

## **AWG round-table on the means to reach emission reduction targets:**

### **... d) Possible approaches targeting sectoral emissions**

*Monday 2 June 2008, AWG 5.2, round-table, 3<sup>rd</sup> panel*

#### **Different kinds of sectoral approaches ...**

- ... some show far more promise than others
- Helps to make some conceptual distinctions, to be clear what we are talking about
  - Efforts vs agreements
  - Domestic vs transnational
- Hence two points on the continuum → domestic sectoral efforts vs transnational sectoral agreements

#### **Focus**

- Context here – further commitments of Annex I: sectoral approaches as a means to reach emission reduction targets, more effectively and contributing to sustainable development
- So we should not let ourselves be distracted from the central focus; as part of which, we are considering domestic efforts in various sectors for Annex I, not new transnational agreements
- KP Art 2.1: “Enhancement of energy efficiency in relevant sectors of the national economy”
- Important tool in focus on technologies specific to sectors

#### **Role of sectoral for Annex I Parties**

- should not undermine the principle of equity and common but differentiated responsibilities and respective capabilities
- No “pick and choose”
- For AIPs, sectoral approaches are means to an end, not an end in themselves
- Sectoral approaches can address concerns about competitiveness. Important also between Annex I Parties. Understand this is a real concern, but again, should not let discussion on sectoral approaches become a distraction. Focus of discussion is climate change, not competition; and here, particularly further commitments by Annex I Parties.
- In making sectoral efforts, AIPs should take care
  - that sectoral approaches do not to impose trade barriers
  - that bottom-up approaches may leave a gap to what is required of them

#### **Not the focus**

- This is not the forum to discuss cooperative sectoral approaches in support of technology transfer, which will be discussed in LCA
- If AIPs want to assist sectoral efforts in developing countries with MRV finance and technology, discuss in LCA
- Primary focus on efforts in own, domestic sectors
- First show sectoral efforts contribute to QELROs that demonstrate progress in reducing domestic emissions.

#### **Conclusion**

- Hope we will all agree sectoral agreements are supplementary to, not substitutes for, national caps for developed countries