

*PAPER PREPARED BY THE G77 AND CHINA*

*04.09.12, 11:30 AM*

*The Conference of the Parties,*

*Recalling* decisions 2/CP.7, 2/CP.10, 4/CP.12, 1/CP.16, and 2/CP.17,

*Also recalling* decision 1/CP.16, paragraphs 136 and 137, which request the consideration of ways to further enhance the monitoring and review of the effectiveness of capacity-building, and to further elaborate the modalities regarding institutional arrangements for capacity-building, for consideration by the Conference of the Parties at its seventeenth session,

Further *recalling* decision 2/CP.17, paragraphs 144 to 156, which are in relation to capacity-building and the establishment of the Durban Forum on Capacity-Building,

Further *recalling* decision 2/CP.17, paragraphs 153, which recognizes that there may be ways to further enhance the monitoring and review of the effectiveness of capacity-building;

Further *recalling* decision 2/CP.17, paragraphs 155, which decided that financial resources for enhanced action on capacity-building be provided to developing countries through the current and any future operating entities of the financial mechanism in the Convention, as well as through various bilateral, regional and other multilateral channels, as appropriate;

*Reaffirming* that capacity-building should be a continuous, progressive and iterative process that is participatory, country-driven and consistent with national priorities and circumstances of developing countries;

*Recalling* decision 1/CP.16 and 2/CP.17, that acknowledged capacity-building as cross-cutting in nature and as an integral part of enhanced action on mitigation, adaptation, technology development and transfer, and access to financial resources;

*Encourages* relevant bodies established under the Convention to elaborate and to carry out work on capacity-building for programmes and activities in an integrated manner, as appropriate, within their respective mandates;

1. *Decides* to launch a two-year work programme under the Subsidiary Body on Implementation to
  - a. further enhance the monitoring and review of the effectiveness of capacity-building;

- b. develop and define clear, effective, and operational impact indicators and modalities for evaluation of CB activities and support provided by developed Parties to developing country Parties;
2. *Invites* Parties to submit to the secretariat, by the thirty-eighth sessions of the subsidiary bodies, their views regarding the work programme, to be compiled by the secretariat for consideration;
3. *Decides* that the work programme should be adopted no later than the thirty-ninth sessions of the subsidiary bodies;
4. *Invites* the work programme to consider the information and reports provided by the Durban Forum on Capacity Building, within its mandate as set out in decision 2/CP.17;
5. *Requests* the Green Climate Fund and other designated operating entities of the financial mechanism of the UNFCCC to provide financial resources to developing countries, in particular the least developed countries, small island developing States, countries in Africa and other particular vulnerable countries, to support the implementation of the work programme;
6. *Request* the Subsidiary Body on Implementation to report and present its recommendations on such performance and impact indicators and evaluation modalities for adoption at the nineteenth session of the Conference of the Parties.