

SUBSIDIARY BODY FOR IMPLEMENTATION

Twentieth session

Bonn, 16–25 June 2004

Agenda item 5 (a)

Financial mechanism of the Convention

Matters relating to the implementation of decision 5/CP.8

**Draft conclusions proposed by the Chair
on agenda item 5 (a)**

1. The Subsidiary Body for Implementation (SBI) welcomed the successful and substantial third replenishment of the Global Environment Facility (GEF) Trust Fund which was achieved through existing arrangements for GEF replenishments.
2. The SBI further noted that inputs by the Conference of Parties (COP) to fourth replenishment discussions should be consistent with the provisions of the Convention, and the annex to the Memorandum of Understanding between the COP and the GEF Council on the determination of funding necessary and available for the implementation of the Convention, as contained in the annex to decision 12/CP.3 (FCCC/SBI/1996/14, annex I).
3. The SBI requested the secretariat, in collaboration with the GEF secretariat, to prepare a report to be considered by the COP at its tenth session on the assessment of the funding necessary to assist developing countries in fulfilling their commitments under the Convention and in order to contribute to the joint determination with the Council of the GEF of the amount of funding necessary and available for the implementation of the Convention as defined in the Memorandum of Understanding between the COP and the Council of the GEF.
4. This report should be based on information and data identified in paragraph 1 (a)–(d) of the Annex to the Memorandum of Understanding between the COP and the Council of the GEF on the determination of funding necessary and available for the implementation of the Convention, in accordance with the guidance provided by the COP. The report should contain the data and the methodology used by the secretariat in carrying out the above-mentioned task in a transparent manner so that the results can be verified at a later stage.
5. The report will not prejudice the joint determination process.
6. The SBI agreed to continue its deliberations on this matter at its twenty-first session, with a view to preparing a draft decision for adoption by the COP at its tenth session.
