

Submission on surplus and carry-over of AAUs

22 May 2012

13. If the emissions of a Party included in Annex I in a commitment period are less than its assigned amount under this Article, this difference shall, on request of that Party, be carried-over to the subsequent commitment period, as follows:

a. If the assigned amount of a Party included in Annex I for the first commitment period is less or equal than that Party's emissions in 2007, multiplied by five, the difference between the assigned amount for that Party for the first commitment period and its average emissions from 2008 to 2012, multiplied by five, shall be deemed the Previous Period Surplus Reserve, if positive.

b. If the assigned amount of a Party included in Annex I for the first commitment period is greater than that Party's emission in 2007 multiplied by five, the difference between that Party's emissions in 2007 multiplied by five and its average emissions from 2008 to 2012, multiplied by five shall be deemed the Previous Period Surplus Reserve, if positive.

13 bis. The difference between the assigned amount of the second commitment period for a Party included in the Annex I and the emissions in the last year of the first commitment period multiplied by [five][eight] shall be transferred to the cancellation account of that Party.

13 ter. After the end of the second commitment period, the units of a Party included in Annex I Previous Period Surplus Reserve may be added to its assigned amount.

13 qua. The difference between the assigned amount of a Party included in the Annex I and the emissions of that Party in the second commitment period, deducted, when applicable, from the units transferred to its cancellation account, in accordance with Article 13 bis, may be carried-over, if positive, to the subsequent commitment period.