

NAMA FACILITY



Federal Ministry for the
Environment, Nature Conservation,
Building and Nuclear Safety



Department
of Energy &
Climate Change

The NAMA Facility – Support for the Implementation of NAMAs

UNFCCC NAMA Regional Workshop

22-25 April, Vientiane, Lao People's Democratic Republic

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NAMA Facility: Purpose and Facts

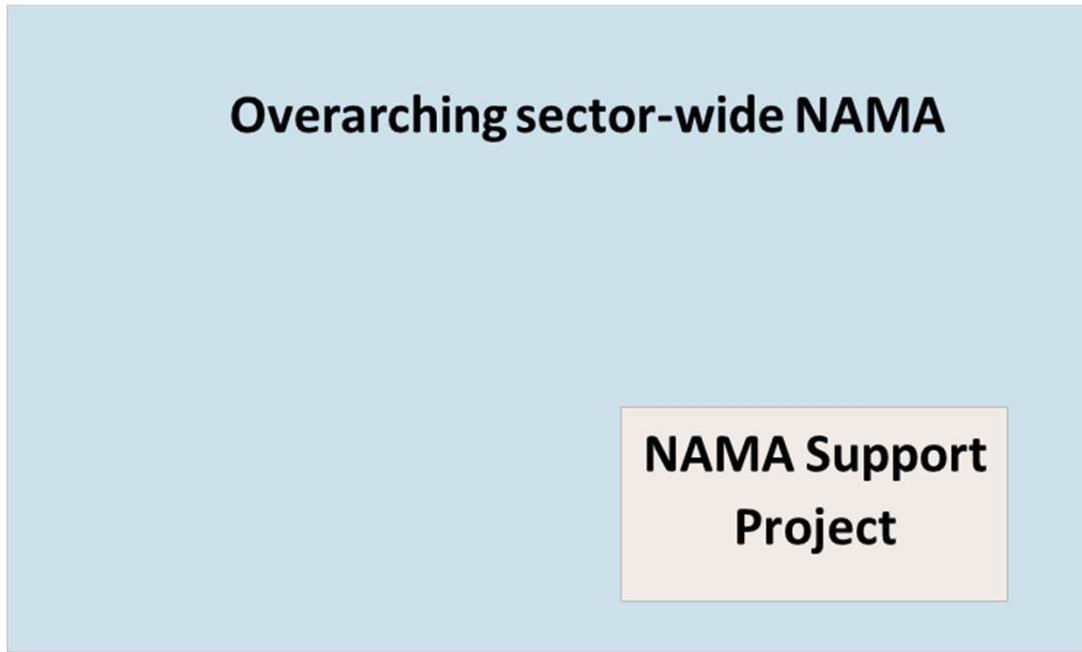
Purpose:

- Demonstrating a framework for providing tailor-made climate finance for developing countries in the field of mitigation.
- Building on existing support by funding the implementation of transformational NAMAs seeking international support, thus delivering concrete results on the ground.
- Raising ambition to close the global emissions gap and address the lack of NAMA climate finance.

Facts:

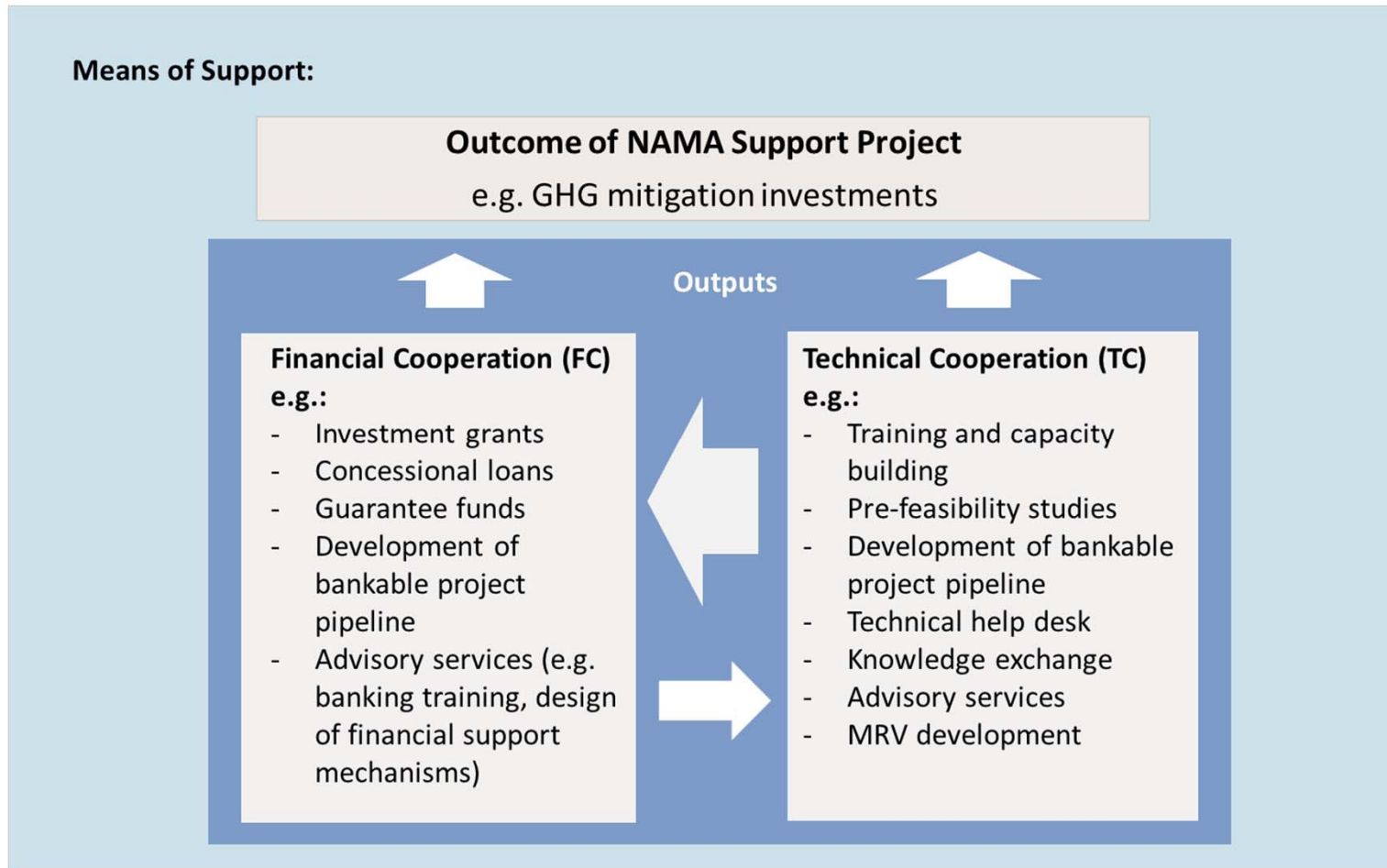
- Officially announced by Germany and the UK at COP-18 in Doha
- Germany and the UK have jointly committed € 120 million of funding
- First pilot project is already under implementation: Mexican EcoCasa Programme

Means of Support

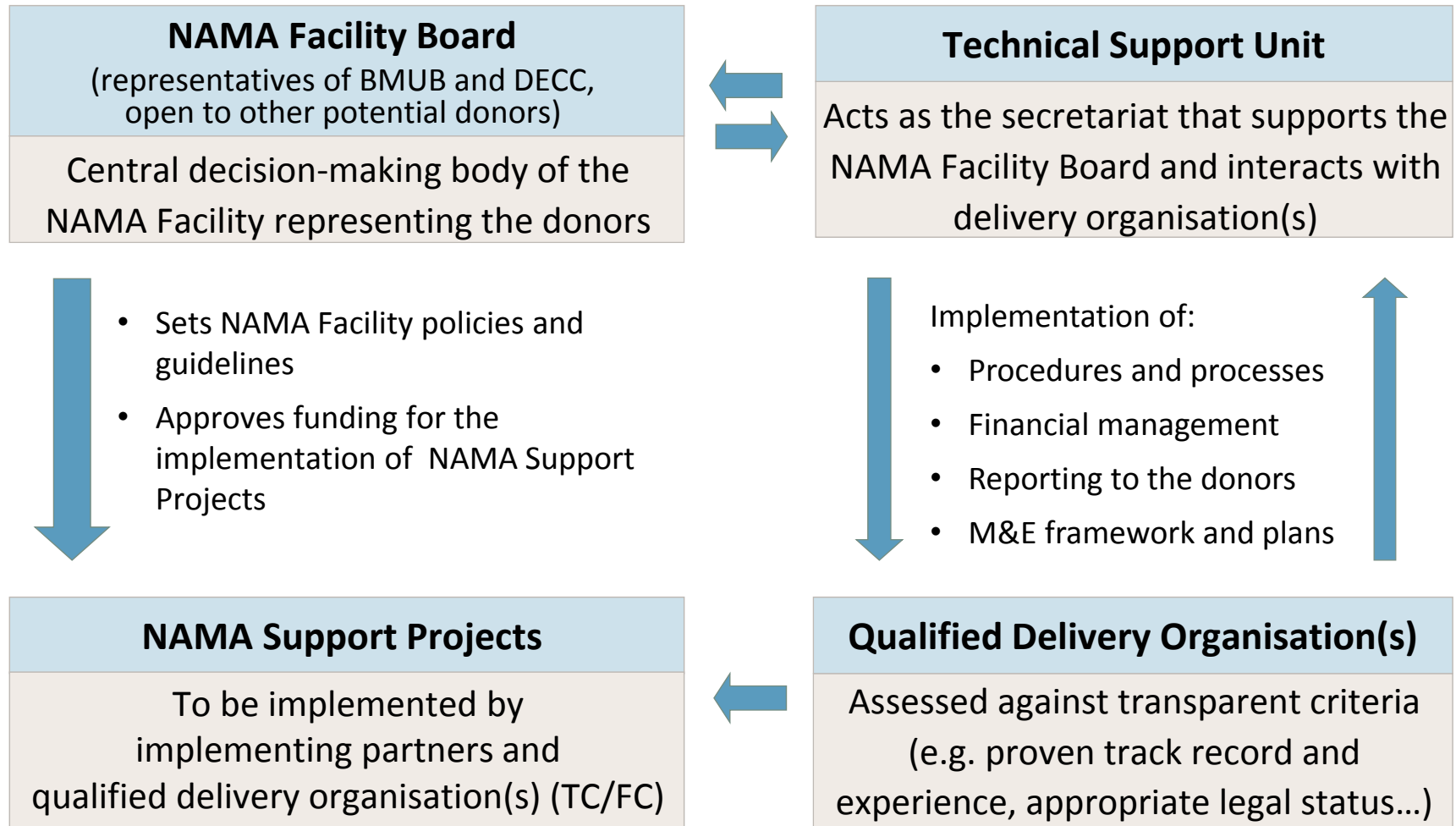


- Provides support for the **implementation** of parts of a NAMA = NAMA Support Project
- Uses full range of development cooperation instruments
- Builds on existing channels of delivery

Means of Support

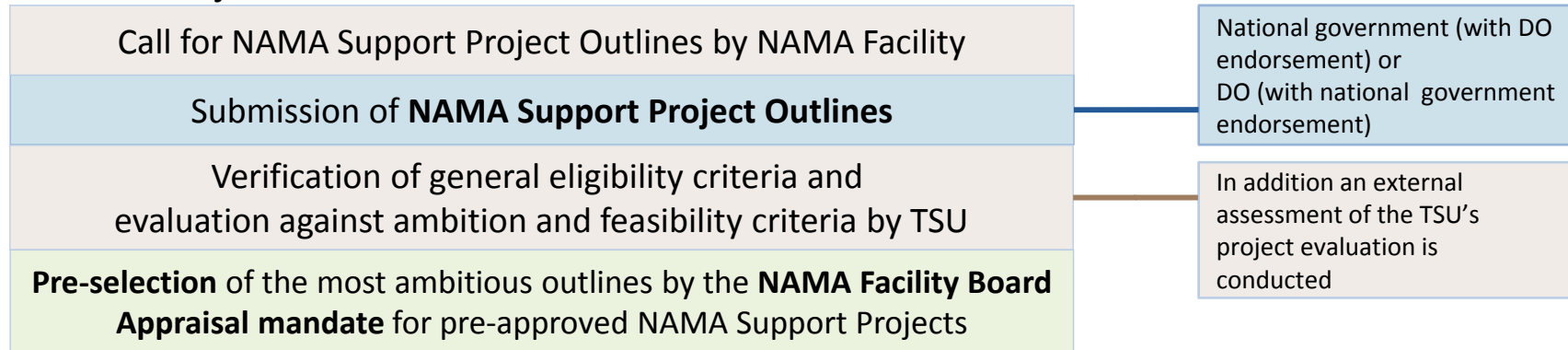


Governance

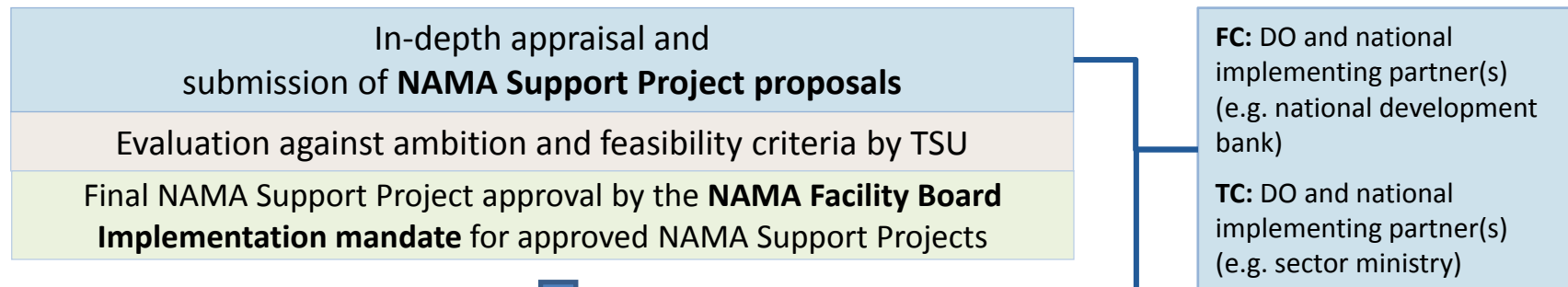


Project Cycle of the NAMA Facility

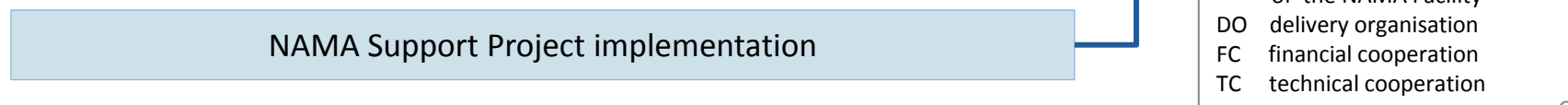
STEP 1 – Project Outline



STEP 2 – Project Proposal



STEP 3 – Project Implementation



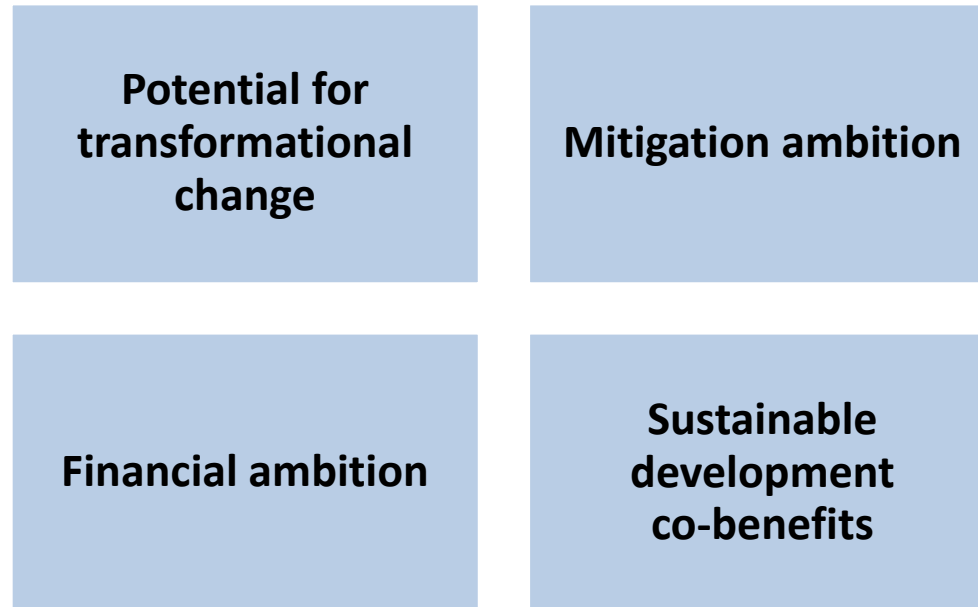
Selection Criteria of the NAMA Facility

The selection of NAMA Support Projects is based on three sets of criteria:

- General eligibility
- Ambition
- Feasibility/readiness

Focus:

Ambition



The First Call for NAMA Support Project Outlines

- 47 NAMA Support Project Outlines were submitted.
- Wide and even geographical and sectoral coverage
- The following NAMA Support Project Outlines were pre-selected for funding
 - Chile - Self-Supply Renewable Energy in Chile (SSRE)
 - Colombia - Transit-Oriented Development
 - Costa Rica - Low Carbon Coffee
 - Indonesia - Sustainable Urban Transport Programme (SUTRI NAMA)
- Pre-selected projects are currently undergoing an in-depth appraisal.
- The TSU provided feedback to all countries and delivery organisations, whose NAMA Support Project Outlines were not selected during the 1st Call

Why these NAMA Support Projects?

- The four projects scored between 18 and 24 points out of 25 on ambition.
- All four projects showed a very high level of feasibility, with some minor aspects that require further clarification during the in-depth appraisal.

Remarkable aspects:

- **Colombia:** combination of sustainable transport and urban development, linked to large national investment programme of more than USD 500 million
- **Chile:** wise combination of FC (investment grant and guarantee fund) and TC (improve awareness and local capacities) measures, as well as involvement of the private sector, contribution of domestic funds of EUR 14.5 million
- **Costa Rica:** objective to transform an entire economic sector, addresses the whole chain of coffee production, domestic contribution of EUR 3 million
- **Indonesia:** combines institution building, capacity building and investment measures, close collaboration between national and sub-national level (cities), domestic contributions of EUR 50 million

Lessons Learned from the First Call

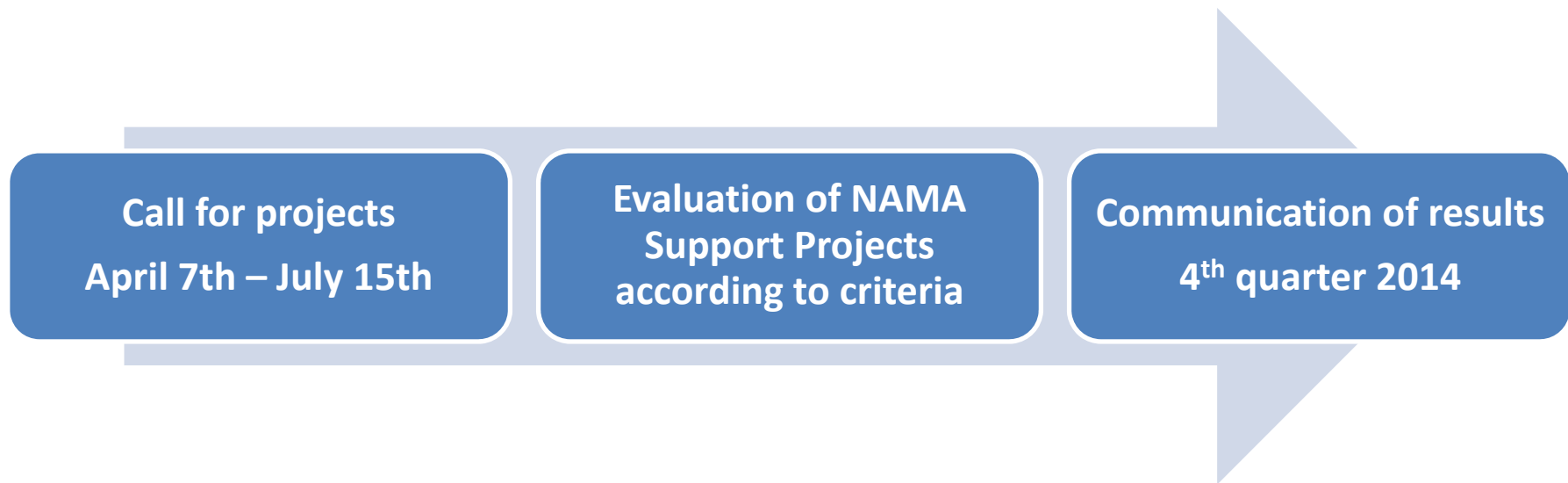
- High level of international attention demonstrates the demand for mitigation finance.
- Availability of support and definition of criteria has encouraged the development of a significant project pipeline across different sectors and regions.
- Complex sectors like transport and agriculture, which were not well suited to being tackled by CDM/JI, are now effectively addressed through the concept of NAMAs.
- Project outlines generally rated higher on ambition than on feasibility criteria.
- NAMA preparation should increasingly focus on
 - elaborating of a solid project structure
 - setting up financial mechanisms designed to overcome the specific barriers for investment and to leverage additional public and private finance.

Lessons Learned from the First Call

- In preparation of the second call, the processes and documents were revised based on the lessons learned:
 - General Information Document (more detailed guidance)
 - Outline Template (restructured, more sub-questions)
 - Additional provision of information on the website (www.nama-facility.org)

Second Call for NAMA Support Projects

- The € 70 million from the initial replenishment have been fully committed
- BMUB and DECC have committed additional € 50 million in 2014
- A second call started on April 7th and will be open until July 15th 2014
- Information on the second call is available at www.nama-facility.org



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Thank you for your attention!

For further information please go to
www.nama-facility.org

or contact the Technical Support Unit at
contact@nama-facility.org