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UNITED NATIONS FRAMEWORK CONVENTION ON CLIMATE CHANGE

CONFERENCE OF THE PARTIES*

Fourth session

Buenos Aires, 2-13 November 1998

Agenda items 4 (f) and 5 (a) (ii)-(iv)

MATTERS RELATED TO DECISION 1/CP.3, PARAGRAPH 5

Article 6 of the Kyoto Protocol

Article 12 of the Kyoto Protocol

Article 17 of the Kyoto Protocol

ACTIVITIES IMPLEMENTED JOINTLY

Compilation of submissions by Parties

Addendum

1. In addition to the submissions contained in FCCC/CP/1998/MISC.7 and Add.1-2, one further submission has been received.
2. In accordance with the procedure for miscellaneous documents, the submission received is attached and reproduced in the language in which it was received and without formal editing.

* Including the ninth sessions of the Subsidiary Body for Scientific and Technological Advice and the Subsidiary Body for Implementation.

FCCC/CP/1998/MISC.7/Add.3

EZE.98-

SUBMISSION BY INDONESIA
(On behalf of the Group of 77 and China)

**INITIAL WORK PROGRAMME ON MECHANISMS
OF THE KYOTO PROTOCOL**

| Provisions in KP | Elements | Prioritisation |
|-----------------------------|--|-----------------------|
| | General | 1 |
| | (1) Principles | |
| | (2) Nature and Scope of the Mechanisms | |
| | (3) Equity and transparency | |
| | (4) Supplementarity | |
| | (5) Climate Change Effectiveness | |
| | (6) Institutional Framework | |
| | (7) Capacity Building | |
| | (8) Adaptation | |
| | (9) Compliance | |
| | Article 12 - clean development mechanism | 1 |
| | <u>Basic</u> | |
| 12.2 | (1) Purpose of cdm projects | |
| 3,12.2 | (2) Supplementarity to domestic action for achieving compliance with reduction commitments under Article 3 | |
| 12.2 | (3) Compatibility with sustainable development priorities/ strategies | |
| 12.2 | (4) Special needs of least developed countries | |
| 12.2 | (5) Criteria for project eligibility | |
| 12.8 | (6) Adaptation | |
| 12.2,12.7 | (7) Transparency, non-discrimination, prevention of distortion of competition | |
| | <u>Methodological and Technical</u> | |
| 12.3 (b) | (8) "Part of " Annex I commitments | |
| 12.5 (c) | (9) Additionality criteria in project funding | |
| 12.5 (b) | (10) Criteria for real, measurable and long-term benefits related to climate change | |
| 12.5 | (11) Criteria for certification | |

- 12.5 (c) (12) Criteria for project baseline
- 12.3 (a),12.9 (13) Definition of the concept of certified emission reductions
- 12.7 (14) Systems for independent auditing and verification of project activities
- 12.5,12.7 (15) Format for reporting
- 12.10 (16) Implication of Article 12.10 of the Kyoto Protocol, including implications for a possible interim phase approach of the cdm
- 3.3 & 3.4 (17) Outcome of methodological work on Articles 3.3 and 3.4

Process

- 3.12, 12.9, 12.10 (18) Acquisition and transfer of certified emission reduction units
- 12.8 (19) Determination of share of proceeds for adaptation
- 12.8 (20) Determination of share of proceeds for administration
- 12.6 (21) Criteria and procedures for arranging funding for certified project activities
- 12.8 (22) Criteria and procedures for assisting developing country Parties that are particularly vulnerable to meet adaptation costs
- 12.2 (23) Approval by involved parties of sustainable development

Institutional

- 12.4 (24) Authority and guidance of the COP
- 12.4 (25) Accountability of the Executive Board to the COP/moP
- 12.4,12.5, 12.7,12.8, 12.9 (26) Functions of, relationship among and operational procedures of the COP, COP/MOP. the executive board and operational entities
- 12.4,12.7 (27) Executive board - constitution, composition, and functions - membership and rules of procedure, provisions for institutional and administrative support,
- 12.9 (28) Guidance regarding involvement of public and/or private entities
- 12.5,12.7 (29) Operational entities - identification/designation/ accreditation; monitoring/auditing of operational entities
- 12.2 (30) Responsibility of Parties

Article 6 projects

2

Basic

- 6.1 (1) Criteria for Article 6 projects
- 6.1(d) (2) Supplementarity to domestic action

- 6.1 (3) Transparency

Methodological and Technical

- 6.1 (4) Criteria for project baselines
6.1(b) (5) Assessment of additionality
6.2 (6) Verification and reporting
8.4 (7) Guidelines for review of implementation of Article 6
by expert review teams
6.2 (8) Guidelines for monitoring, reporting, verification
3.3, 3.4 (9) Outcome of methodological work on Article 3.3 and 3.4

Process

- 6.1(a) (10) Process for approval by Parties involved in projects
6.1(c),3.10, (11) Acquisition and transfer of emission reduction units
3.11,6.3,6.4
6.3 (12) Authorization of legal entities
8.4 (13) Process for reviewing Article 6 according to
Article 8.4
6.4,16,18 (14) Consequences of non-compliance
6.1 (15) Process for assessing compliance with Articles 5 and 7

Institutional

- 6.2 (16) Role of COP/moP, SBSTA and SBI
6.2 (17) Elaboration of guidelines as per Article 6.2
6.3. (18) Involvement of legal entities operating under the
responsibility of a Party

Article 17 - emissions trading between Annex B Parties

3

- 17 (1) Basis of rights and entitlements of Annex B Parties for
emissions trading
17 (2) Determination and creation of such rights and entitlements
3, 17 (3) Supplemmentarity to domestic action for the purpose of
meeting commitments under Article 3
17, Conv (4) Conformity with the principle of equity in the Convention
3, 17 (5) Real and verifiable reduction of GHG emissions
17 (6) Elements of principles, modalities, rules and guidelines
for emissions trading
17 (7) Elaboration of principles, modalities, rules and guidelines
17 (8) Matters relating to verification, reporting and accountability

Note on Prioritisation

Work relating to cdm shall be carried out on a priority basis, before the entry into force of the Kyoto Protocol. Work relating to Article 6 may be carried out to enable decision by COP/moP I. Work relating to Article 17 may follow.

N. B.

Additional items can be added to the Initial Work Programme.
