



National Climate Change Strategy (NCCS)



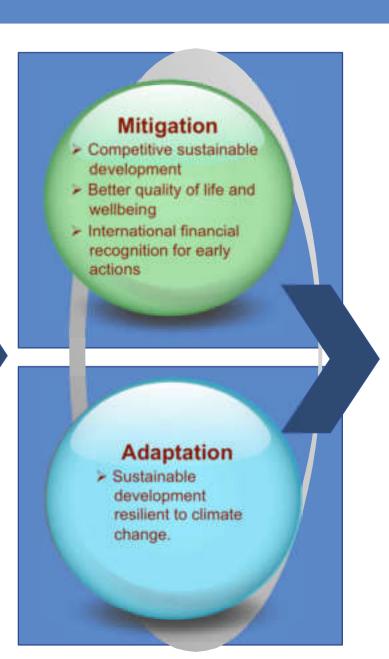




- 1- Sustainable development strategy with low carbon emission pathway:
- Promote renewable energy
- Social development
- Economic growth
- Consolidation of the National Protected System
- 2- Ensure adaptation to climate change impacts
- 3- Enhance the Country's Competitiveness
- 4 International leadership and contribute to a climate change global solution

NCCS's Local Benefits





Results

- Sustainable human development
- Poverty reduction
- Social progress
- Environmental protection
- Economic growth
- Time, cost and quality improvement in public transportation
- Health improvement

Country Carbon Neutrality: Definition



The greenhouse gas anthropogenic emissions balance will be neutral by the year 2021.

•This balance is defined as the sum of all anthropogenic CO₂e emissions PLUS the national continental territory MINUS the CO₂ sequestration and avoided emissions.

•By the year 2021, this balance must be zero.

Balance = Anthropogenic CO₂e emissions

CO₂ sequestration and avoided emissions

Balance year 2021

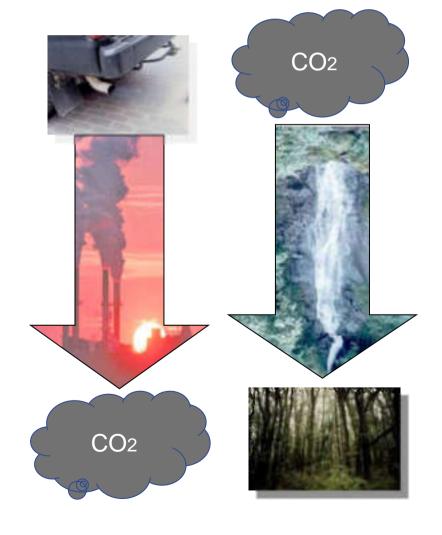
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Mitigation Strategy MINAET Mitigation Reduction of GHG emissions by sources Energy Land Use Change **Key Sectors** Agriculture Water and Livestock Resources Tourism Solid Waste CO₂





- GHG emissions reduction and capture increase by sinks.
- Use 100% sources of renewable energy
- Improve composition of the energy supply matrix (biofuels, for example)
 - and the <u>energy consumption</u> matrix (efficient and effective energy use).
- Enhance the Environmental Services Program
- Ensure consolidation of protected areas system



Mitigation

Mitigation Subaxes



Reduction of GHG emissions by sources



CO₂ sequestration (Biological)

Carbon fixation through reforestation, with an integral vision

(biodiversity, water resources, soil protection, scenic beauty, impact on communities, etc.)

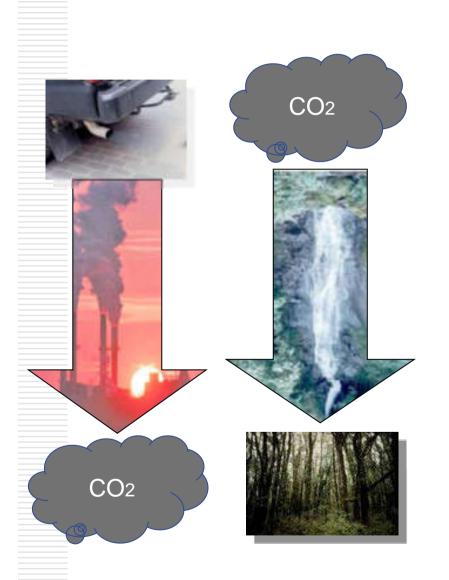
III. <u>Carbon Markets</u> (Emissions Compensation)

A. National

B. Internactonal

The Structure of Carbon Neutrality





Businesses, Goods, and Services Carbon Neutrality



Adding value through climate change





Initiatives that will:

- Enhance the competitive position
- Improve corporate responsibility
- Develop new c-friendly products
- Reduce risks:
 - Infrastructure
 - Investments



Enhancing the competitive position



ONCE THE TARGET MARKET HAS BEEN DEFINED, COMPANIES MUST:

□ <u>Differentiate</u> products and services by adding value to consumers using the <u>carbon footprint</u> as an additional advantage

"Climate quality" (zero impact)

□ Establish an appropriate (competitive) <u>cost</u> structure incorporating the <u>carbon footprint</u>.

Cost reduction through efficiency and better use of resources

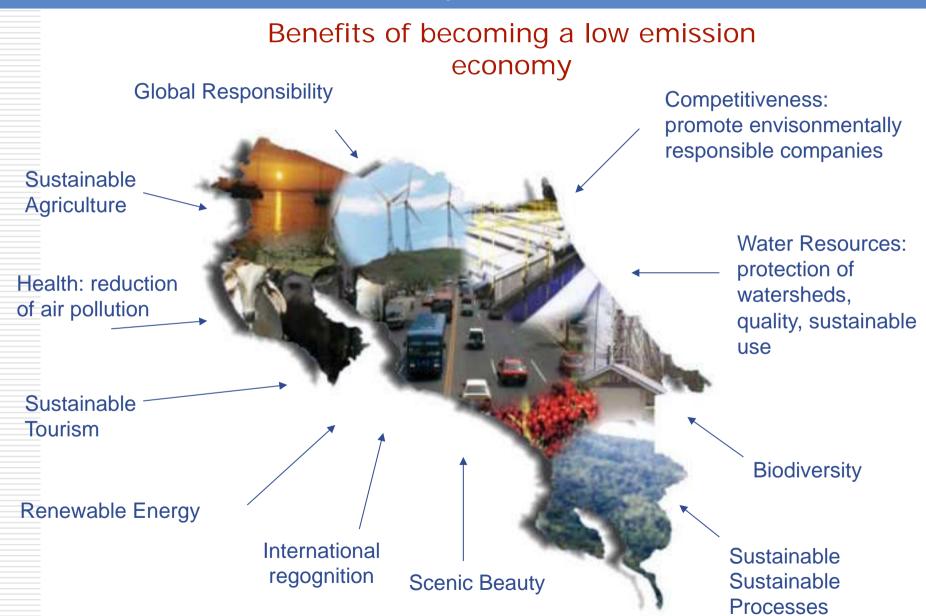
Examples of improvenemt of competitiveness through a C-Neutral Strategy



- Tourism: "C-Neutral trips to Costa Rica"
 - Promote emission compensation activities through a <u>clean trip</u> initiative.
- Production of goods and services: "Made C-Neutral in Costa Rica
 - Promote emission reduction in <u>processes</u>, <u>goods</u> and <u>services</u>.
 - Attract <u>compensated investments</u> through a policy of emission compensations.
- Energy: "C-Neutral Electricity in Costa Rica"
- Emission compensation for companies outside Costa Rica: "Made C-Neutral in Costa Rica" ("C-Neutral" recognition to foreign companies with production outside Costa Rica):
 - Promote compensation activities through a compensated products an services.
- C-Neutral Banking
- C-Neutral Universities
- C-Neutral Government

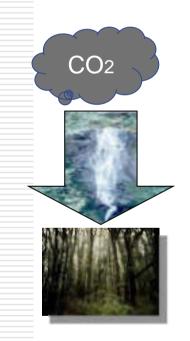
Benefits of C-Neutrality











CO₂ Carbon Sequestration

Carbon sequestration in forests and reforestation

These are some ongoing initiatives as some examples



Payment for Environmental Services Program (PESP)



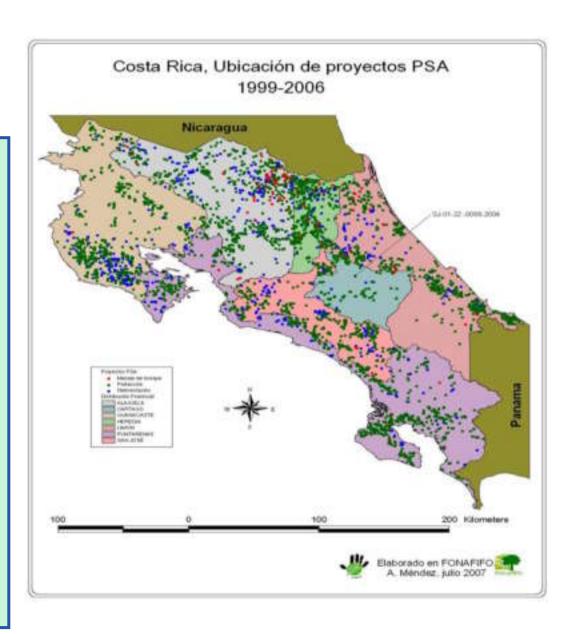


FONAFIFO receives 3.5% of consumption tax on fuels to run PESP

Goal to dedicate 6 thousand reforested hectares per year to PESP

Benefits:

- Forest Protection
- Reforestation
- Agro-Forestry Systems



Direct Impact



- 1. Promotes a reduced impact of the individual over the environment through an economic retribution.
- 2. Promotes shared responsibilities.
- 3. GHG emissions into the atmosphere are reduced through the financing of carbon fixation forestry programs.
- 4. Recognizes the importance of preserving the biodiversity and scenic beauty of diverse forest ecosystems.



The Clean Trip Initiative



Promote among air transportation users an alternative to **VOLUNTARILY** mitigate emissions generated by fossil fuel use

through forest-related mechanisms, thus contributing to Costa Rica`s goal to becoming carbon neutral.





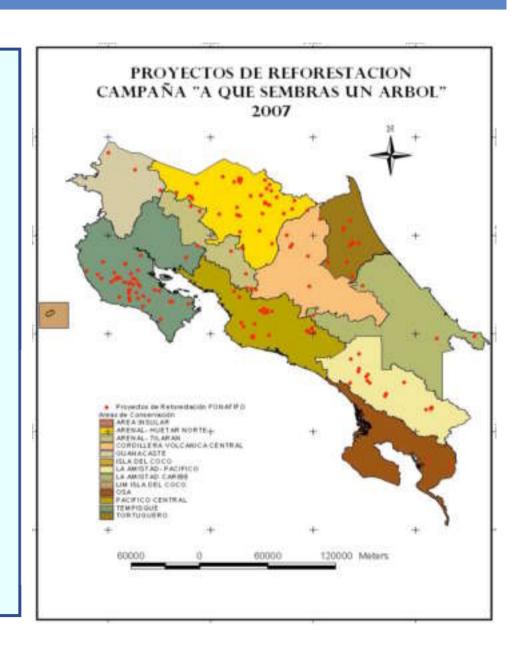


National Tree Planting Campaign



Ojectives

- Promote reforestation, agriforestry systems, and forest management
- Protect our water resources and other highly vulnerable areas
- Regenerate forest cover
- Secure the supply of sustainable wood
- Reduce the effects of climate change



Estrategia Nacional de **Cambio Climático**

Costa Rica - Resumen

THANK YOU

"Para atrevernos a actuar y adaptarnos a lo inevitable"



