

# Operation of the Article 6.4 Central Mechanism

## *Process sequencing*

UNFCCC Hybrid Workshops

October 2022

## Structure

- The mechanism registry shall contain at least:
  - A pending account
  - Holding account
  - Retirement account
  - Cancellation account
  - Account for cancellation towards OMGE
  - And an SOP for adaptation account

## Participants/Actors

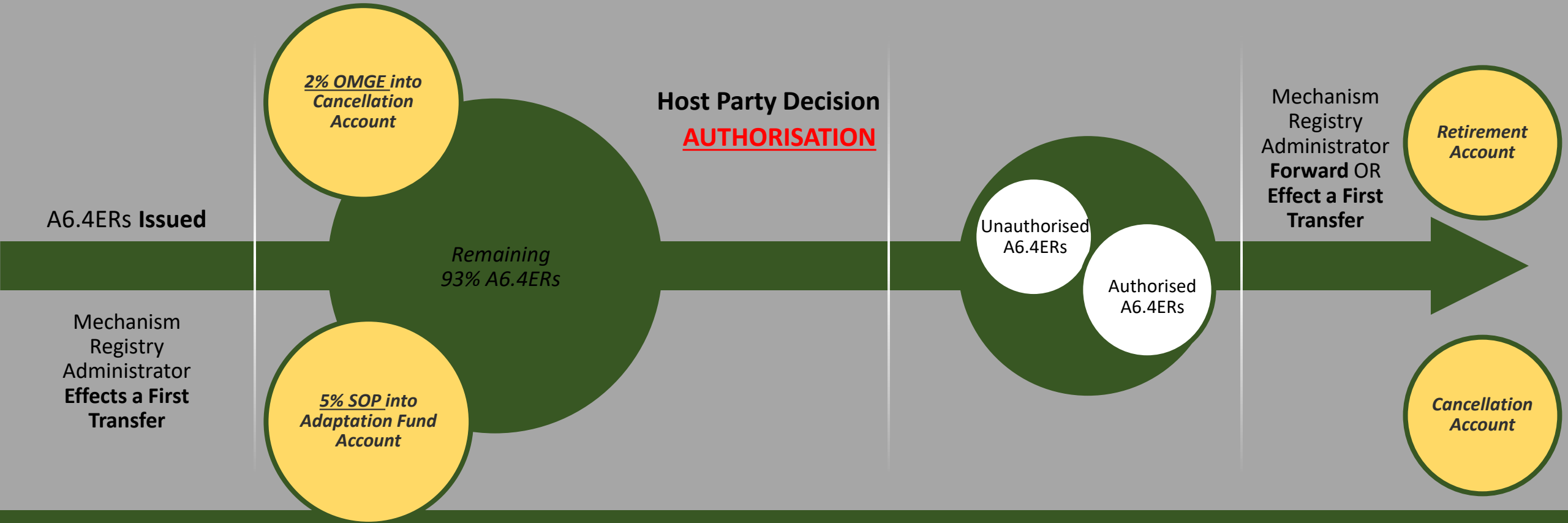
- Parties
- Public and private entities authorized by the Party
- The Adaptation Fund
- The Secretariat as the Mechanism Registry Administrator (MRA)

## Units

- Authorised A6.4ERs
- Unauthorised A6.4ERs
- CERs

***Pending Account***

***Holding Account***



**A6.4ERs Issued**

***2% OMGE into  
Cancellation  
Account***

***Remaining  
93% A6.4ERs***

**Host Party Decision**  
**AUTHORISATION**

Unauthorised  
A6.4ERs

Authorised  
A6.4ERs

Mechanism  
Registry  
Administrator  
Effects a First  
Transfer

***5% SOP into  
Adaptation Fund  
Account***

Mechanism  
Registry  
Administrator  
**Forward OR  
Effect a First  
Transfer**

***Retirement  
Account***

***Cancellation  
Account***

# Additional Questions

- What is the purpose of the retirement account?
  - Is this used for unauthorized A6.4ERs that are used towards the host Parties NDC?
- What is the purpose of the cancellation account that is separate to the OMGE cancellation account?
- When and how do A6.4ERs transition from the mechanism registry to the international registry?



# Pātai | Questions?



*Ministry for the*  
**Environment**  
*Manatū Mō Te Taiao*