towards each Annex I Party on the progress and potential problems on fulfilling its commitment, the comparability of efforts, and result in a draft assessment report. The SBI draft review report will be published on UNFCCC website.”

**Re-arrange the re-ranked 12(b)** as: “Intersessional written communication. Annex I Party should assess the problems indicated by SBI in the draft review report, and make the response through the Secretariat by written report. The response report will be published on UNFCCC website as soon as the Secretariat receives it. Meanwhile, the Secretariat will receive written comments from other Parties on these SBI draft review report, and these written comments will also be published on UNFCCC website.”

**Re-arrange the 12(e) and re-ranked as 12(c):** “Among Parties review. During the end-of-year session of SBI each year, Annex I Parties will go to an among Parties review. The among Parties review will take place by verbal question and response manner. The review aims at improving the full implementation of the Convention by Annex I Parties, clarifying confusion through the mitigation progress.”

**Add new 12(d):** “SBI conclusion. During the end-of-year session of SBI each year, SBI will make conclusion for Annex I Parties, considering the draft review report, response report, and comments from other Parties. The conclusion will indicate the progress by each Annex I Party, including the existing and potential problems, and a progress rank of each, and the overall progress by Annex I Parties.

**Add new 12(e):** “Consequences. SBI will further consider the consequences for those Annex I Parties that face existing and potential problems for their achievement towards the commitments, including request those Annex I Parties to make solution to the problems and take the consequences under compliance mechanism to be established.”

**Title E:** Delete this part.

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