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Item 3 of the provisional agenda Adoption of decisions forwarded by the Conference of the Parties to the Conference of the Parties serving as the meeting of the Parties to the Kyoto Protocol at its first session

# Compendium of draft decisions forwarded for adoption by the Conference of the Parties serving as the meeting of the Parties to the Kyoto Protocol at its first session

Note by the secretariat

Addendum

Decisions concerning land use, land-use change and forestry, and matters relating to Article 3, paragraph 14, of the Kyoto Protocol

#### **CONTENTS**

Page

Text B. Draft decision -/CMP.1. Land use, land-use change and forestry <sup>1</sup>	3
Text C. Draft decision -/CMP.1. Good practice guidance for land use, land-use change and forestry activities under Article 3, paragraphs 3 and 4, of the Kyoto Protocol <sup>2</sup>	10
Text D. Draft decision -/CMP.1. Matters relating to Article 3, paragraph 14, of the Kyoto Protocol <sup>3</sup>	12

 <sup>&</sup>lt;sup>1</sup> This draft decision was originally attached to decision 11/CP.7 (FCCC/CP/2001/13/Add.1) and was amended by decision 12/CP.7 (FCCC/CP/2001/13/Add.1) and decision 22/CP.9 (FCCC/CP/2003/6/Add.2).
<sup>2</sup> This draft decision was originally attached to decision 15/CP.10 (FCCC/CP/2004/10/Add.2).
<sup>3</sup> This draft decision was originally attached to decision 9/CP.7 (FCCC/CP/2001/13/Add.1).

### Text B

# **Draft decision -/CMP.1**\*

## Land use, land-use change and forestry

#### The Conference of the Parties serving as the meeting of the Parties to the Kyoto Protocol,

*Affirming* that the implementation of land use, land-use change and forestry activities included under the provisions of the Kyoto Protocol shall be consistent with the objectives and principles of, and any decisions taken under, the United Nations Framework Convention on Climate Change and its Kyoto Protocol,

Having considered decision 11/CP.7 adopted by the Conference of the Parties at its seventh session,

1. *Affirms* that the following principles govern the treatment of land use, land-use change and forestry activities:

- (a) That the treatment of these activities be based on sound science
- (b) That consistent methodologies be used over time for the estimation and reporting of these activities
- (c) That the aim stated in Article 3, paragraph 1, of the Kyoto Protocol not be changed by accounting for land use, land-use change and forestry activities
- (d) That the mere presence of carbon stocks be excluded from accounting
- (e) That the implementation of land use, land-use change and forestry activities contributes to the conservation of biodiversity and sustainable use of natural resources
- (f) That accounting for land use, land-use change and forestry does not imply a transfer of commitments to a future commitment period
- (g) That reversal of any removal due to land use, land-use change and forestry activities be accounted for at the appropriate point in time
- (h) That accounting excludes removals resulting from: (i) elevated carbon dioxide concentrations above their pre-industrial level; (ii) indirect nitrogen deposition; and (iii) the dynamic effects of age structure resulting from activities and practices before the reference year;

2. Decides that good practice guidance, and methods to estimate, measure, monitor and report changes in carbon stocks and anthropogenic greenhouse gas emissions by sources and removals by sinks resulting from land use, land-use change and forestry activities, as developed by the Intergovernmental Panel on Climate Change, shall be applied by Parties, if decided in accordance with relevant decisions of the Conference of the Parties and the Conference of the Parties serving as the meeting of the Parties to the Kyoto Protocol;

<sup>\*</sup> This draft decision was originally attached to decision 11/CP.7 (FCCC/CP/2001/13/Add.1) and was amended by decision 12/CP.7 (FCCC/CP/2001/13/Add.1) and decision 22/CP.9 (FCCC/CP/2003/6/Add.2).

### FCCC/KP/CMP/2005/3/Add.1 Page 4

3. Decides that anthropogenic greenhouse gas emissions by sources and removals by sinks shall be accounted for in accordance with the annex to the present decision and reported in annual inventories and reviewed in accordance with relevant decisions relating to Articles 5, 7 and 8 of the Kyoto Protocol, and in accordance with the *Revised 1996 IPCC Guidelines for National Greenhouse Gas Inventories*, any future elaboration of these guidelines, or parts of them, and any good practice guidance on land-use change and forestry in accordance with relevant decisions of the Conference of the Parties and the Conference of the Parties serving as the meeting of the Parties to the Kyoto Protocol;

4. *Adopts* the definitions, modalities, rules and guidelines relating to land use, land-use change and forestry activities under Articles 3, 6 and 12 of the Kyoto Protocol contained in the attached annex for application in the first commitment period.

#### ANNEX

## Definitions, modalities, rules and guidelines relating to land use, land-use change and forestry activities under the Kyoto Protocol

#### A. Definitions

1. For land use, land-use change and forestry activities under Article<sup>1</sup> 3, paragraphs 3 and 4, the following definitions shall apply:

- (a) "Forest" is a minimum area of land of 0.05–1.0 hectares with tree crown cover (or equivalent stocking level) of more than 10–30 per cent with trees with the potential to reach a minimum height of 2–5 metres at maturity in situ. A forest may consist either of closed forest formations where trees of various storeys and undergrowth cover a high proportion of the ground or open forest. Young natural stands and all plantations which have yet to reach a crown density of 10–30 per cent or tree height of 2–5 metres are included under forest, as are areas normally forming part of the forest area which are temporarily unstocked as a result of human intervention such as harvesting or natural causes but which are expected to revert to forest
- (b) "Afforestation" is the direct human-induced conversion of land that has not been forested for a period of at least 50 years to forested land through planting, seeding and/or the human-induced promotion of natural seed sources
- (c) "Reforestation" is the direct human-induced conversion of non-forested land to forested land through planting, seeding and/or the human-induced promotion of natural seed sources, on land that was forested but that has been converted to non-forested land. For the first commitment period, reforestation activities will be limited to reforestation occurring on those lands that did not contain forest on 31 December 1989
- (d) "Deforestation" is the direct human-induced conversion of forested land to non-forested land
- (e) "Revegetation" is a direct human-induced activity to increase carbon stocks on sites through the establishment of vegetation that covers a minimum area of 0.05 hectares and does not meet the definitions of afforestation and reforestation contained here
- (f) "Forest management" is a system of practices for stewardship and use of forest land aimed at fulfilling relevant ecological (including biological diversity), economic and social functions of the forest in a sustainable manner
- (g) "Cropland management" is the system of practices on land on which agricultural crops are grown and on land that is set aside or temporarily not being used for crop production
- (h) "Grazing land management" is the system of practices on land used for livestock production aimed at manipulating the amount and type of vegetation and livestock produced.

<sup>&</sup>lt;sup>1</sup> "Article" in this annex refers to an Article of the Kyoto Protocol, unless otherwise specified.

## B. Article 3, paragraph 3

2. For the purposes of Article 3, paragraph 3, eligible activities are those direct human-induced afforestation, reforestation and/or deforestation activities that meet the requirements set forth in this annex and that started on or after 1 January 1990 and before 31 December of the last year of the commitment period.

3. For the purposes of determining the area of deforestation to come into the accounting system under Article 3, paragraph 3, each Party shall determine the forest area using the same spatial assessment unit as is used for the determination of afforestation and reforestation, but not larger than 1 hectare.

4. For the first commitment period, debits<sup>2</sup> resulting from harvesting during the first commitment period following afforestation and reforestation since 1990 shall not be greater than credits<sup>3</sup> accounted for on that unit of land.

5. Each Party included in Annex I shall report, in accordance with Article 7, on how harvesting or forest disturbance that is followed by the re-establishment of a forest is distinguished from deforestation. This information will be subject to review in accordance with Article 8.

## C. Article 3, paragraph 4

6. A Party included in Annex I may choose to account for anthropogenic greenhouse gas emissions by sources and removals by sinks resulting from any or all of the following human-induced activities, other than afforestation, reforestation and deforestation, under Article 3, paragraph 4, in the first commitment period: revegetation, forest management, cropland management, and grazing land management.

7. A Party included in Annex I wishing to account for activities under Article 3, paragraph 4, shall identify, in its report to enable the establishment of its assigned amount pursuant to Article 3, paragraphs 7 and 8, the activities under Article 3, paragraph 4, which it elects to include in its accounting for the first commitment period. Upon election, a decision by a Party will be fixed for the first commitment period.

8. During the first commitment period, a Party included in Annex I that selects any or all of the activities mentioned in paragraph 6 above shall demonstrate that such activities have occurred since 1990 and are human-induced. A Party included in Annex I shall not account for emissions by sources and removals by sinks resulting from activities under Article 3, paragraph 4, if these are already accounted for under Article 3, paragraph 3.

9. For the first commitment period, accountable anthropogenic greenhouse gas emissions by sources and removals by sinks resulting from cropland management, grazing land management and revegetation under Article 3, paragraph 4, shall be equal to anthropogenic greenhouse gas emissions by sources and removals by sinks in the commitment period, less five times the anthropogenic greenhouse gas emissions by sources and removals by sinks resulting from these eligible activities in the base year of that Party, while avoiding double accounting.

10. For the first commitment period, a Party included in Annex I that incurs a net source of emissions under the provisions of Article 3, paragraph 3, may account for anthropogenic greenhouse gas emissions by sources and removals by sinks in areas under forest management under Article 3, paragraph 4, up to a level that is equal to the net source of emissions under the provisions of Article 3,

<sup>&</sup>lt;sup>2</sup> "Debits": where emissions are larger than removals on a unit of land.

<sup>&</sup>lt;sup>3</sup> "Credits": where removals are larger than emissions on a unit of land.

paragraph 3, but not greater than 9.0 megatonnes of carbon times five, if the total anthropogenic greenhouse gas emissions by sources and removals by sinks in the managed forest since 1990 is equal to, or larger than, the net source of emissions incurred under Article 3, paragraph 3.

11. For the first commitment period only, additions to and subtractions from the assigned amount of a Party<sup>4</sup> resulting from forest management under Article 3, paragraph 4, after the application of paragraph 10 above and resulting from forest management project activities undertaken under Article 6, shall not exceed the value inscribed in the appendix<sup>5</sup> below, times five.

12. A Party may request the Conference of the Parties to reconsider its numerical values as contained in paragraph 10 and in the appendix to paragraph 11, with a view to the Conference of the Parties recommending a decision for adoption to the Conference of the Parties serving as the meeting of the Parties to the Kyoto Protocol, no later than two years prior to the beginning of the first commitment period. Such a reconsideration shall be based upon country-specific data and the elements of guidance and consideration in footnote 5 to paragraph 11. These shall be submitted and reviewed in accordance with relevant decisions related to Articles 5, 7 and 8 of the Kyoto Protocol, and in accordance with the Intergovernmental Panel on Climate Change (IPCC) *Revised 1996 IPCC Guidelines for National Greenhouse Gas Inventories*, any future elaboration of these guidelines, or parts of them, and any good practice guidance on land use, land-use change and forestry in accordance with the relevant decisions of the Parties.

## D. Article 12

13. The eligibility of land use, land-use change and forestry project activities under Article 12 is limited to afforestation and reforestation.

14. For the first commitment period, the total of additions to a Party's assigned amount resulting from eligible land use, land-use change and forestry project activities under Article 12 shall not exceed one per cent of base year emissions of that Party, times five.

15. The treatment of land use, land-use change and forestry project activities under Article 12 in future commitment periods shall be decided as part of the negotiations on the second commitment period.

### E. General

16. Each Party included in Annex I shall, for the purposes of applying the definition of "forest" as contained in paragraph 1 (a) above, select a single minimum tree crown cover value between 10 and 30 per cent, a single minimum land area value between 0.05 and 1 hectare and a single minimum tree height value between 2 and 5 metres. The selection of a Party shall be fixed for the duration of the first commitment period. The selection shall be included as an integral part of its report to enable the calculation of its assigned amount pursuant to Article 3, paragraphs 7 and 8, in accordance with decision 19/CP.7, and shall include the values for tree crown cover, tree height and the minimum land area. Each Party shall justify in its reporting that such values are consistent with the information that has historically

<sup>&</sup>lt;sup>4</sup> In accordance with decision -/CMP.1 (*Modalities for the accounting of assigned amounts*).

<sup>&</sup>lt;sup>5</sup> In arriving at the values in the appendix below, the Conference of the Parties was guided by the application of an 85 per cent discount factor to account for the removals identified in paragraph 1 (h) of decision -/CMP.1 (*Land use, land-use change and forestry*) and a 3 per cent cap on forest management, using a combination of data provided by Parties and by the Food and Agriculture Organization of the United Nations (FAO). Consideration was also given to national circumstances (including the degree of effort needed to meet Kyoto commitments and the forest management measures implemented). The accounting framework established in this paragraph shall not be construed as establishing any precedent for the second and subsequent commitment periods.

been reported to the Food and Agriculture Organization of the United Nations or other international bodies, and if they differ, explain why and how such values were chosen.

17. For the first commitment period, and subject to other provisions in this annex, the additions to and subtractions from the assigned amount of a Party pursuant to Article 3, paragraphs 7 and 8, shall be equal to anthropogenic greenhouse gas emissions by sources and removals by sinks measured as verifiable changes in carbon stocks, and non-carbon dioxide greenhouse gas emissions during the period 1 January 2008 to 31 December 2012 resulting from afforestation, reforestation and deforestation under Article 3, paragraph 3 and forest management under Article 3, paragraph 4, that have taken place since 1 January 1990. Where the result of this calculation is a net sink of greenhouse gases, this value shall be added to the assigned amount of that Party. Where the result of this calculation is a net source of greenhouse gas emissions, this value shall be subtracted from the assigned amount of that Party.

18. Accounting of anthropogenic greenhouse gas emissions by sources and removals by sinks resulting from land use, land-use change and forestry activities under Article 3, paragraphs 3 and 4, shall begin with the onset of the activity or the beginning of the commitment period, whichever comes later.

19. Once land is accounted for under Article 3, paragraphs 3 and 4, all anthropogenic greenhouse gas emissions by sources from and removals by sinks on this land must be accounted for throughout subsequent and contiguous commitment periods.

20. National inventory systems under Article 5, paragraph 1 shall ensure that areas of land subject to land use, land-use change and forestry activities under Article 3, paragraphs 3 and 4, are identifiable, and information about these areas should be provided by each Party included in Annex I in their national inventories in accordance with Article 7. Such information will be reviewed in accordance with Article 8.

21. Each Party included in Annex I shall account for all changes in the following carbon pools: above-ground biomass, below-ground biomass, litter, dead wood, and soil organic carbon. A Party may choose not to account for a given pool in a commitment period, if transparent and verifiable information is provided that the pool is not a source.

Party <sup>a</sup>	Mt C/yr
Australia	0.00
Austria	0.63
Belarus	
Belgium	0.03
Bulgaria	0.37
Canada	12.00
Croatia	0.265 <sup>b</sup>
Czech Republic	0.32
Denmark	0.05
Estonia	0.10
Finland	0.16
France	0.88
Germany	1.24
Greece	0.09
Hungary	0.29
Iceland	0.00
Ireland	0.05
Italy	0.18
Japan	13.00
Latvia	0.34
Liechtenstein	0.01
Lithuania	0.28
Luxembourg	0.01
Monaco	0.00
Netherlands	0.01
New Zealand	0.20
Norway	0.40
Poland	0.82
Portugal	0.22
Romania	1.10
Russian Federation	33.00 <sup>c</sup>
Slovakia	0.50
Slovenia	0.36
Spain	0.67
Sweden	0.58
Switzerland	0.50
Ukraine	1.11
United Kingdom	0.37

### APPENDIX

<sup>a</sup> The list of countries in this table differs from that found in decision 5/CP.6 as a result of consultations undertaken during the session. <sup>b</sup> This figure has been added by decision 22/CP.9. <sup>c</sup> This figure is changed from 17.63 to 33.00 by decision 12/CP.7.

## Text C

# **Draft decision -/CMP.1**\*

## Good practice guidance for land use, land-use change and forestry activities under Article 3, paragraphs 3 and 4, of the Kyoto Protocol

The Conference of the Parties serving as the meeting of the Parties to the Kyoto Protocol,

*Recalling*, in particular, Article 3, paragraphs 3 and 4, Article 5, paragraph 2, and Article 7, paragraph 1, of the Kyoto Protocol,

Recalling also decisions 11/CP.7, 19/CP.7, 21/CP.7, 22/CP.7 and 13/CP.9,

*Reaffirming* that anthropogenic emissions by sources and removals by sinks of greenhouse gases not controlled by the Montreal Protocol should be reported in a transparent, consistent, comparable, complete and accurate way,

*Having considered* the relevant recommendations of the Subsidiary Body for Scientific and Technological Advice,

1. Decides that for the first commitment period Parties included in Annex I to the Convention that have ratified the Kyoto Protocol shall apply the good practice guidance for land use, land-use change and forestry, as developed by the Intergovernmental Panel on Climate Change, in a manner consistent with the Kyoto Protocol and draft decision -/CMP.1 (*Land use, land-use change and forestry*) and the annex to this draft decision,<sup>1</sup> for the purpose of providing information on anthropogenic greenhouse gas emissions by sources and removals by sinks from land use, land-use change and forestry activities under Article 3, paragraph 3, and, if any, elected activities under Article 3, paragraph 4, in accordance with Article 5, paragraph 2, of the Kyoto Protocol;

2. *Decides* to use, for reporting information supplementary to annual greenhouse gas inventory information in the first commitment period, in addition to the elements specified in paragraphs 5–9 of the annex to draft decision -/CMP.1 (*Article 7*), attached to decision 22/CP.7, supplementary information to be included in an annex to the national inventory report, contained in annex I to this decision, as well as the tables of the common reporting format<sup>2</sup> for activities under Article 3, paragraphs 3 and 4, of the Kyoto Protocol, contained in annex II to this decision;

3. *Requests* the secretariat to develop reporting software for the tables referred to in paragraph 2 above.

<sup>\*</sup> This draft decision was originally attached to decision 15/CP.10 (FCCC/CP/2004/10/Add.2).

<sup>&</sup>lt;sup>1</sup> Noting that reporting methods contained in chapter 4 of the Intergovernmental Panel on Climate Change *Good Practice Guidance for Land Use, Land-Use Change and Forestry* should ensure that areas of land subject to land use, land-use change and forestry activities under Article 3, paragraphs 3 and 4, are identifiable.

<sup>&</sup>lt;sup>2</sup> The common reporting format is a standardized format to be used by Parties for electronic reporting of estimates of greenhouse gas emissions and removals and any other relevant information. For technical reasons (for example, size of tables and fonts), the layout of the printed version of the tables of the common reporting format for land use, land-use change and forestry activities in this document cannot be standardized.

#### ANNEXES

[to be incorporated in accordance with decision 15/CP.10, paragraph 5]\*

<sup>&</sup>lt;sup>\*</sup> Paragraph 2 of the present draft decision decides the use of (a) supplementary information to be included in an annex to the national inventory report, and (b) the tables of the common reporting format for activities under Article 3, paragraphs 3 and 4, of the Kyoto Protocol, included in annexes I and II, respectively. This decision has been forwarded for adoption by the Conference of the Parties serving as the meeting of the Parties to the Kyoto Protocol with a note in the annex section which specifies that these annexes will be incorporated in accordance with decision 15/CP.10 (FCCC/CP/2004/10/Add.2). Paragraph 5 of decision 15/CP.10 requests the Subsidiary Body for Scientific and Technological Advice to update the common reporting format tables contained in annex II to that decision and to prepare a draft decision for adoption by the Conference of the Parties serving as the meeting of the Parties to the Kyoto Protocol to incorporate the updated tables in an annex to the present draft decision. Such an update should be undertaken following the consideration of experiences gained in using the tables of the common reporting format contained in annex II to decision 15/CP.10 and on the basis of views by Parties to be considered by the Subsidiary Body for Scientific and Technological Advice at its twenty-seventh session. The tables of the common reporting format are available in document FCCC/CP/2004/10/Add.2, pages 47–61.

## Text D

## **Draft decision -/CMP.1**\*

# Matters relating to Article 3, paragraph 14, of the Kyoto Protocol

The Conference of the Parties serving as the meeting of the Parties to the Kyoto Protocol,

Determined to protect the climate system for present and future generations,

Having considered matters relating to Article 3, paragraph 14, of the Kyoto Protocol,

Recalling decisions 8/CP.4 and 5/CP.4,

Recalling also decisions 5/CP.4 and 12/CP.5,

*Reiterating* that the extent to which developing country Parties will effectively implement their commitments will depend on the effective implementation by the developed country Parties of their commitments related to financial resources and transfer of technology and will take fully into account that economic and social development and poverty eradication are the first and overriding priorities of the developing country Parties,

*Reiterating* that Parties should protect the climate system for the benefit of present and future generations of humankind, on the basis of equity and in accordance with their common but differentiated responsibilities and respective capabilities and, accordingly, that the developed country Parties should take the lead in combating climate change and the adverse effects thereof,

*Recognizing* that developing country Parties that would have to bear a disproportionate or abnormal burden under the Convention should be given full consideration,

*Recognizing* that low-lying and other small island countries, countries with low-lying coastal, arid and semi-arid areas or areas liable to floods, drought and desertification, and developing countries with fragile mountainous ecosystems, are particularly vulnerable to the adverse effects of climate change,

*Recognizing* the special difficulties of those countries, especially developing countries, whose economies are particularly dependent on fossil fuel production, use and exportation, as a consequence of action taken to limit greenhouse gas emissions,

1. *Decides* to establish a process for the implementation of Article 3, paragraph 14, of the Kyoto Protocol, including exchange of information and the development of methodologies on the assessment of adverse social, environmental and economic impacts on developing country Parties, particularly those identified in Article 4, paragraphs 8 and 9, of the Convention, and of their minimization; among the issues to be considered shall be the establishment of funding, insurance and transfer of technology;

2. *Recognizes* that minimizing the impact of the implementation of Article 3, paragraph 1, of the Kyoto Protocol is a development concern affecting both the industrialized and developing countries. Each Party included in Annex I commits itself to take fully into account the consequences of

<sup>\*</sup> This draft decision was originally attached to decision 9/CP.7 (FCCC/CP/2001/13/Add.1).

these actions on developing countries, and to prevent or minimize their adverse effects on developing countries; these Parties consider such action as a cost-effectiveness measure;

3. *Requests* each Party included in Annex I to provide information, as part of the necessary supplementary information to its annual inventory report, in accordance with the guidelines under Article 7, paragraph 1, of the Kyoto Protocol, relating to how it is striving, under Article 3, paragraph 14, of the Kyoto Protocol, to implement the commitments mentioned in Article 3, paragraph 1, of the Kyoto Protocol in such a way as to minimize adverse social, environmental and economic impacts on developing country Parties, particularly those identified in Article 4, paragraphs 8 and 9, of the Convention; and further requests those Parties to incorporate, in this respect, information on action identified in paragraph 8 below, based on methodologies identified at the workshop referred to in paragraph 11 below;

4. *Decides* that the information referred to in paragraph 3 above shall be considered by the facilitative branch of the compliance committee;

5. *Invites* Parties not included in Annex I to provide information on their specific needs and concerns related to the adverse social, environmental and economic impacts arising from the implementation of commitments under Article 3, paragraph 1, of the Kyoto Protocol, and requests Parties included in Annex II to the Convention to provide support for that purpose;

6. *Decides* to develop guidelines before the second session of the Conference of the Parties serving as the meeting of the Parties to the Kyoto Protocol to help determine if Parties included in Annex I are striving to minimize adverse effects, including the adverse effects of climate change, effects on international trade, and social, environmental and economic impacts on other Parties, especially developing country Parties, and in particular those identified in Article 4, paragraphs 8 and 9, of the Convention, based on methodologies identified at the workshop referred to in paragraph 11 below;

7. *Invites* the Intergovernmental Panel on Climate Change, in cooperation with other relevant organizations, to prepare a technical paper on geological carbon storage technologies, covering current information, and report on it for the consideration of the Conference of the Parties serving as the meeting of the Parties to the Kyoto Protocol at its second session;

8. *Agrees* that Parties included in Annex II to the Convention, and other Parties included in Annex I in a position to do so, should give priority, in implementing their commitments under Article 3, paragraph 14, of the Kyoto Protocol, to the following actions:

- (a) The progressive reduction or phasing out of market imperfections, fiscal incentives, tax and duty exemptions and subsidies in all greenhouse gas emitting sectors, taking into account the need for energy price reforms to reflect market prices and externalities, in pursuit of the objective of the Convention
- (b) Removing subsidies associated with the use of environmentally unsound and unsafe technologies
- (c) Cooperating in the technological development of non-energy uses of fossil fuels, and supporting developing country Parties to this end
- (d) Cooperating in the development, diffusion and transfer of less greenhouse-gas-emitting advanced fossil-fuel technologies, and/or technologies relating to fossil fuels that capture and store greenhouse gases, and encouraging their wider use; and facilitating the participation of the least developed countries and other Parties not included in Annex I in this effort

### FCCC/KP/CMP/2005/3/Add.1 Page 14

- (e) Strengthening the capacity of developing country Parties identified in Article 4, paragraphs 8 and 9, of the Convention for improving efficiency in upstream and downstream activities relating to fossil fuels, taking into consideration the need to improve the environmental efficiency of these activities
- (f) Assisting developing country Parties which are highly dependent on the export and consumption of fossil fuels in diversifying their economies;

9. *Encourages* Parties included in Annex I to adopt policies and measures that will result in reductions in emissions of greenhouse gases, as an effective contribution to minimizing the adverse effects of climate change, and to provide information on these policies and measures in their national communications;

10. *Decides* to review the actions taken by Parties included in Annex I, in accordance with this decision, and to consider, at its third session, what further actions are necessary; among the issues to be considered shall be the establishment of funding, insurance and transfer of technology, pursuant to Article 3, paragraph 14;

11. *Requests* the secretariat to organize, before the second session of the Conference of the Parties serving as the meeting of the Parties to the Kyoto Protocol, a workshop on reporting methodologies on ways to minimize adverse social, environmental and economic impacts on developing country Parties of the implementation of policies and measures by Parties included in Annex I in achieving their quantified emission limitation and reduction commitments under Article 3, paragraph 1;

12. *Requests* the Subsidiary Body for Scientific and Technological Advice and the Subsidiary Body for Implementation to consider the output of the workshop referred to in paragraph 11 above, and to make recommendations thereon to the second session of the Conference of the Parties serving as the meeting of the Parties to the Kyoto Protocol.

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