

## Like-Minded Developing Countries' Views on Article 6.2

### Principles

- PA's bottom-up approach
- Embracing NDC/SD diversity
- Fostering cooperation (accommodation of all NDCs)
- Safeguards
  - Focus on NDC implementation
  - Protecting SD
- Art.6 is unitary

## Elements

- NDC (goal)
- Sustainable development (goal)
- Environmental integrity (provision)
- Transparency (provision)
- Accounting (provision)
  
- Goals (nationally defined) should be served (not inhibited) by (facilitative) provisions

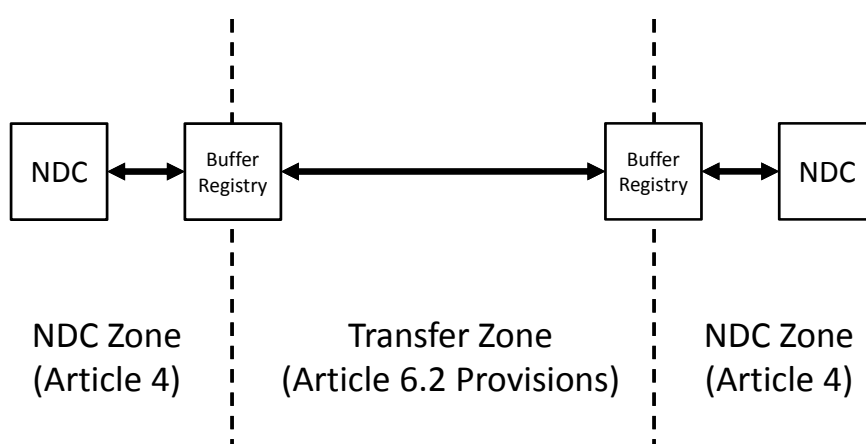
## Scope (of Facilitative Provisions)

- Transfers (not mitigation generation)
- Transfers unique to Article 6
- Mitigation generation/outcomes
  - Addressed elsewhere in PA (w/similar provisions)
  - Nationally determined (NDC)

## Mitigation Outcomes

- Need to avoid duplication (environmental integrity, transparency, accounting...)
- Need full spectrum of mitigation outcomes, including:
  - Mitigation co-benefits of adaptation including economic diversification (Art 4.7)
  - Emission avoidance
- Accommodation of various metrics (as determined by cooperating Parties).

## Scope of Article 6.2



## Sustainable Development

- Inherently nationally defined
- Promotion: active and protective means
- Active: national prerogative through authorization
- Protective (safeguard):
  - SD harmony (social, environmental & economic)
  - Negative socio-economic impacts (Art 4.15)
  - Manageable sustainable development transition

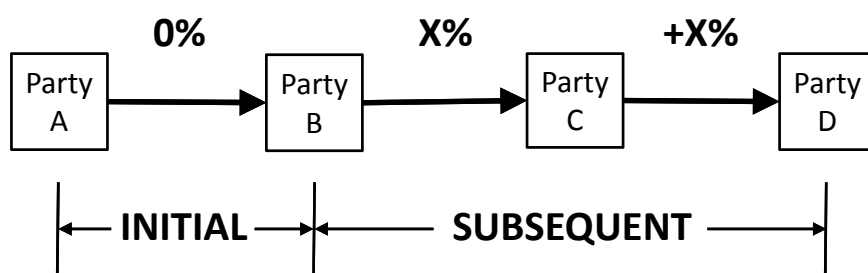
## Supplementarity

- PA grounded in domestic action
- Article 6.2 risks augmenting this
- Unbound ITMO use risks undue advantages
- Use of ITMOs should be supplemental to domestic action (acquisition limits)
- Safeguard

## Share of Proceeds

- Apply to 6.2 to ensure that 6.4 is not disadvantaged
- Channel to Adaptation Fund
- Apply progressively at increased rate with subsequent transfers
- Benefits:
  - Adaptation support (developing countries)
  - NDC implementation focus
  - Reduction of volatilities

## Progressive Share of Proceeds



Thank You