

ARTICLE 6.2

ROUND TABLE DISCUSSIONS
AMONG PARTIES

Presentation by Brazil

KEY FACTS

- Where engaging in use of internationally transferred mitigation outcomes towards NDCs;
- *Shall* requirements:
 - *Promote* sustainable development
 - *Ensure* environmental integrity & transparency, including in governance
 - *Apply* robust accounting;
 - Among other things, avoid double counting (1/CP.21 – “on the basis of corresponding adjustments”);
- Consistent with CMA guidance
- Authorized by Parties (6.3)

ENSURING FULFILLMENT OF SHALL PROVISIONS

- Necessary safeguards:
 - *fungibility* requires full *comparability*
 - same outcome not to be *traded twice*
- Must work in the long term:
 - context not the current
 - **inclusiveness** - new policies from many more countries
- Reputation of the regime

OPERATIONALIZING 6.2

ACCOUNTING APPROACH

- analogy to emissions trading (KP, Article 17)
- voluntary
- additional layer to 4.13 & Article 13
- more stringent
- international cooperation: top-down reminiscent dimension.

NECESSARY STRUCTURES

- Multilateral registry with national accounts;
- International Transaction Log
- Issuance of units – quantification of NDCs;
- Technical Expert Review of calculation;
- Limitation of tradable units (Doha amendments);
- additions to, and subtractions from, NDCs permitted emissions;
- additions of CERs from CDM & SDM.