SB 62 ARTICLE 6.4 CAPACITY BUILDING TRAINING

20<sup>TH</sup> JUNE 2025 STADTHAUS BONN





#### **Welcome Remarks**





**Dr. Ursula Sautter** 

Deputy Mayor, City of Bonn



**Mr. James Grabert** 

Director, Mitigation
Division, UNFCCC
secretariat



Ms. Nadine Nimal

Team Lead, Mitigation
Division, UNFCCC
secretariat



## **Benefits of Participation in PACM (Article 6.4)**



01.

#### **UNFCCC Oversight:**

Only centralized global carbon market under the Paris Agreement, with strong international governance and safeguards.

03.

#### **Integrated Tracking & Reporting:**

Built-in registry and reporting to avoid double counting and streamline AEFs for the Article 6 Database.

05.

#### **Global Accessibility:**

Open to all sectors, regions, and project types—establishes a multilateral benchmark.

07.

#### **Broader Impact & Flexibility:**

Supports NDCs, green finance, and contributes to Adaptation, OMGE, and climate resilience.



#### **High Integrity Standards:**

Multi-level quality control (DOEs, UNFCCC, Supervisory Body) with robust grievance and appeals process.



#### **National & Global Alignment:**

Requires host country approval and authorization, enhancing national ownership and policy alignment.



#### **Sustainable Development & Equity:**

Strong provisions for stakeholder engagement and equitable benefit sharing.



# SB 62 ARTICLE 6.4 CAPACITY BUILDING TRAINING

20 June 2025 Stadthaus Bonn





## Welcome & Introduction to the Program



### **Objectives**

- 1. Direct exchange between stakeholders, peers, and UNFCCC substantive teams on Article 6.4.
- 2. Highlight key opportunities, timelines, and benefits related to Article 6.4.
- 3. Share relevant updates on the Article 6.4 Mechanism and Supervisory Body's recent work.
- 4. Address common technical and procedural questions with expert input.



### Welcome & Introduction to the Program



### **Agenda**

- Six Thematic Sessions
  - Each session is designed to provide valuable insights and practical knowledge related to the relation to PACM.

- 2. Networking Reception
  - Connect with peers and experts
  - Share experiences and best practices
  - Strengthen collaboration



## **COFFEE BREAK AND GROUP PICTURE**



## **Speaker (Session 1)**





#### Mr. Perumal Arumugam

Manager
Markets and Non-Markets Support and
Stakeholders Interaction Sub-division





#### **KEY UPDATES**

#### PERUMAL ARUMUGAM

Manager Markets and Non-markets Support Unit Mitigation Division, **UNFCCC** 



## 9-year Journey for the Full Operationalization





2015







**Adoption of the Paris** Agreement

Completion of the **Paris Rulebook** 

**Adoption of** further rules

2022

**Completion of further** guidance

2024

A6.2 Cooperative approaches

Adopt the Guidance:

ITMOs, Participation requirements, CA methods, Reporting, Review, Infra for recording and tracking ITMOs

Further guidance on: Infra for recording and tracking ITMOs, Review guideline and rules and training programme for review team. Outline for reports incl. draft

version of agreed electronic format

Further guidance on: Authorization, First transfer. Reporting format and supplementary elements, Inconsistencies of reported information and their consequences, Function of registries

A6.4 The mechanism Adopt the RMP:

Further guidance on: Procedure for transition of CDM Supervisory Body, Host Party activities and CERs, Reporting by Host requirements, Activity cycle, Registry, Parties, Operation of the registry, Processes for SOP & OMGE, Rules of SOP & OMGE, CDM transition procedure of SB

Further guidance on: Standards for methodologies and removals, SD tools, Appeals and grievance process, Procedures for of the registry, authorization

A6.8 Non-market approaches

Adopt the Work Programme:

Principles, Non-market approaches, Governance, Modalities, Activities, Reporting

Further decisions on:

Schedule for implementing activities, Non-market platform, Additional focus areas for the activities

SB's decision making, Interoperability

**Completion of Work Programme** Phase 1:

Assessment of phase 1, recommendations. NMA platform and capacity building for phase 2



#### Article 6.2

• Enhance environmental integrity and transparency of Party-driven voluntary cooperative approaches

#### 1 Authorization

- Clarify it contains 3 components (cooperative approaches, ITMOs<sup>[2]</sup>, and entities)
- Decide **what shall** the authorization statement **contain** and its **format** (voluntary standardized template by the UNFCCC secretariat)
- Specify the **terms of change to authorization** and ensure transparency by **disclosing authorization-related information** through A6.2 CARP<sup>[3]</sup> for public access

#### 2 First transfer

- Clarify the timing and sequencing between authorization and first transfer, depending on the purpose of ITMOs (NDC or other international mitigation purposes (OIMP))
- Specify the application of first transfer of ITMOs for OIMP with robust arrangements
- Define the voluntary contribution to the Adaptation Fund and overall mitigation in global emissions as first transfer (corresponding adjustments will apply)



- Article 6.2
  - 3 Reporting & addressing the inconsistencies of reported information
  - Provide supplementary information to be included in the initial report (IR)
  - Adopt the tagging approach\* for ITMOs under the review process and transparent disclosure for stakeholders through A6.2 CARP

no inconsistencies
identified

inconsistencies
inconsistencies
information for check

- Specify the **Parties' responsibility to address the inconsistencies** and their **consequences**, requesting **that ITMOs identified as inconsistent 'not be used.'**
- Decide on 'significant' or 'persistent' inconsistency to be identified and addressed by A6 technical expert
- 4 Registries to track ITMOs
- Clarify the **connection between the A6.4 mechanism registry and party registry** authorized A6.4 ITMOs to international registry for A6.2
- A6.2 participating Parties' registries with 'pull and view' function on holding and action history for interoperability; add new registry services, including issue of mitigation outcomes on-demand basis



#### Article 6.4

- Provide ambitious global benchmark for international crediting mechanisms
- 1 SBM adopted standards prior to COP29
- Standard for the development and assessment of PACM methodologies<sup>[3]</sup>: (i) ambitious baseline-setting incl. below BAU; (ii) default approach for additionality; (iii) inclusion of A5.2 activities (REDD+) with additional requirements; (iv) equitable sharing of mitigation benefits between participating Parties; (v) alignment with NDCs, LT-LEDS, and the Paris goals; (vi) encouragement of broad participation, etc.
- **Standard for removals**<sup>[4]</sup>: (i) definition of removals avoidable reversals, and unavoidable reversals; (ii) calculation and accounting for removals; (iii) MRV requirements, (iv) addressing reversals; (v) post crediting monitoring with principle of monitoring unless risk of future reversals negligible, etc.
- 2 A6.4 PACM registry
- Participating party registry may voluntarily connect to PACM registry; connection enable transfer of
  AUTHORIZED A.6.4 ER; Ability to also pull and view data and information on holdings, and action history of
  Authorized A.6.4 ERs



#### Article 6.4

- 3 Authorization
- **Clarification that statement**, the A6.4 mechanism can:
  - (a) Authorize in full or part or (correspondingly adjusted) A6.4ER;
  - (b) Does not Authorize;
  - (c) Allow Mitigation Contribution Units (MCUs) ... while authorization may be done at a later stage (before being transferred in or out of the mechanism registry (first transfer);
  - (d) UNFCCC secretariat to develop template for Authorization;
  - (e) PACM SBM to determine need for a timeline based on experience and report to CMA
- 4 CDM transition
- Afforestation & Reforestation (A/R) project activities and Program of Activities (PoA) may transition from the CDM to the A6.4 mechanism
- Request for transition with approval from A6.4 DNA needs to be received by 31 December 2025
- 5 Other matters
  - LDC and SIDS exempt from SOP for adaptation, but they may choose not to...
- Consideration of international environment agreements in A6.4
- Continuing methodological work incl. additionality, baseline, non-permanence, reversal, revision of CDM methodologies, etc.

#### Baku outcomes and the road ahead





#### No further guidance on A6.2 and A6.4 until 2028

-Full focus on implementation and lessons learned



## Approving new methodologies and implementing the international registry (IR) is a priority

- Interim registry now in place



## Likely that first batch of A6.4ERs will be from the projects transitioned from CDM

- -35 projects already approved for transition by host countries
- -1500+ in pipeline



## The methodological expert panel (MEP) will support the Supervisory Body (SBM) to review existing CDM methodologies

- Priority methodologies already identified, and first methodologies expected mostly in Q3 onwards



## SBM will start developing guidelines and tools to support operationalization of the methodology and removal standard

- First set of forms, templates, guidelines already available
- -34 methodological items to be processed within 4 SBM meetings



Full operational markets will most likely be in 2026

#### Work Plan and Progress on Article 6.2



#### Article 6.2

- Need for swift transition for the full-implementation phase
- Clear signal to Parties and non-Party stakeholders to participate in A6.2 with enhanced environmental integrity and transparency provisions
- The Secretariat has provided capacity building programmes:
  - Institutional Arrangements
  - Participation requirements (Recording, Reporting and tracking Infrastructure)
  - Participation in Article 6 increase Ambition (dialogue with each SBI)
- 9 parties submitted IR, 5 review reports have been published, annual instructor-led training to reviewers
- Revision of Article 6 Reference Manual has been published
- Registry System Administrators (RSA) forum to establish the interoperability and communication standards and procedures 2025
- Infrastructure CARP, A.6 DB, and International registry in 2025
- Review of existing guidance and remaining matters only by 2028.
- ☐ Article 6 should be leveraged for new NDCs 3.0 to raise ambition levels and facilitate their full implementation

## Work Plan and Progress on Article 6.4



#### Article 6.4: Developed standards for developing mechanism methodologies

- Adopted standards for methodologies, activities involving removals, additionality, leakage and baseline.
- Adopted mandatory environmental and social safeguards (SD tools)
- Adopted the first ever UN carbon market Appeals and grievance procedures.
- DNA designated under Article 6: 105
- The first Global DNA forum on Article convened in May 2025, setting up its governance structure
- DOEs submitted application for accreditation is: 16
- New activities submitted prior notification: 1500+
- Transition activities Host Party approval: 35
- Transition activities completed GSC process: 1500+
- Host party participation requirements forms to UNFCCC: 16
- The A.6.4 interim transactional registry is in place.
- The technical expert panels have started working on tools and guidelines.

## Thank you!!



## WIFI: Bonn.nett

No password needed



Having trouble viewing the slides, scan the code below and view it on your device:



## **Speaker (Session 2)**





Mr. Phillip Eyre

Team Lead
Market and Non-Markets Unit



**Article 6.4 Capacity Building Training at SB 62** 

Benefits of the Paris Agreement Crediting Mechanism (PACM)

in the Context of Article 6.2

20 June 2025



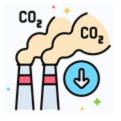


### **Article 6.4 Paris Agreement Crediting Mechanism**



The Paris Agreement Crediting Mechanism (PACM) is the new centralized UNFCCC baseline-and-credits mechanism for public and private sector actors:

The mechanism shall aim to:



Promote the mitigation of GHG emissions while fostering sustainable development



Contribute to the reduction of emission levels in the host Party, which will benefit from mitigation activities resulting in emission reductions that can also be used by another Party to fulfil its NDC



Incentivize and facilitate
participation in the mitigation
of GHG by public and private
entities authorized by a Party



To deliver an overall mitigation in global emissions

## **Implications of Authorization**



- Registered activities issue emission reductions (A6.4ERs), which com in two types:
  - Authorized emission reductions (AERs): Authorized for use towards NDCs or for other international mitigation purposes
  - Mitigation contribution units (MCUs): As non-authorized units,
    - MCUs can never to be AERs
    - Or, MCUs can become AERs under certain circumstances, subject to additional condition
- As per paragraph 11 of decision 6/CMA. 6 from Baku, at the time of issuance of A6.4ERs,

the host Party can decide whether:

- (1) Authorizes the A6.4ERs, in full or in part
- (2) Does not authorize any A6.4ERs
- (3) Authorizes the A6.4ERs at a later stage

#### SECTION A.3. HOST PARTY STATEMENT OF AUTHORIZATION

The host Party decides, based on the relevant project information and the implications of hosting the project on the implementation of its NDC that it:

Authorizes, in full or in part, the A6.4ERs to be issued for the underlying activity for the use towards achievement of nationally determined contributions and/or for other international mitigation purposes pursuant to decision 2/CMA.3, annex, paragraph 1(d) and (f) (provide the details of the authorization in Sections B.1-8 below). If only part of A6.4ERs to be issued is authorized, the Party may optionally provide below additional information on the terms and conditions under which authorization will be provided for the part not authorized yet.

<u>Does not authorize</u> any A6.4ERs to be issued for the underlying activity for use towards achievement of nationally determined contributions and/or for other international mitigation purposes pursuant to decision 2/CMA.3, annex, paragraph 1(d) and (f) (provide information only in Section A)

Allows mitigation contribution A6.4ERs to be issued for the underlying activity, while noting that it may authorize the A6.4ERs at a later stage subject to the relevant requirements of the "Procedure: Article 6.4 activity cycle procedure for projects" (provide the details of the authorization in Sections B.1-8 below at a later stage when deciding to authorize the issued mitigation contribution A6.4ERs) Host Party may optionally provide below additional information on the terms and conditions under which authorization will be provided:

### **Role of MCUs in Supporting Host Counties**

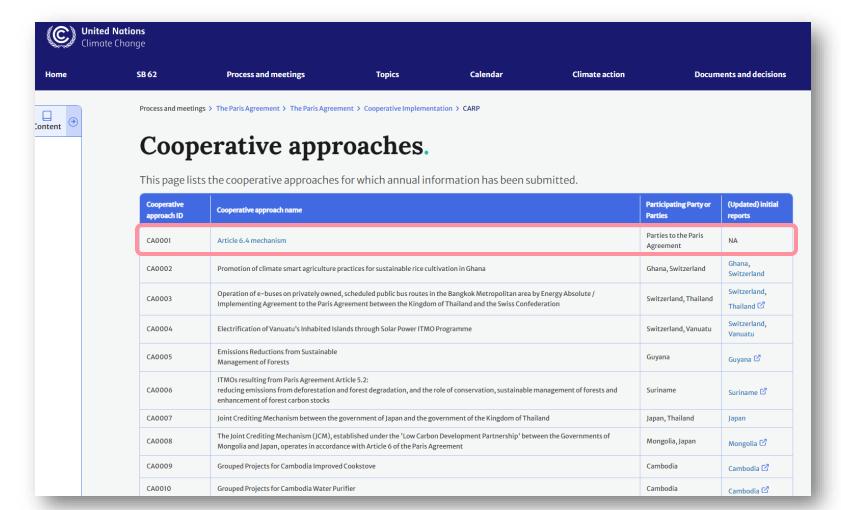


- MCUs can be used for various purposes, including voluntary corporate action, for the purpose of contributing to the reduction of emission levels in the host Party
  - e.g. **voluntary climate action**, results-based climate finance, domestic mitigation pricing schemes, or domestic price-based measures
- MCUs paves the way for corporate to make a climate contribution and unlock financial and technical support for the Global South
  - MCUs are generated from registered mitigation activities hosted by any Party, enabling the transfer of essential climate technology and funding
  - The mitigation achieved assists the host Party in achieving its NDC and sustainable development goals by curbing its GHG emissions

## Can PACM be a Cooperative Approach?



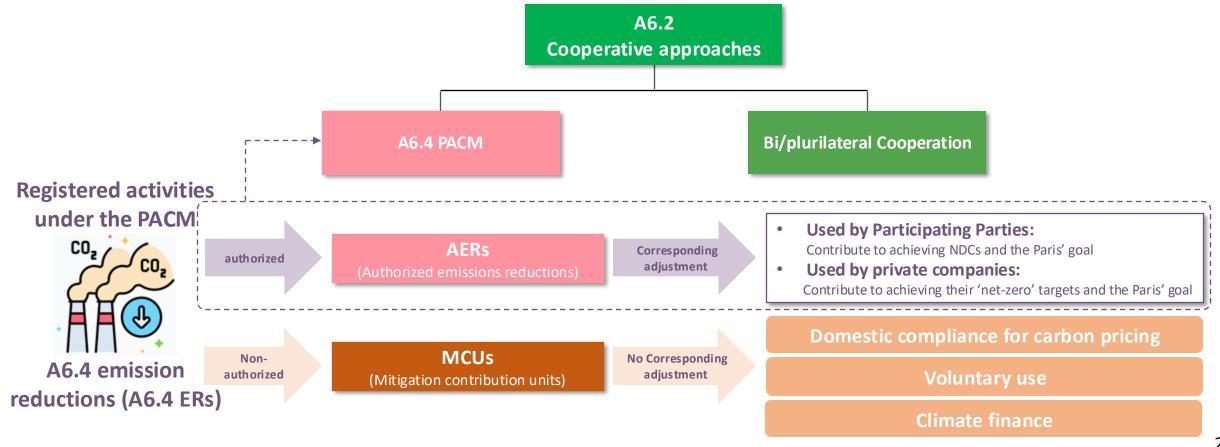
YES. As the only multilateral crediting mechanism under the Paris Agreement, PACM has been assigned Cooperative Approach ID "0001"



#### Interlinkage between Article 6.2 and the PACM



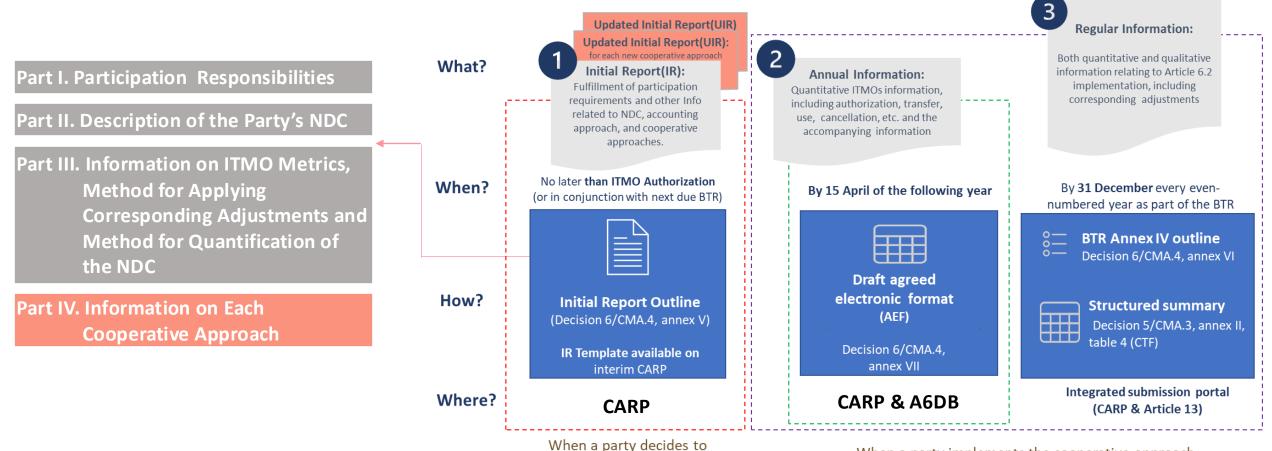
If the host Party of an activity under the PACM authorizes the A6.4ERs from the activity, those A6.4ERs can be recognized as Internationally Transferred Mitigation Outcomes (ITMOs) under Article 6.2 once first transferred



## **Article 6.2 Reporting Requirements**



Participating Parties in Article 6.2 are required to fulfil the three main reporting obligations under the Article 6.2 guidance



participate in a cooperative

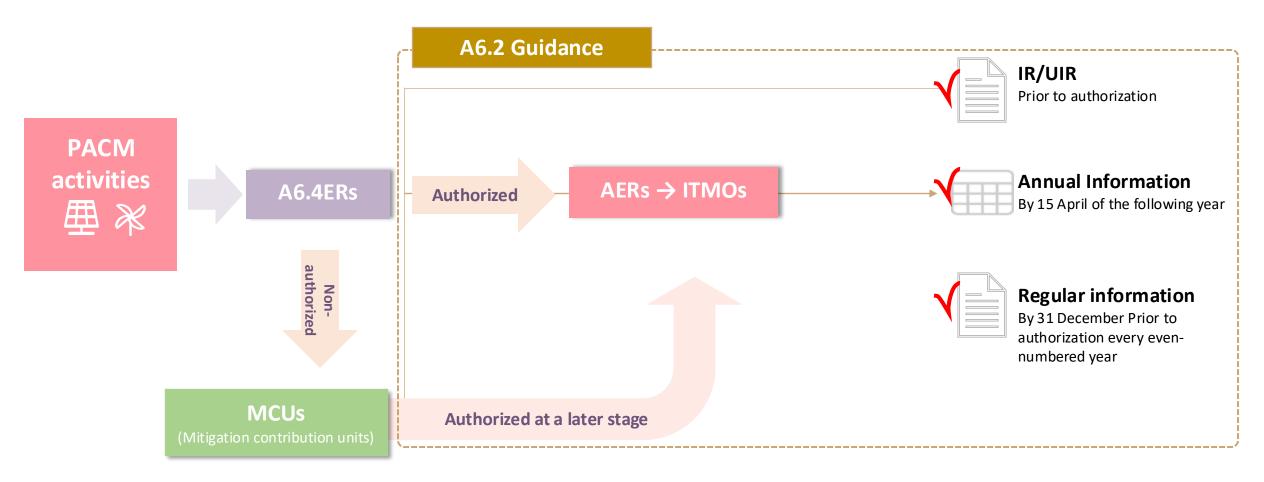
approach

When a party implements the cooperative approach (Authorize, first transfer, use, ...)

#### Reporting Implications of Authorized A6.4ERs



"Authorization" triggers the A6.2 reporting obligation, and the host Party must submit the Initial Report, AEF, and Regular Information in sequence by the applicable deadlines

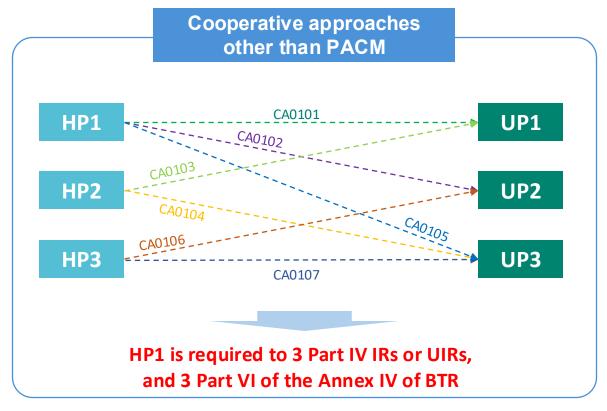


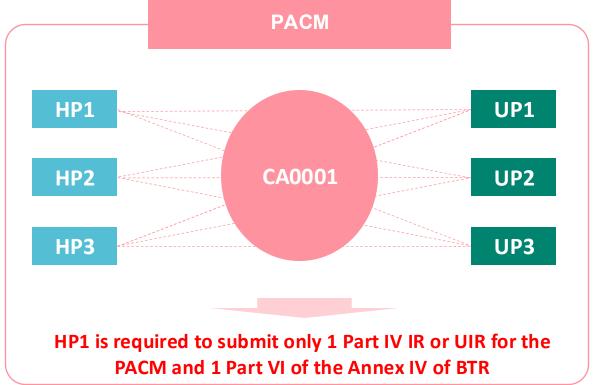
## Benefits of the PACM in the Context of A6.2 Reporting



29

Participating in PACM offers several benefits, inter alia, ease of reporting, standardized Initial Report (IR), pre-filled Agreed Electronic Format (AEF)

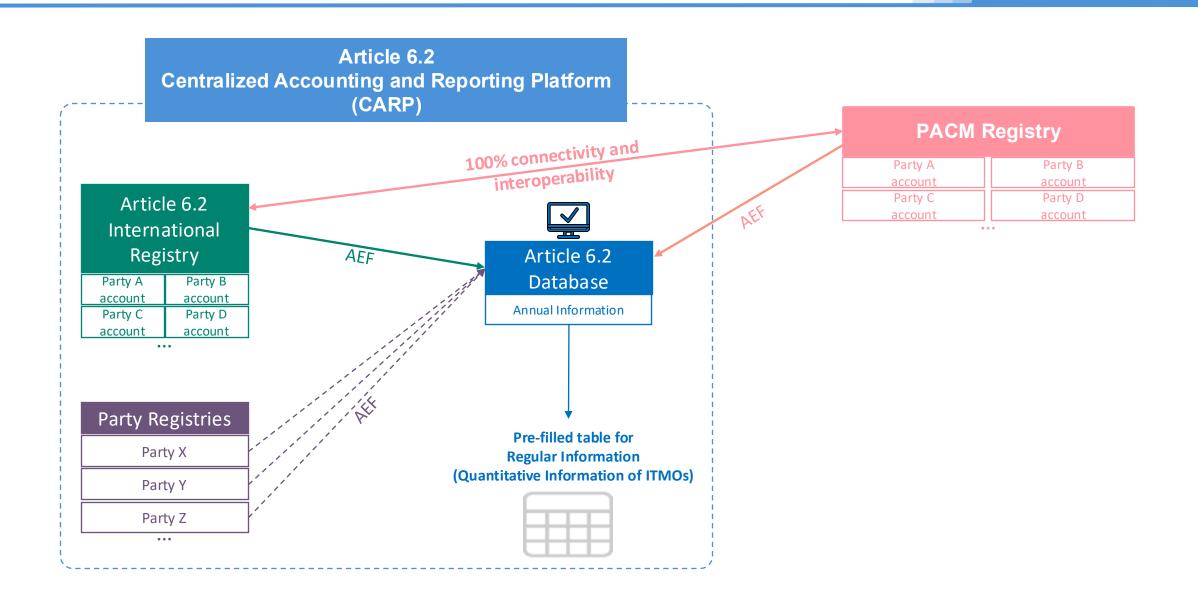




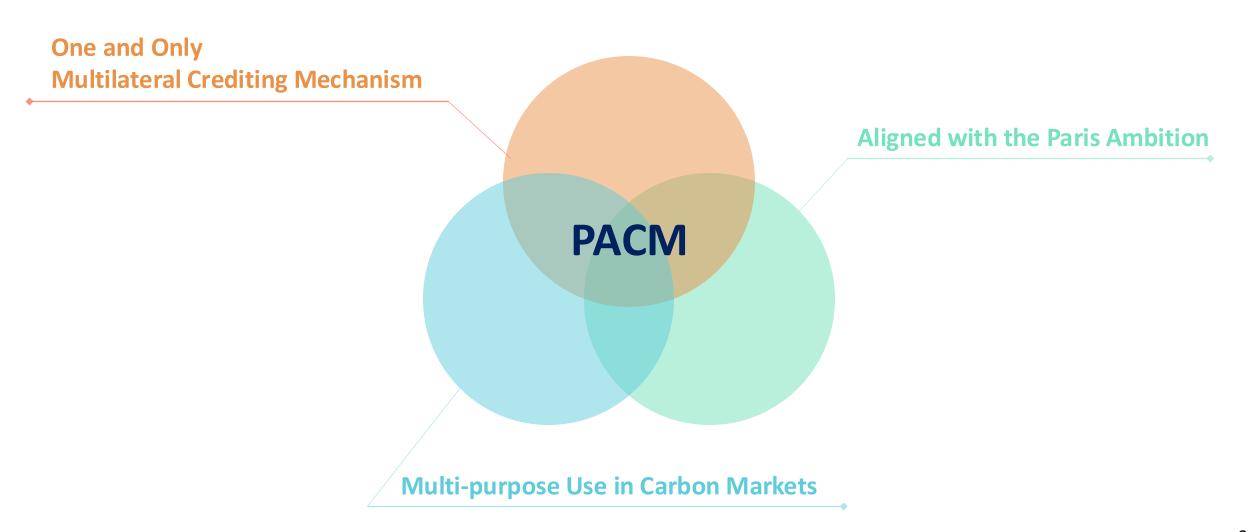
**HP**: Host Party / **UP**: Using Party

## **Ease of Reporting through Infrastructure**











#### One and Only Multilateral Crediting Mechanism

- Best positioned to tackle double counting under UNFCCC Integrated reporting and tracking mechanism
- Fulfillment of reporting obligation under Paris Agreement pre-fill all the information needed to report AEFs to the A6DB
- Multi prone Quality and Quantity assessment independent third party DOEs, UNFCCC secretariat,
   A6.4 SBM, and CMA
- Global Geographical coverage by any scheme (Accessibility) Scale, Type and Region Agnostic,
   Multilaterally Approved standards Global benchmark for baseline and crediting mechanism
   standards
- Robust Appeals and Grievance mechanism



#### Aligned with the Paris Ambition

- Two track National Approval process & Enhanced host party role Nationally Approved and Authorized
- Strong provisions regarding Sustainable development and continuous stakeholder inputs (covering all stakeholder types)
- Equitable sharing of benefits between two participating parties
- One and only mechanism contribute to Adaptation through three means to build resilience to the inevitable impacts of climate change for developing countries
- One and only mechanism contribute to Overall mitigation of Global emissions (OMGE)

#### Multi-purpose Use in Carbon Markets

• Use for both compliance and non-compliance purposes (NDC, MRV of climate finance, green bonds etc.)



## One and Only Multilateral Crediting Mechanism

- Best positioned to tackle double counting under UNFCCC – Integrated reporting and tracking mechanism
- Fulfillment of reporting obligation under Paris Agreement pre-fill all the information needed to report AEFs to the A6DB
- Multi prone Quality and Quantity
   assessment independent third party DOEs,
   UNFCCC secretariat, A6.4 SBM, and CMA
- Global Geographical coverage by any scheme (Accessibility) – Scale, Type and Region Agnostic, Multilaterally Approved standards -Global benchmark for baseline and crediting mechanism standards
- Robust Appeals and Grievance mechanism



#### **Multi-purpose Use in Carbon Markets**

 Use for both compliance and non-compliance purposes (NDC, MRV of climate finance, green bonds etc.)

#### **Aligned with the Paris Ambition**

- Two track National Approval process & Enhanced host party role - Nationally Approved and Authorized
- Strong provisions regarding Sustainable development and continuous stakeholder inputs (covering all stakeholder types)
- Equitable sharing of benefits between two participating parties
- One and only mechanism contribute to Adaptation through three means to build resilience to the inevitable impacts of climate change for developing countries
- One and only mechanism contribute to Overall mitigation of Global emissions (OMGE)

## Thank you!!



## **Speaker (Session 3)**





Ms. Fatima-Zahra Taibi

Team Lead Regulations Development Unit



# TRANSITION OF CDM ACTIVITIES

FATIMA-ZAHRA TAIBI
Team Lead, Mitigation Division
UNFCCC





## **Background**



Decision 3/CMA.3, annex (RMPs), chapter XI.A

**Decision 7/CMA.4** 

Decision 5/CMA.6

- ☐ Contains provisions that allow transition of CDM activities to the Art. 6.4 Mechanism with conditions:
- Transition request submission by 31 December 2023.
- Host Party approval submission by 31 December 2025.
- Compliance with the RMPs.
- ☐ Elaborated key conditions and processes (elaboration of RMPs)
- Crediting period or PoA period.
- Activity design.
- Transition process.

- Allowed transition of A/R CDM activities to the Art. 6.4 Mechansim with conditions:
- Transition request submission by 31 December 2025.
- Host Party approval submission by 31 December 2025.
- Compliance with the RMPs.



# **Eligibility for Transition – PAs & PoAs**



Aspect to be considered for Transition	Description
Activity Type	Shall be among those indicated publicly by the host party to the Supervisory Body.
Crediting Period	<ul> <li>Active as of 1 Jan 2021.</li> <li>Type (renewable or fixed) – not to change at or after transition.</li> <li>Renewals – following the RPMs unless the Host Party specifies no-renewal</li> </ul>
Use of CDM Methodologies	<ul> <li>May continue to use currently applied CDM meth until renewal or 31 Dec 2025 (whichever is earlier)</li> <li>May voluntarily (or requested by the host party if incompatible with its meth approach) replace the meth or as requested</li> <li>Additionality demonstration is deemed fulfilled if CDM meth is applied</li> <li>Global Warming Potential – apply values from the IPCC 5AR.</li> <li>For a PoA that continues applying CDM meths, no new CPAs may be included until renewal of PoA under Art. 6.4.</li> </ul>







- CDM project activities with a renewable crediting period, the current crediting period shall end at the earliest of:
  - When the current crediting period under CDM would have ended;
  - On 31 December 2025;
  - On a date determined by host Parties.
- CDM project activity or CPA with a fixed crediting period, the current crediting period shall end at the earliest of:
  - When the current crediting period under CDM would have ended;
  - On a date determined by host Parties.



# Transition Requirements - Use of Current CDM Methodologies



- May continue to use currently applied CDM meth until renewal or 31 Dec 2025 (whichever is earlier)
- May voluntarily replace the meth or as requested by the host party if incompatible with its meth approach
- Additionality demonstration is deemed fulfilled if CDM meth is applied
- Global Warming Potential apply values from the IPCC 5AR.
- For a PoA that continues applying CDM meths, no new CPAs may be included until renewal of PoA under Art. 6.4.



#### **Process**

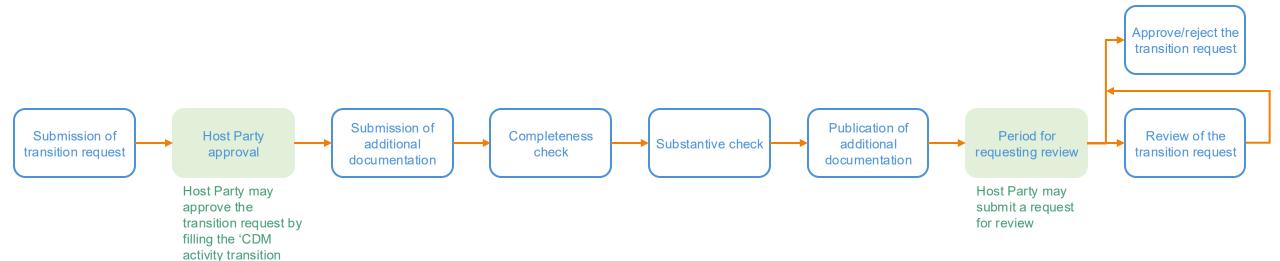


Transition Steps	Timeline
Submit transition request	31 December 2023 (ER) 31 December 2025 (A/R)
Global Stakeholder Consultation	28 Days
Submission of Host Party Approval	By 31 December 2025
Submission of Additional Documentation	If continuing to apply the CDM Meth: within 180 days of HP approval
	If applying A6.4 Meth: within 1 year of HP approval or new meth becoming available whichever is later
Processing of Transition Request	Collect transition fee, Completeness Check (7 days), Substantive Check (21 days), <b>Summary Note with recommendation</b> (14 days)
Request for Review of Transition Request by HP or SBM member	May be requested within 28 days of the completed substantive check
Finalizing transition request	<b>Approve</b> , <b>Approve with Modification</b> (7 days for proponent to respond), <b>Reject</b>



#### **Process**







approval form' and submit to the secretariat by **31 December 2025** 

#### **CDM Activity Transition to Article 6.4 Mechanism Approval Form**



#### A6.4-FORM-AC-003

CDM transition to Article 6.4 mechanism approval form <sup>1</sup> (Version 03.0)		
Type of transition request (Tick box(es))	☐ Transition of CDM activity ☐ Finalization of provisional request <sup>2</sup> ☐ For registration ☐ For issuance	
Type of activity (Tick box(es))	□ Project activity □ Programme of activities (PoA) □ Including component project activities (CPAs) <sup>3</sup>	
Title and UNFCCC reference number of activity		
Confirmation of receipt of transition request (Tick box to confirm)	□ Yes □ No	
Confirmation on activity type (Tick box to confirm)	☐ The type of activity in the transition request is among the activity types that the host Party intends to approve as Article 6.4 mechanism activities⁴	
Exemption from the waiver for share of proceeds for adaptation	Is the Project or RoA hosted in a LDC or SIDS:  ☐ Yes ☐ No	
for LDCs and SIDS <sup>5</sup>	☐ The host Party chooses not to exempt the CDM project activities or PoAs, and CPAs therein requesting transition from the share of proceeds for adaptation	

- <sup>1</sup> This form is to be filled, signed and submitted by the representative of the designated national authority for the Article 6.4 mechanism as notified to the UNFCCC secretariat by no later than 31 December 2025. The secretariat may convert this form into an electronic interface for the submission of the host Party approval, in which case, the signature will be replaced with electronically secure means.
- <sup>2</sup> Provisional requests for renewal will not be finalized under the transition process. Therefore, this form is not relevant.
- <sup>3</sup> CPAs already included in a CDM <u>PoA</u> may transition to the Article 6.4 mechanism only in conjunction with, or subsequent to, the transition of the <u>PoA</u>. Therefore, this box must be ticked if the host Party also approves the transition of the CPAs to the Article 6.4 mechanism.
- In accordance with paragraph 26(e) of the annex to decision 3/CMA.3, the host Party shall indicate publicly to the Supervisory Body the types of Article 6.4 mechanism activity that it would consider approving and how such types of activity and any associated emission reductions would contribute to the achievement of its nationally determined contribution, if applicable, its long-term low greenhouse gas emission development strategy, if it has submitted one, and the long-term goals of the Paris Agreement. Paragraph 6 of annex I to decision 7/CMA.4 further elaborated that CDM project activities, PoAs and the CPAs therein, and activities in provisional requests that may transition to the Article 6.4 mechanism shall be among the activity types indicated by the host Party.
- 5 This provision is only applicable to LDCs and SIDS and is to be checked if the LDC/SIDS hosting the CDM project activities or POAs and CPAs therein chooses not to exempt the CDM project activities or POAs and CPAs therein requesting transition from the share of proceeds for adaptation.

	A6.4-FORM-AC-003
Approving host Party	
	Date (DD/MM/YYYY):
I hereby approve the transition of the CDM activity to, or finalization of the provisional request under, the Article 6.4 mechanism, subject to approval by the Supervisory Body	Name of designated national authority organization:
	Name of representative of designated national authority:
	Signature:

#### Document information

Version	Date	Description
03.0	21 May 2025	Revision to simplify the confirmation of receipt of transition request.
02.0	26 February 2025	Revision to include exemption from the waiver for share of proceeds of adaptation for LDCs and SIDS and new deadline for submission of A/R transition request.
01.0	23 February 2024	Initial publication of form template.

https://unfccc.int/process-and-meetings/bodies/constituted-bodies/article-64-supervisory-body/rules-and-regulations#transition

Version 03.0 Page 1 of 2 Version 03.0 Page 2 of 2

#### **Current Status**



3,494 activities were eligible to transition to Article 6.4 mechanism

	A/R	Non-A/R	TOTAL
РА	66	3,263	3,329
PoA	1	164	165
TOTAL	67	3,427	3,494

• 1,507 activities have notified the intention to transition to Article 6.4 mechanism

	A/R	Non-A/R	TOTAL
PA	9	1,379	1,388
РоА	1	118	119
TOTAL	10	1,497	1,507



#### **Current Status**



35 activities have been approved by host Parties to transition

	Approved by host Parties	Pending additional documentation	Prosessing	Approved with modifications	Approved
PA	17	12	1	5	2
PoA	18	12	0	3	0
TOTAL	35	24	0	8	2



#### **More Information**



- Visit the UNFCC website: <u>Transition of CDM activities to Article 6.4</u> mechanism to access the following information:
  - Standard for transition
  - Procedure for transition
  - List of CDM projects eligible to transition
  - List of CDM activities undergoing Global Stakeholder Consultation
  - List of CDM activities that completed Global Stakeholder Consultation
  - Frequently asked questions on transition
- For further questions, email: A6.4mechanism-info@unfccc.int



#### Use of Pre-2021 CERs



- CERs from PA/PoAs registered on or after 2013 can be used for the first or first updated NDC compliance without a corresponding adjustment by the host country.
- Temporary and Long-term CERs shall not be used towards NDC achievement.

Registered on or after 2013 until December 31 2020 CERs must be transferred to the A6.4 Mechanism Registry and identified as Pre-2021 ERs

CERs can only be used to meet the first NDC.

Corresponding
Adjustments and
contribution to the
SoP are not
required.

CERs not meeting this conditions may only be used for achievement of an NDC in accordance with future decision of the CMA;



# Thank you!!



# **Speaker (Session 3)**





**Mr. Joaquim Barris** 

Team Lead Mitigation Data Systems Unit



The Transition Process from CDM to A6.4 **Status and Steps Ahead Till the End of 2025** 

**JOAQUIM BARRIS** 

Programme Officer, Mitigation Division

UNFCCC





#### **Decisions, Mandates and Standards**

Processes for implementation of the transition of activities from the CDM to A6.4 were described in decision 3/CMA.3 (annex, chapter XI.A), decision 7/CMA.4 (annex I), and decision 6/CMA.6



All the documents developed by the SBM related to the transition can be found here:



#### Or you may google:

CDM transition



UNECCO

https://unfccc.int > CDM\_transiti... - Traducir esta página

Transition of CDM activities

**Article 64 Business Function** 



UNFCCC

https://unfccc.int > bodies > rules... - Traducir esta página

Rules and Regulations

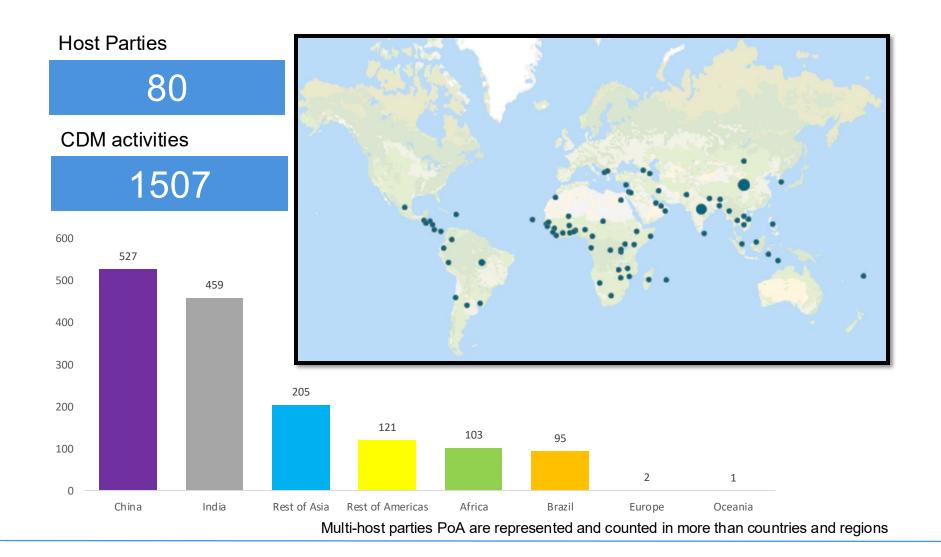


## **Using Kyoto Protocol Assets under the Paris Agreement**

	Group	Period	Requirements	Result
1	CDM activities eligible for transition to PACM	Post 2020	<ul> <li>DNA notification</li> <li>HP participation requirements</li> <li>HP approval</li> <li>Addendum</li> <li>CDM or 6.4 SD-tool</li> <li>Secretariat finalize the Assessment</li> <li>SBM approval</li> <li>GSC</li> </ul>	Registered under PACM using a CDM methodology maximum till 2025
2	Finalization of registrations under temporary measures	2021-2025	• Request for transition 🗘 🚺	Registered under PACM using a CDM methodology till 2025
3	Finalization of request for issuances under temporary measures	2021-2022	<ul> <li>Finalization of provisional request for issues.</li> <li>Revised monitoring report.</li> <li>Declaration on avoidance of double issuance.</li> <li>SBM approval and SHC</li> </ul>	6.4ERs approved using a CDM methodology
4	CDM activities with eligible CERs to be used towards the first NDC	2013-2020	<ul> <li>Party using the CERs must have authorization from the host country</li> <li>Corresponding adjustments must be applied</li> </ul>	CDM CERs used towards the first NDC

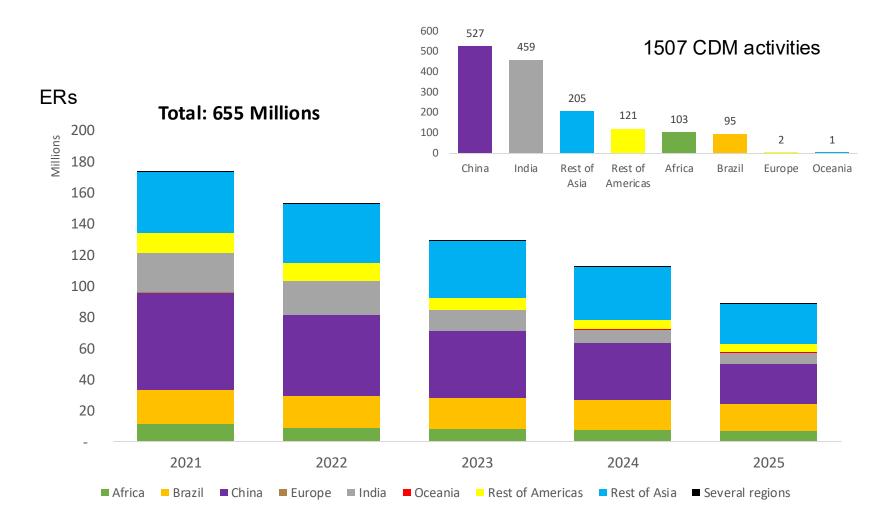


## From where are the CDM activities that have requested transition?



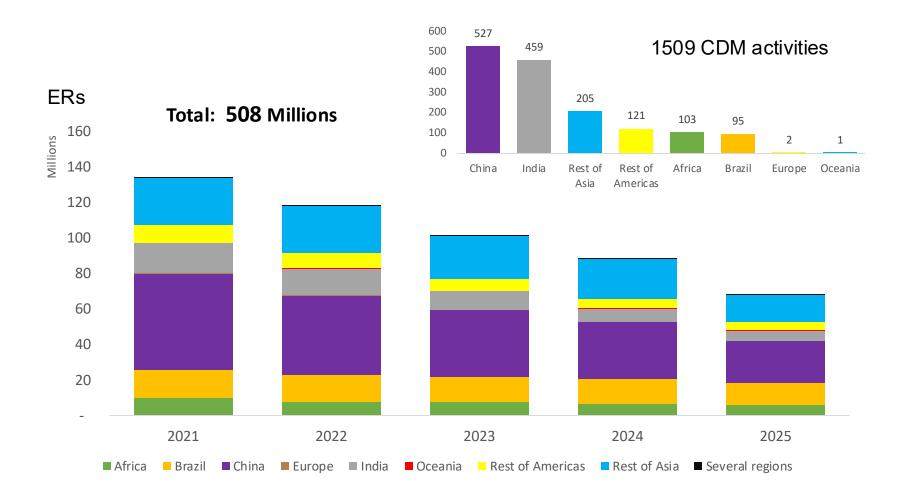


## **Maximum Potential Using CDM Methodologies**





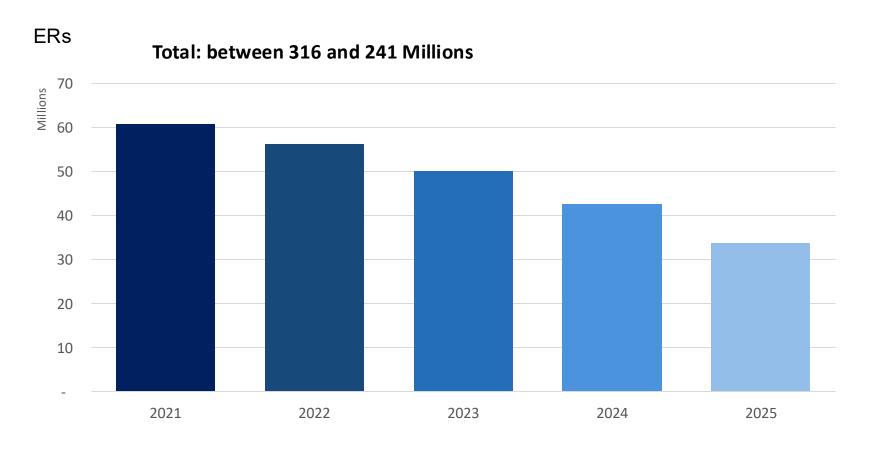
#### **Potential Applying Historical Technical Rates of Issuance and CDM Methodologies**



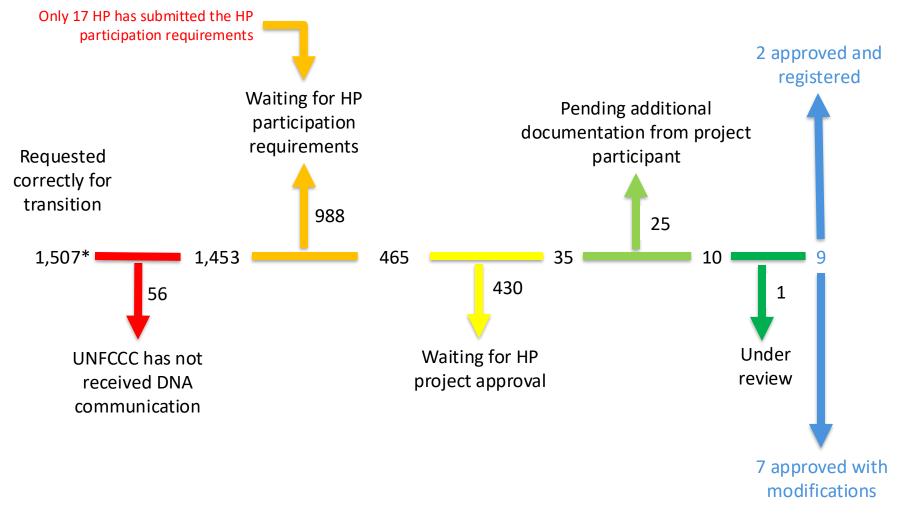


#### **Applying Parties' Inputs and Historical Technical Rates Using CDM Methodologies**

#### Between 894 and 543 CDM activities

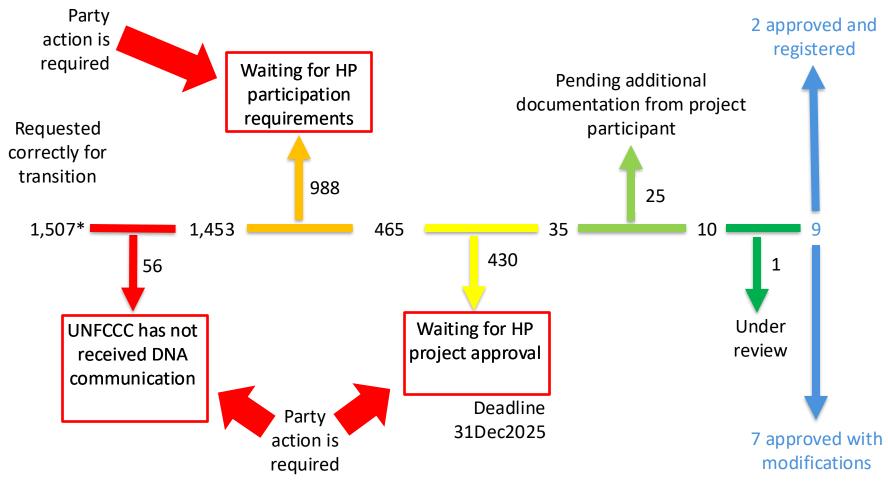






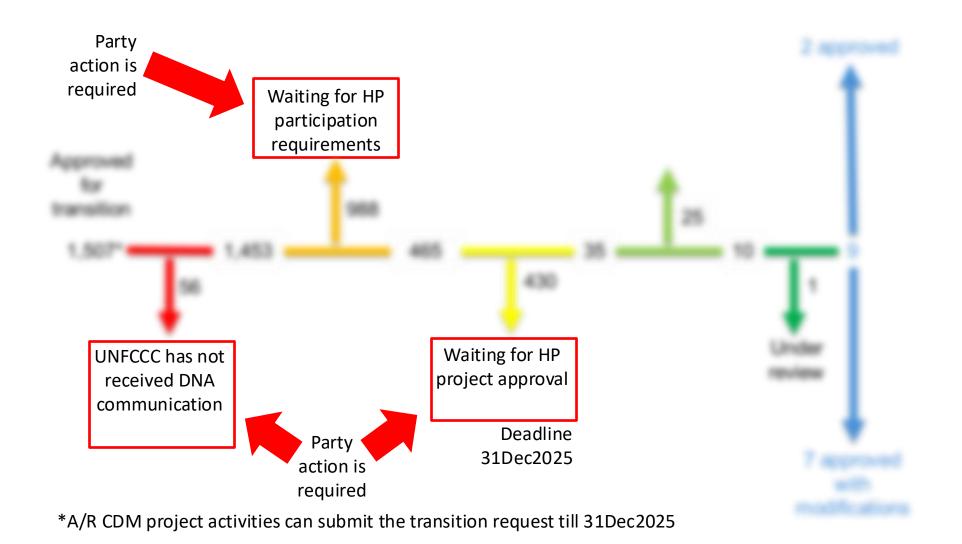
\*A/R CDM project activities can submit the transition request till 31Dec2025











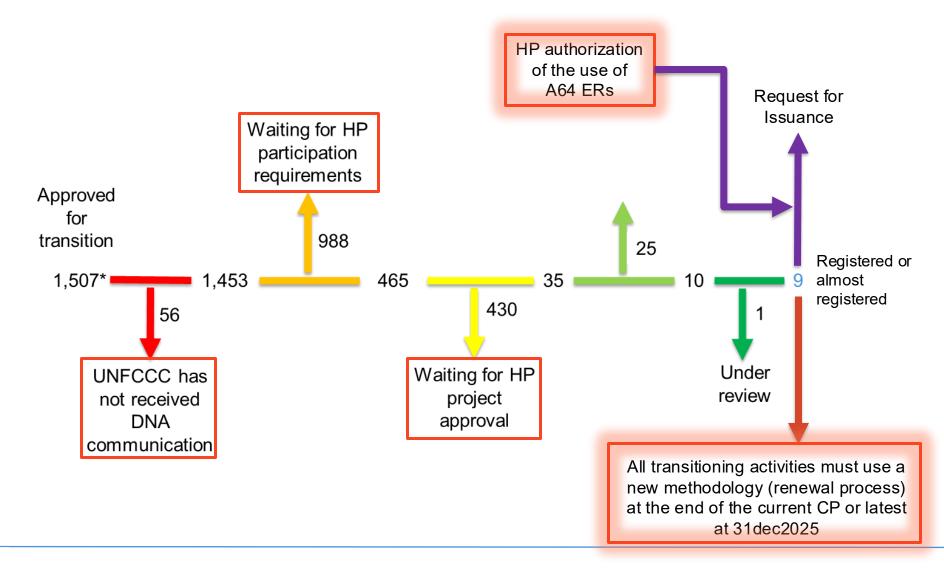


#### **Steps a Host Party Should Take to Transition CDM Activities**

	Deadline	Information or form	Sent to
UNFCCC has not received DNA communication	Earlier than 31Dec2025	Name of the organization Address of the organization Full name of the contact person Functional title of the contact person Telephone number and email address	Supervisory-Body@unfccc.int
Waiting for HP participation requirements	Earlier than 31Dec2025	https://unfccc.int/documents/636766	Supervisory-Body@unfccc.int
Waiting for HP project approval	31Dec2025	https://unfccc.int/documents/639917	Supervisory-Body@unfccc.int

A/R CDM project activities can submit the transition request till 31Dec2025







#### Benefits of Using the PACM and UNFCCC Infrastructure

As host Party responsibilities under PACM have grown, the secretariat is developing a solution to provide them with real-time control over key aspects.

- Notifications: Email alerts and reminders for required actions.
- Activity Overview: Full portfolio overview to ensure accountability
- Participation Requirements: Review and modify participation details as needed.
- **Issuance Authorization**: Create and modify issuance permissions directly.
- Registry Equivalence: When PACM is the only cooperative approach, it functions as a registry under Article 6.4, with Article 6.2 reports generated automatically.
- Artificial intelligence: Use of AI to accelerate evaluation, analysis and technical assessments

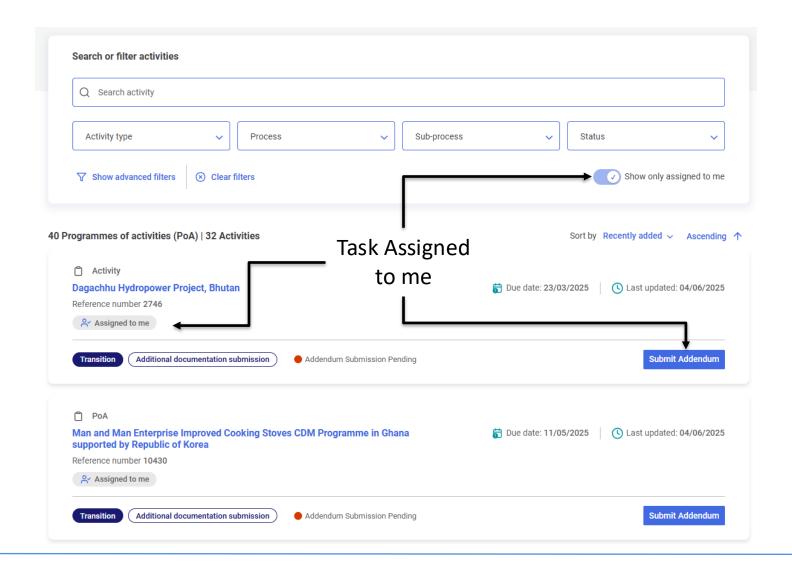


# The PACM Information System supporting the transition of CDM activities is now operational

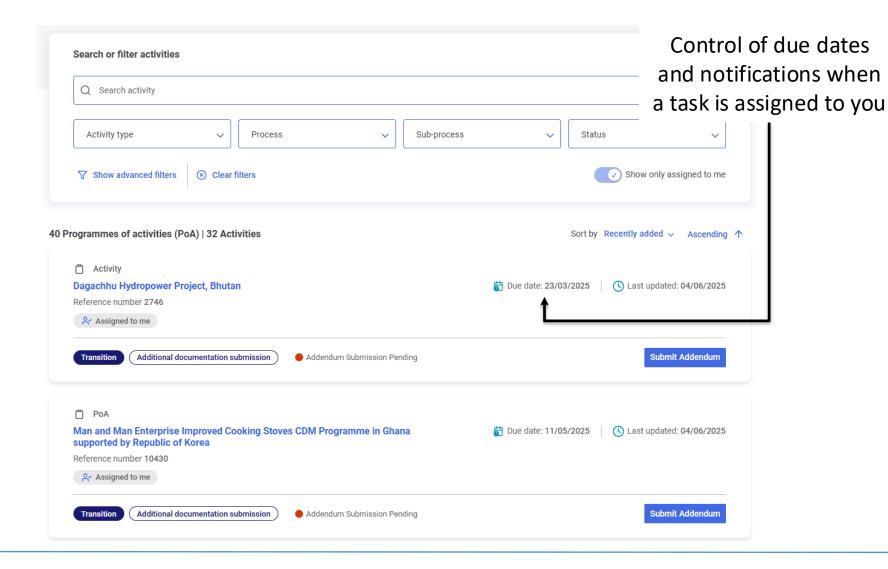
After the Host Party submits the "CDM Transition to Article 6.4 Mechanism Approval Form",

- 1. the designated Focal Point Cs will be able to create a user account at <a href="https://pacm.unfccc.int/">https://pacm.unfccc.int/</a> using their official email addresses.
- 2. Once logged into the platform, they will be able to view their activities and PoAs and submit the required additional documentation.
- 3. Focal Point Cs will also receive email notifications whenever further action is required on their part.











#### 2 Compliance with provisions of A6.4 Sustainable Development Tool

Starting from February 11, 2025, project participants of CDM activities eligible for transition to Article 6.4 must use the A6.4 SD Tool, as outlined in paragraph 21 of the SBM 14th meeting report and related documents. The A6.4 SD tool forms are under the "Forms" section here. √ A6.4-FORM-AC-015: A6.4 Environmental and social safeguards risk assessment form This form records the identification, evaluation, and avoidance of environmental and/or social risks that may be caused by a proposed A6.4 activity. Upload form is mandatory. **Guided process** Provide a text description of the selected option\* Description of A6.4 Environmental and social safeguards risk assessment form 0/2000 characters 6.4-FORM-AC-016: A6.4 Environmental and social management plan form This form details the set of minimization and mitigation measures and monitoring to be implemented. It shall be completed if risks have been identified in the Environmental and social safeguards risk assessment Upload form only if risks were identified in A6.4-FORM-AC-015: A6.4 Environmental and social safeguards risk assessment form.



This form is for the activity participants to identify and assess the potential positive and negative direct impacts of their A6.4 activities on the SD of the host Party(ies) by considering the host Party(ies) SD objectives and priorities (see section 7.1) and the SDGs; establishing activity-level SD indicators and monitoring and reporting the outcomes against the established indicators.



#### 2 Compliance with provisions of A6.4 Sustainable Development Tool

Starting from February 11, 2025, project participants of CDM activities eligible for transition to Article 6.4 must use the A6.4 SD Tool, as outlined in paragraph 21 of the SBM 14th meeting report and related documents. The A6.4 SD tool forms are under the "Forms" section here. ✓ A6.4-FORM-AC-015: A6.4 Environmental and social safeguards risk assessment form This form records the identification, evaluation, and avoidance of environmental and/or social risks that may be caused by a proposed A6.4 activity. Upload form is mandatory. Guided Provide a text description of the selected option\* process Description of A6.4 Environmental and social safeguards risk assessment form 0/2000 characters 6.4-FORM-AC-016: A6.4 Environmental and social management plan form This form details the set of minimization and mitigation measures and monitoring to be implemented. It shall be completed if risks have been identified in the Environmental and social safeguards risk assessment. Upload form only if risks were identified in A6.4-FORM-AC-015: A6.4 Environmental and social safeguards risk assessment form. Provide a text description of the selected option\* Description of A6.4 Environmental and social management plan form



# Thank you!!



# **Speaker (Session 3)**





#### Mr. Daniel Galvan Perez

Programme Officer
Assessment and Accreditation Unit



# **CDM Transition**

DANIEL GALVAN PEREZ
Programme Officer, Mitigation Division
UNFCCC





#### **Host Party Approval**

#### A6.4-FORM-AC-003

CDM transition to Article 6.4 mechanism approval form <sup>1</sup> (Version 03.0)		
Type of transition request (Tick box(es))	<ul> <li>□ Transition of CDM activity</li> <li>□ Finalization of provisional request<sup>2</sup></li> <li>□ For registration</li> <li>□ For issuance</li> </ul>	
Type of activity (Tick box(es))	☐ Project activity ☐ Programme of activities (PoA) ☐ Including component project activities (CPAs)³	
Title and UNFCCC reference number of activity  Confirmation of receipt of transition request  (Tick box to confirm)	□ Yes □ No	
Confirmation on activity type (Tick box to confirm)	☐ The type of activity in the transition request is among the activity types that the host Party intends to approve as Article 6.4 mechanism activities⁴	
Exemption from the waiver for share of proceeds for adaptation for LDCs and SIDS <sup>5</sup>	Is the Project or PoA hosted in a LDC or SIDS:  ☐ Yes ☐ No  ☐ The host Party chooses not to exempt the CDM project activities or PoAs and CPAs therein requesting transition from the share of proceeds for adaptation	

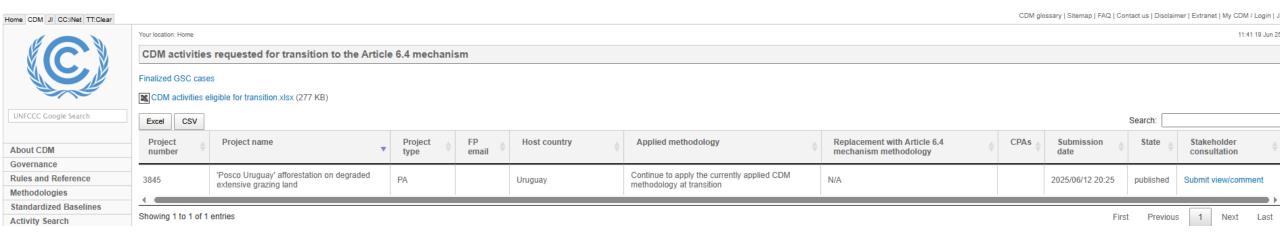
This form is to be filled, signed and submitted by the representative of the designated national authority for the Article 6.4 mechanism (Art6.4 DNA) as notified to the UNFCCC secretariat by no later than 31 December 2025.

Approving host Party	
	Date (DD/MM/YYYY):
I hereby approve the transition of the CDM activity to, or finalization	Name of designated national authority organization:
of the provisional request under, the Article 6.4 mechanism, subject to approval by the Supervisory Body	Name of representative of designated national authority:
	Signature:



#### Request for Transition (A/R)

The dedicated <u>interface</u> is now open for project participants of a CDM afforestation and reforestation (A/R) project activity or CDM A/R PoA and the CPAs therein, that are eligible to transition to Article 6.4 mechanism to submit a request for transition. The deadline for submission of a request for transition of a CDM A/R project activity or CDM A/R PoA and the CPAs therein to the Article 6.4 mechanism is **31 December 2025**.





Available at: interface

# Addendum to Design Document for CDM Activity Transition Request

This form is to **be filled in**, signed and submitted by the person authorized for scope (c) by the project participants of the clean development mechanism (CDM) project activity or programme of activities, as indicated in the modalities of communication submitted in accordance with the "CDM project cycle procedure for project activities" or "CDM project cycle procedure for programmes of activities" to the secretariat within 180 days of the publication of the **host Party approval** of the transition .



### ADDENDUM TO DESIGN DOCUMENT FOR CDM ACTIVITY TRANSITION REQUEST<sup>1</sup> (Version 03.0)

Title and UNFCCC reference number of activity	
	Provide a summary of the environmental and social impacts and sustainable development benefits of the transitioning clean development mechanism (CDM) activity, and attach to this form a report prepared in accordance with the "Standard: Transition of CDM activities to the Article 6.4 mechanism" (hereinafter referred to as "transition standard"):
Environmental and social	Environmental impacts
impacts <sup>2</sup>	>>
	2. Social impacts
	>>
	Sustainable development benefits
	>>
	☐ The transitioning activity uses fossil fuel for co-firing or as a backup fuel
	If this box is ticked, describe the monitoring plan to account for emissions from the use of fossil fuel in accordance with the transition standard.
	>>
Non-permanence risk	☐ The transitioning activity applies one or more of the CDM methodologies listed as having a risk of negative emission reductions in paragraph 32 of the transition standard
	If this box is ticked, describe (i) the outcome of the assessment to determine whether there was any accrual of net negative emission reductions in the past; and (ii) the monitoring plan to take into account such negative emission reductions in emission reductions occurring from 2021 in accordance with the transition standard.
	>>



## **Networking Lunch**



## Q and A Session



#### **Speaker (Session 4)**





Mr. Nitin Arora

Team Lead
Stakeholders Interaction Unit



# Status of DNA Designation and Host Party Participation Requirements Submissions

NITIN ARORA
Team Lead, Mitigation Division
UNFCCC





#### **Designation of National Authorities**

- In accordance with decision 3/CMA.3 and its annex, Parties to the Paris Agreement are invited to designate their national authority for PACM and communicate that designation to the UNFCCC secretariat (Supervisory-Body@unfccc.int).
- In the communication to the secretariat, Parties should provide the following:
  - Name of the organization to act as the national authority;
  - Address of the organization with city and country;
  - Full name of the contact person with Mr. or Ms., and functional title;
  - Telephone number and email address.



#### **Current Status as of 20 June 2025**

#### 107 Parties designated and communicated

- African (41): Benin, Botswana, Burkina Faso, Burundi, Cabo Verde, Cameroon, Central Africa Republic, Chad, Congo, Côte d'Ivoire, DR Congo, Egypt, Ethiopia, Eswatini, Gabon, Gambia, Ghana, Guinea, Kenya, Lesotho, Liberia, Madagascar, Malawi, Mali, Mauritania, Mauritius, Morocco, Namibia, Niger, Nigeria, Rwanda, Sao Tome and Principe, Senegal, Sierra Leone, Seychelles, Somalia, Togo, Tunisia, Uganda, Zambia and Zimbabwe.
- Asia-Pacific (32): Bangladesh, Bhutan, Cambodia, China, Republic of Korea, Fiji, India, Indonesia, Iraq, Kazakhstan, Kyrgyzstan, Lao People's Democratic Republic, Malaysia, Maldives, Mongolia, Myanmar, Nepal, Oman, Pakistan, Palau, Papua New Guinea, Philippines, Saudi Arabia, State of Palestine, Solomon Islands, Sri Lanka, Timor-Leste, United Arab Emirates, Uzbekistan, Vanuatu and Viet Nam.



#### **Continued**

- Eastern European States (5): Azerbaijan, Czechia, Estonia, Georgia, and Ukraine.
- Latin America and Caribbean States (20): Argentina, Bahamas, Belize, Brazil, Chile, Colombia, Costa Rica, Dominican Republic, Ecuador, El Salvador, Guatemala, Haiti, Honduras, Jamaica, Mexico, Nicaragua, Panama, Paraguay, Peru and Uruguay.
- Western European and other States (9): Finland, France, Greece, Liechtenstein, New Zealand, Sweden, Switzerland, Turkiye and United Kingdom of Great Britain and Northern Ireland.



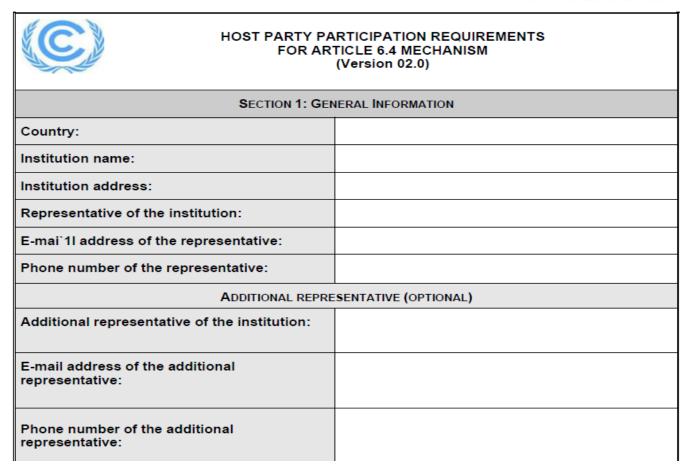
#### **Host Party Participation Requirements**

- In accordance with **decision 3/CMA 3**, each host Party of prior to participating in the mechanism **shall** ensure that:
  - It is a Party to the Paris Agreement;
  - It has prepared, has communicated and is maintaining a NDC in accordance with Article 4, paragraph 2;
  - It has DNA for the mechanism and has communicated;
  - It has indicated publicly to the SBM how its participation in the mechanism contributes to SD;
  - It has indicated publicly to the SBM the types of A6.4, activity that it would consider approving and how such types of activity and any associated emission reductions would contribute to the achievement of its NDC, if applicable, LT-LEDS, if it has submitted one, and the long term goals of the Paris Agreement.
- These requirements are further stated in the activity cycle procedures adopted by the SBM, and the secretariat has developed the <a href="https://example.com/html/>
  HPPR Form</a>



#### **HPPR Form**

#### A6.4-FORM-GOV-001





#### **Continued**

SECTION 2: PARTICIPATION RESPONSIBILITIES			
Is your country a Party to the Paris Agreement?	☐ Yes		
	□ No		
Has your country prepared, communicated, and is it maintaining a Nationally Determined	☐ Yes		
Contribution (NDC) in accordance with Article 4, paragraph 2 of the Paris Agreement?	□ No		
Has your country designated a Designated National Authority (DNA) for the Article 6.4	☐ Yes		
mechanism and communicated that designation to the UNFCCC secretariat?	□ No		
Please describe how your country's participation sustainable development, while acknowledging development is a national prerogative.			
Please provide detailed information on the type activities) that your country would consider ap Authorization) of the Rules, Modalities and Pro-			
	any associated emission reductions or removals, ountry's NDC, if applicable, its long-term low GHG tted one, and the long-term goals of the Paris		



#### **Continued**

Please provide any additional info	rmation that the host Party may deem necessary (optional) <sup>1</sup> :
applied for A6.4 activities that it int RMPs, under the supervision of th of the CMA, with an explanation of	methodological requirements, including additionality, to be sends to host, in addition and subject to and consistent with the see Supervisory Body, and subject to further relevant decisions f how those approaches and requirements are compatible with e, its long-term low GHG emission development strategy:
>>	
crediting periods may be renewe Supervisory Body, and in accord	or A6.4 activities that it intends to host, including whether the ed, subject to the RMPs and under the supervision of the dance with further relevant decisions of the CMA, with an g periods are compatible with its NDC and, if it has submitted on development strategy:
>>	
Definition of first transfer pursuan	t to decision 2/CMA.3, annex, paragraph 2(b)² as:
☐ The authorization	
☐ The issuance	
☐ The use or cancellation of the A6.4	4ERs
	Is the host Party an LDC or SIDS:
Exemption from the waiver for share of proceeds for adaptation	☐ Yes ☐ No
for LDCs and SIDS <sup>3</sup>	☐ The host Party chooses not to exempt all projects or PoAs and CPs from the share of proceeds for adaptation <sup>4</sup>
Any additional information:	
>>	



#### **Status**

As of 20 June 2025, 17 Parties have submitted the Host Party Participation Requirements

- Africa (7): Ghana, Madagascar, Mali, Morocco, Rwanda, Togo, and Uganda.
- Asia-Pacific (7): Bangladesh, Benin, Bhutan, India, Myanmar, Nepal, and Sri Lanka
- Eastern European States (1): Georgia
- Latin America and Caribbean States (2): Chile, and Dominican Republic
- Of these, 6 Parties have submitted host Party approvals for certain CDM projects or programmes of activities: Bangladesh (11), Bhutan (3), Dominican Republic (3), Ghana (2), Myanmar (4), and Uganda (13).



## **Georgia's HPPRF**

#### A6.4-FORM-GOV-001

	RTICIPATION REQUIREMENTS TICLE 6.4 MECHANISM (Version 02.0)		
Section 1: Gen	IERAL INFORMATION		
Country:	Georgia		
Institution name:	Ministry of Environmental Protection and Agriculture		
Institution address:	6 Marshal Gelovani Ave., Tbilisi, Georgia 0159		
Representative of the institution:	Nino Tandilashvili (First Deputy Minister)		
E-mai`1I address of the representative:	Nino.tandilashvili@mepa.gov.ge		
Phone number of the representative:	+995 577282545		
ADDITIONAL REPRE	SENTATIVE (OPTIONAL)		
Additional representative of the institution:	Nino Tkhilava (Head of Environment and Climate Change Department)		
E-mail address of the additional representative:	Nino.tkhilava@mepa.gov.ge		
Phone number of the additional representative:	+995595119745		
SECTION 2: PARTICIP	PATION RESPONSIBILITIES		
Is your country a Party to the Paris	⊠ Yes		
	□ No		
Has your country prepared, communicated, and is it maintaining a Nationally Determined Contribution (NDC) in accordance with Article	⊠ Yes		
4, paragraph 2 of the Paris Agreement?  Has your country designated a Designated			
National Authority (DNA) for the Article 6.4 mechanism and communicated that designation to the UNFCCC secretariat?	□ No		



#### **Continued**

Please describe now your country's participation in the Article 6.4 mechanism contributes to sustainable development, while acknowledging that the consideration of sustainable development is a national prerogative.

Georgia's participation and will use the mechanism to accelerate low-carbon, climate-resilient growth, specifically by:

 deploying renewable electricity (solar, wind, small hydro) to reduce fossil imports and urban air pollution;

Version 02.0 Page 1 of 4

#### A6.4-FORM-GOV-001

- modernising transport with electric buses/rail and charging corridors that cut particulate matter and improve public health;
- scaling energy-efficiency retrofits (industry and buildings) that lower energy poverty and create green jobs in rural areas;
- promoting sustainable forestry, agro-photovoltaics and biomass-to-energy, thereby increasing incomes for smallholders, enhancing biodiversity corridors and reducing wildfire risk; and
- mobilising private and international climate finance, supplementing public resources for implementing Georgia's updated NDC and its Long-Term Low-Emission Development Strategy.

Please provide detailed information on the types of activities under Article 6, paragraph 4 (A6.4 activities) that your country would consider approving pursuant to chapter V.C (Approval and Authorization) of the Rules, Modalities and Procedures (RMPs).

Additionally, explain how these activities, and any associated emission reductions or removals, would contribute to the achievement of your country's NDC, if applicable, its long-term low GHG emission development strategy, if it has submitted one, and the long-term goals of the Paris Agreement?

Georgia is going to consider various project activities under Article 6.4 that would include, but not limited to:

- Grid-connected and off-grid renewable power (Utility-scale and C&I solar PV; onshore wind; runof-river hydro; geothermal pilot; waste-heat-to-power)
- Industrial and building energy-efficiency retrofits and fuel-switching (Industrial heat-pump integration, high-performance building envelopes, district-heat modernisation)
- Waste-sector mitigation (landfill gas capture, composting, waste-to-energy, refuse-derived fuel)
- Sustainable transport (electric bus and rail systems, vehicle electrification infrastructure, Electric bus & rail fleets, EV charging hubs, modal-shift infrastructure)
- Low-carbon agriculture and forestry (afforestation/reforestation, agroforestry, rice-paddy methane reduction, bio-digesters)
- Emerging Technologies (Green hydrogen and e-fuels pilots linked to renewable electricity)

These activities will generate A6.4 Emission Reductions (A6.4ERs). Georgia will ensure transparent accounting and will be consciously utilizing the eventual ERs for various purposes, including accounted for against Georgia's NDC and future NDC updates, global emissions reductions targets and commitments, transfer of ERs to other countries under various mechanisms, including A6.2, etc. MEPA will approve only those activities that:



#### **Continued**

2000, trius supporting the forig-term temperature goal of the Fans Agreement.

Please provide any additional information that the host Party may deem necessary (optional)1:

Baseline approaches and other methodological requirements, including additionality, to be applied for A6.4 activities that it intends to hot, in addition and subject to and consistent with the RMPs, under the supervision of the Supervisory Body, and subject to further relevant decisions of the CMA, with an explanation of how those approaches and requirements are compatible with its NDC and, if it has submitted one, its long-term low GHG emission development strategy:

Georgia will apply Article 6.4 Supervisory Body-approved methodologies by default. Where no suitable

The host Party may optionally provide additional information on: i) Baseline approaches and other methodological requirements, including additionality, to be applied for Article 6.4 activities as per decision 3/CMA.3, annex, paragraph 27; ii). Crediting periods to be applied for Article 6.4 activities that it intends to host, including whether the crediting periods may be renewed as per decision 3/CMA.3, annex 3, paragraph 27(b); iii) First transfer in case it intends to authorize A6.4ERs for other international mitigation purposes as per decision 2/CMA.3, annex, paragraph 2(b); iv) statement on exemption from the waiver for share of proceeds for adaptation for LDCs and SIDS of all projects or PoAs and CPs.

Version 02.0 Page 2 of 4

#### A6.4-FORM-GOV-001

methodology exists, project proponents may submit a new or revised methodology that: (i) reflects best available technology and current national policies; (ii) applies a dynamic baseline that is adjusted at each crediting-period renewal to stay below the most plausible BAU trajectory; (iii) demonstrates additionality via combined regulatory-surplus, investment and common-practice tests.

Dynamic baselines mirror the declining NDC emissions pathway and the net-zero vision in the LT-LEDS. Crediting periods to be applied for A6.4 activities that it intends to host, including whether the crediting periods may be renewed, subject to the RMPs and under the supervision of the Supervisory Body, and in accordance with further relevant decisions of the CMA, with an explanation of how those crediting periods are compatible with its NDC and, if it has submitted one, its long-term low GMG emission development strategy:

As per current, Georgia is envisioning following crediting periods for activities under A6.4:

- Energy, industrial-process, transport and waste projects: 7 years, renewable twice (total ≤ 21 years).
- Afforestation/reforestation and other land-use projects: 15 years, non-renewable.

Renewals will only be granted if consistency with the then-current NDC and sectoral decarbonisation pathway is demonstrated. All crediting periods shall end no later than five years after the close of the NDC implementation period in which the activity started, avoiding over-crediting

Definition of first transfer pursuant to decision 2/CMA.3, annex, paragraph 2(b)<sup>2</sup> as:

- ☐ The authorization
- The issuance
- ☐ The use or cancellation of the A6.4ERs

Exemption from the waiver for share of proceeds for adaptation for LDCs and SIDS<sup>3</sup> Is the host Party an LDC or SIDS:

☐ Yes ☒ No

 ☑ The host Party chooses not to exempt all projects or PoAs and CPs from the share of proceeds for adaptation<sup>4</sup>

Any additional information:

- Georgia has designated MEPA as the Designated National Authority for Article 6.4; forma notification to the UNFCCC secretariat is submitted to UNFCCC.
- All A6.4 activities must submit a Corresponding Adjustment Plan consistent with Georgia's greenhouse-gas inventory system to avoid double counting.
- The national Article 6 Registry Module will be interoperable with the UNFCCC A6.4 registry and the EU ETS ITL by 2027.



#### **Article 6.4 DNA Forum**

- SBM010 agreed to establish a forum of the Article 6.4 designated national authorities to support the implementation of the Article 6.4 mechanism, to facilitate a dialogue with host Parties and to report to the CMA accordingly.
- Purpose of the Forum is to enable representatives of DNAs to exchange views and share experiences relating to the Article 6.4 mechanism as well as to bring common views and issues to the attention of the Supervisory Body.
- The first Global DNA Forum was held in Panama on 20 and 22 May 2025.
  - More than 120 participants attended
  - ToR adopted
  - Elected Cristina Figueroa Vargas as the Co-Chair of the Forum

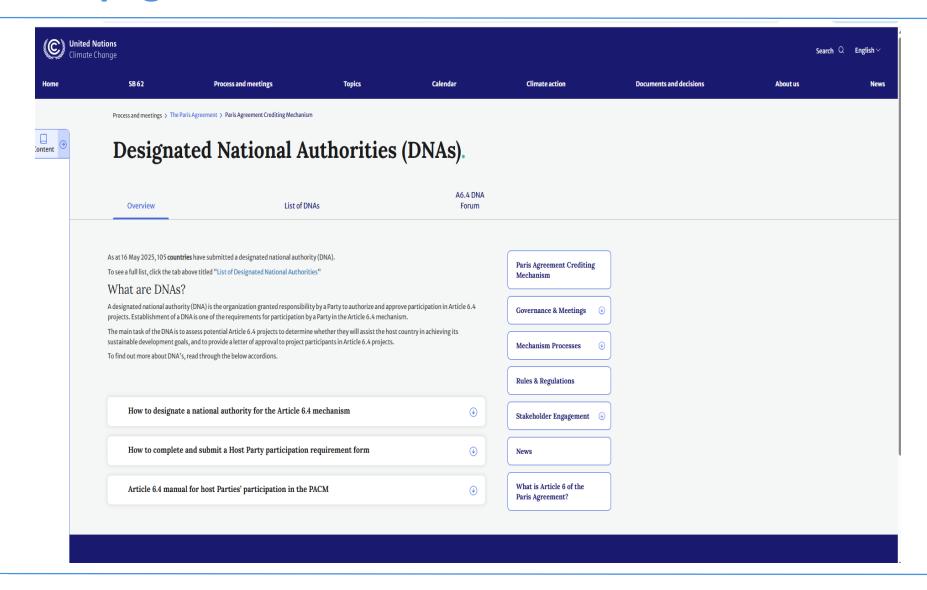


#### Article 6.4 Manual for Host Parties' Participation in the PACM

- A6.4 Manual for host Parties' participation, which has been under consideration by the SBM for a while, is now publicly available to assist host Parties in their participation in the PACM.
- The manual is an important resource that clarifies the roles and responsibilities of host Parties and other participating Parties throughout the activity cycle.
- It will be updated continuously based on the feedback we have received from our stakeholders, including DNAs.
- We also have a user-friendly version of the manual, which is being updated based on requests from the SBM
- <a href="https://unfccc.int/process-and-meetings/the-paris-agreement/article-64-mechanism/national-authorities#HP-Manual">https://unfccc.int/process-and-meetings/the-paris-agreement/article-64-mechanism/national-authorities#HP-Manual</a>



#### **DNA** Webpage





## A6.4mechanism-info@unfccc.int



## Moderator-DNA@unfccc.int



# Thank you!!



## **Speaker (Session 5)**





Ms. Fatima-Zahra Taibi

Team Lead Regulations Development Unit



# PACM Authorization Process and Guided Walk-Through of the Website to Find Key Information

**FATIMA-ZAHRA TAIBI**Team Lead, Mitigation Division **UNFCCC** 





#### **Background**



- "The host Party shall provide a statement to the Supervisory Body specifying whether it authorizes A6.4ERs issued for the activity for use towards achievement of NDCs and/or for OIMP as defined in decision 2/CMA.3" (Paragraph 42, decision 3/CMA.3)
- "The mechanism registry shall distinguish A6.4ERs that are authorized for use towards the achievement of NDCs and/or for use for OIMP" (Paragraph 55, decision 3/CMA.3)
- "The mechanism registry administrator shall, at the time of the issuance of A6.4ERs, assign their authorization status in accordance with the statement by the host Party provided to the Supervisory Body" (Paragraph 38, decision 7/CMA.4)



#### **Authorization - Timing**



- Decision 7/CMA.4, annex I, paragraph 38, requires the mechanism registry administrator to assign the authorization status at the time of the issuance of A6.4ERs
- CMA.6 "encourages" the host Party to provide the SA "as early as possible" and it clarifies that the host Party may include a statement of authorization as part of the approval of an A6.4 activity
- Activity cycle procedure provisions stipulate that:
  - The host Party shall provide a statement of authorization on the use of the A6.4ERs for the project/PoA as early as possible but prior to the first issuance of A6.4ERs for the project/PoA through dedicated interface on the UNFCCC website, by completing a form



#### **Authorization – Possibilities**



- Paragraph 11, decision -/CMA.6 clarified that the statement of authorization (AS) shall contain information, which may be included as part of the approval of the activity by the host Party, on whether it:
  - Authorizes, in full or in part, the A6.4ERs to be issued for the underlying activity for use towards achievement of NDCs and/or for OIMP;
  - Does not authorize any A6.4ERs to be issued for the underlying activity for use towards achievement of NDCs and/or for OIMP;
  - Allows mitigation contribution A6.4ERs (MC A6.4ERs) to be issued for the underlying activity, while noting that the host Party may authorize the A6.4ERs at a later stage subject to further provisions.



#### **Post-Issuance Authorization**



- The host Party may authorize, for use towards achievement of NDCs and/or for OIMP, MC A6.4ERs already issued prior to any transfer of the MC A6.4ERs in or out of the mechanism registry provided the MC A6.4ERs are still held by the activity participants, by providing to the Supervisory Body, through a dedicated interface on the UNFCCC website, a revised statement of authorization
- Revised statement of authorization submitted by the host Party is to be made publicly available on the UNFCCC website and the participating Parties and the activity participants shall be informed
- The mechanism registry administrator undertakes the changes of the authorization status as per the revised statement







- The CMA.6 decided that the host Party may authorize, for use towards achievement of NDCs and/or for OIMP, MC A6.4ERs already issued provided that:
  - It is within the time frame from the date of issuance prior to any transfer of the units in or out of the mechanism registry,
  - Respective MC A6.4ERs are still held by the mitigation activity participants and have not been transferred in or out of the mechanism registry;
  - Corresponding adjustments pursuant to decision 2/CMA.3, annex, chapter III
    (Corresponding adjustments), are applied by the host Party as if the authorization had been provided no later than at issuance;
  - Respective SOP for adaptation received by the Adaptation Fund are comprised of authorized A6.4ERs rather than of MC A6.4ERs;



#### **Changes to Authorization**



- The host Party may at any time submit a revised statement of authorization making changes to the authorization of the use of A6.4ERs which shall not apply to, or affect, A6.4ERs that have already been transferred in or out of the mechanism registry, unless otherwise specified by the host Party in applicable terms and conditions of the authorization that specify the circumstances for such changes and the process for managing them, in order to ensure the avoidance of double counting
- The host Party may provide the revised statement of authorization and shall additionally provide the following information if the changes include authorization status changes of part or full quantity of A6.4ERs:
  - The effective date of the change to the authorization status, which shall not be before the date of submission of the revised statement;
  - The reason for the change in reference to the pre-defined terms and conditions of the authorization that specify the circumstances for such changes as in the original statement of the authorization.



#### Impact of Change to the Authorization



- If the host Party changes the authorization of the use of the A6.4ERs, prior to final decision of the Supervisory Body to issue the A6.4ERs for the project, the registry administrator shall issue A6.4ERs indicating their authorization status as per the revised authorization statement
- If the host Party changes the authorization status of the use of A6.4ERs after the issuance of the A6.4ERs, the mechanism registry administrator shall undertake the changes to the authorization status in accordance with the applicable provisions of "Procedure: Article 6.4 mechanism registry"



#### Form for Authorization of the A6.4ERs



EMISSION RE	DUCTION 8 FORM FOR ARTICLE 6.4 PROJECT 8 (Version 01.0)	
DETAILS OF THE AUTHORIZATION		
Authorization ID: 1	>>	
Version of the authorization:	>>	
Date of last change to the authorization, if applicable:	Click or tap to enter a date.	
Effective date of the change to the authorization, if applicable:	Click or tap to enter a date.	
	SECTION A	
Всстюм	A.1. DETAILS OF THE PROJECT	
Project title:	>>	
Project UNFCCC reference number:	>>	
Mitigation type:	Emission reductions     Removals     Combined emission reductions and removals	
Applied methodology(les) and their version(s):	>>	
Sector(s) covered:	>>	
Sectoral scope(s)::	33	
Autivity type(s)*:	>>	
Section A.2. Details or the hos	T PARTY AND DESIGNATED NATIONAL AUTHORITY (DNA)	
Name of the host Party:	Choose a Party.	

- ID of the authorization as per the tracking system of the host Party.
- <sup>2</sup> The effective date of the change to the authorization status shall not be before the date of submission of the revised statement of authorization.
- When filling in this section the values for specific information attributes shall be provided as per the list of common nomenciatures under Article 6, paragraph 2 of the Paris Agreement, as applicable. The list is available at https://unicon.int/socurrents/81433.
- 4 As per the Standard: Article 6.4 accreditation and respective applied methodology(les).
- As per the list of common nomendatures under Article 6.2 of the Paris Agreement available at: https://unfece.intidocuments.641433.

Ade	dress of the DNA:	>>	
E-mail of the DNA:		>>	
Telephone of the DNA:		>>	
	Section A.S. Host	PARTY STATEMENT OF AUTHORIZATION	
	host Party decides, based on the relevan the implementation of its NDC that it:	t project information and the implications of hosting the proje	
• *	achievement of nationally determined o pursuant to decision 2/CMA.3, annex, p in Sections B.1-8 below). If only part provide below additional information on provided for the part not authorized yet.	Rs to be issued for the underlying activity for the use toward contributions and/or for other international mitigation purpose arrangam(h (fig) and (f) (provide the details of the authorization A6.4ERs to be issued is authorized, the Party may optional the terms and conditions under which authorization will be	
0	Does not authorize any A6 4ERs to be achievement of nationally determined or	e issued for the underlying activity for use towards orbifulations and/or for other international mitigation s, annex, paragraph 1(d) and (f) ( <u>crovide information only in</u>	
22	may authorize the A6.4ERs at a later at Article 6.4 activity cycle procedure for p B.1-8 below at a later stage when decid Host Party may optionally provide below which authorization will be provided:	to be issued for the underlying activity, while noting that it agas subject to the relevant regular money of the "Procedure regular money of the "Procedure rejector (provide the details of the authorization in Sections from the underlying the submitted the issued mitigation contribution Ass 45%; as additional information on the terms and conditions under underlying the submitted of the submitted that is a submitted to the submitted that is a submitted that is a submitted to the submitted that is a submitted that it is a submitted to the submitted that is a submitted that it is a submitted to the submitted that it is a submitted that it is a submitted to the submitted that it is a	
_	may authorize the AA ERRs at a later Article 6.4 activity cycle procedure for B.1-B below at a later stage when decid had Farty may optionally provide below which authorization will be provided:	age subject to the relevant requirements of the "Procedure: rojects" (provide the details of the authorization in Sections ting to authorize the issued mitigation contribution A6.4ERs)	
>> Dat	may authorize the AA ERRs at a later Article 6.4 activity cycle procedure for B.1-B below at a later stage when decid had Farty may optionally provide below which authorization will be provided:	rage subject to the relevant registrements of the "Procedure: registed" (provide the details of the authorization in Sections fing to authorize the issued mitigation contribution A6.4ERs), additional information on the terms and conditions under	
>> Dat	may authorize the AA dERs at a later of a Ardice 6.4 active yook procedurity cycle procedurity cycle procedurity per 6.1-8 below at a later stage when decid that Party may optionally provide below which authorization will be provided:  at the provided that the provided below the	age subject to the relevant requirements of the "Procedure; reports" (private the details of the authorization in Sections in legions in large of the section of the difficult in the control the lossed metapation control than it difficult in the difficult in th	
>> Dat	may authorize the AA dERs at a later of a Ardice 6.4 active yook procedurity cycle procedurity cycle procedurity per 6.1-8 below at a later stage when decid that Party may optionally provide below which authorization will be provided:  at the provided that the provided below the	age subject to the relevant requirements of the "Procedure; reported reception for details of the advisoration in Sections into a barriors the lossed relegators contribution A6 difficult authorize the lossed relegators contribution A6 difficult authorize the lossed relegators contribution A6 difficult authorize the lossed relegators contribution of the terms and conditions under authorize the lossed relegators and conditions under the lossed relegators.  Enter a date.	
>> Dat	may authorize the AA dERs at a later of AA dERs at a later of AA dERs at a later of DE 1-th balow at a later stage when decide the third authorization will be provided:  at the DNA representative:  neature of the DNA representative of the AA decided to the representative of the AA decided to the AA	age subject to the relevant requirements of the "Procedure, records" (private the details of the authorization in Sections in the Control of	
>> Date	may authorize the AA dERs at a later of AA dERs at a later of AA dERs at a later of DE 1-th balow at a later stage when decide the third authorization will be provided:  at the DNA representative:  neature of the DNA representative of the AA decided to the representative of the AA decided to the AA	age subject to the relevant requirements of the "Procedure, respect" (provide the details of the advisoration in Sections in glo authorized in legislation and the section of the details of the advisoration in Sections in glo authorized the isosaid misgados confliction Ad-4FRs, each formation of the terms and conditions under additional information on the terms and conditions under additional information in the terms and conditions and the terms and conditions are additional information in the terms and conditions are additional information in the terms and conditions are additional information in the terms and con	
>> Date	may authorize the AA dERs at a later of AA dERs at a later of AA dERs at a later of AA dEG 6.4 activity open procedurity open procedure. Bit-16 below at a later stage when decide which authorization will be provided:  at the provided open decided open	age subject to the relevant requirements of the "Procedure."  reported. (provide deditals of the adviscation in Sections registering regis	

	B.S. DURATION OF THE AUTHORIZATION	
Duration of the authorization:	From date: Click or tap to enter a date.	
	Til date: Click or tap to enter a date.	
SECTION B.4. QUI	UNTITIES AND VINTAGES OF AUTHORIZED A8.4ERS	
Authorization of issued to be issued A8.4ERs:	<ul> <li>Authorizes all issued or to be issued A6.4ERs</li> <li>Authorizes a part of the A6.4ERs to be issued or issued (if this option is selected, please provide the quantity as per the below options selecting only one sub-option)</li> </ul>	
	Sub-option 1A: Authorized A6.4ERs per year of the crediting period: >>	
Option 1: Provide the numerical values A8.4ERs authorized:	3ub-option 1B: Authorized A6.4ERs per crediting period:	
Option 2: Provide percentage of the	<b>8ub-option 2A:</b> % Authorized A6 4ERs per year of the crediting period: ≥>	
lissued or to be issued A8.4ERs:	Sub-option 2B: % Authorized A6 AERs per crediting period: >>	
Option 8: Vintages of the authorized A8.4ERs:	1 >>	
Section B.6. U	SES FOR WITCH THE AS.4ERS ARE AUTHORIZED	
The host Party decides to authorize the	e quantities of A6.4ERs specified above for:	
■A Use towards achievement of N	DCs	
B Use for other international mittig	Use for other international mitigation purposes	
C Use for international mitigation	Use for international mitigation purposes	
	Use for other purposes	
□D Use for other purposes	DCs and use for other international mitigation purposes	
Use for other purposes Use towards achievement of N	DCs and use for other international mitigation purposes	
Use for other purposes Use towards achievement of N Use towards achievement of N		

- This may be subject to rounding as per further provisions applicable to the mechanism registry.
- 7 This field is only applicable if the authorisation is for OIMP. This field sportline the other international mitigation purpose (OIMP), which may be an international mitigation purpose (OIMP) which may be an international mitigation purpose (OIMP) or international Aviation is entered in this field.

A8.4-FORM-GOV-882 SECTION B.S. HOST PARTY SPECIFICATION OF FIRST TRANSFER (THIS SECTION IS TO BE RILLED ONLY IF THE HOST PARTY AUTHORIZES A6.4ERS FOR USE FOR OTHER INTERNATIONAL INTIGATION PURPOSES) The host Party has specified for cases where it authorizes the A6.4ERs for other international mitigation purposes as per paragraph 1(f) of decision 2/CMA.3 that pursuant to paragraph 2(b) of decision 2/CMA.3 the first transfer as: ■ The authorization The issuance The use or cancellation of the A6.4ERs SECTION B.7. HOST PARTY INFORMATION ON REGISTRY The registry the host Party has, or has access to, for the purpose of tracking and recording ITMOs SECTION B.S. HOST PARTY INFORMATION ON CHANGES OF AUTHORIZATION Where changes to the authorization may occur, information on the applicable terms and conditions of the authorization that specify the dinumentances for such changes: Where changes to the authorization may occur, a description of the process for managing them in a way that avoids double counting: Where changes to the authorization have occurred consistent with the provided terms and conditions of the authorization, a description of the specific changes in respect to the earlier version of the authorization: Additional information at the discretion of the authorizing host Party Enter a date. Name of the DNA representative: Signature of the representative of the

		Document Information	
rion Den		Description	
0 191	March 2025	Initial publication of form template.	
0 191 dision Class: cument Type		Initial publication of form template.	



## Thank you!!



### **Speaker (Session 5)**





#### Mr. Dhirendra Kumar

Team Lead
Assessment and Accreditation Unit



## **COFFEE BREAK**



## **Speaker (Session 6)**





#### Mr. Santhosh Thanjavur Prakasam

Team Lead Mechanisms Registries Unit





**SANTHOSH THANJAVUR PRAKASAM**Team Lead, Mitigation Division **UNFCCC** 





#### **Purpose**

The purpose of this event is to provide information on the Article 6.4 Mechanism Registry, including:

- System overview and document framework
- Accounts and users
- Lifecycle of A6.4ERs and CERs
- Transparency and reporting
- Development progress and interim solution

There will be time at the end of this session for any questions.



# SYSTEM OVERVIEW AND DOCUMENT FRAMEWORK



## **System Overview and Document Framework**

#### **System overview**

- The Mechanism Registry is a standardized electronic database for tracking A6.4ERs and CERs.
   It has been developed consistent with CMA decisions, including the requirements for registries contained in decision 2/CMA.3.
- The Mechanism Registry is hosted and maintained by the secretariat, who is its Administrator.
- While the Mechanism Registry is under development, the secretariat is operating an interim registry solution.



## **System Overview and Document Framework**

#### **Document framework**

- Decisions 3/CMA.3, 7/CMA.4 and 6/CMA.6
- The Mechanism Registry operates according to the <a href="Procedure: Article 6.4 Mechanism">Procedure: Article 6.4 Mechanism</a> Registry .
- The <u>Terms and conditions</u> set out the legal basis on which the secretariat makes the Mechanism Registry available to entities (including activity participants).
- Until the final Mechanism Registry is available, various forms have been developed for users to request actions in the interim registry solution.



## **ACCOUNTS AND USERS**



#### **Account types**

- There are four types of accounts in the Mechanism Registry:
  - Pending account
  - Holding accounts
    - Reversal risk buffer pool account
    - Share of proceeds for adaptation account
  - End-of-life accounts
    - OMGE accounts,
    - NDC use accounts,
    - Cancellation accounts



#### **User types**

- There are two types of users of the Mechanism Registry: Parties and authorized entities
- Identity verification processes will apply to all users.

#### **Parties**

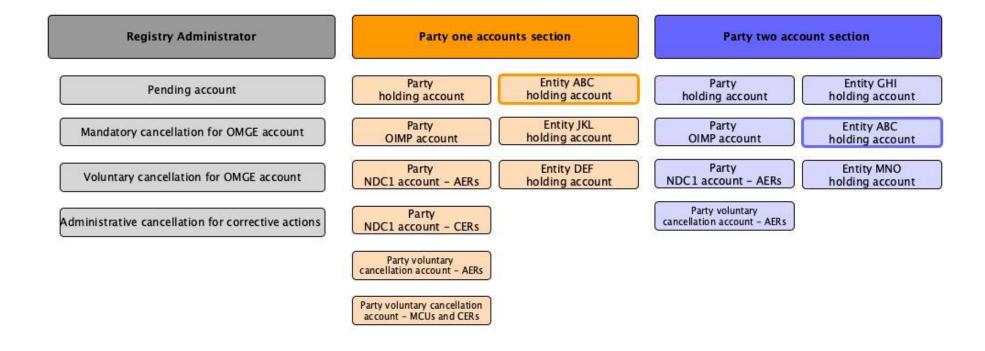
- Parties can request to open a section of accounts in the Mechanism Registry. When a Party is hosting an Article 6.4 activity the secretariat will open them a section of accounts.
- Within their section of accounts, Parties can request holding accounts and applicable end-oflife accounts. They will also have authority over the accounts of their authorized representatives.



#### **Entity accounts**

- Parties can authorize activity participants, and other entities to open holding accounts in their section of accounts.
- To open an account, all entities (including activity participants) will need to submit to the Administrator the applicable forms relating to the Mechanism Registry, agree to the 'Terms and conditions for authorized entities',
- Entities may be authorized by multiple Parties, however each of their accounts will be treated as distinct within each Party's account section within the Mechanism Registry.
- Parties may suspend and reactivate holding accounts of their authorized entities at any time.
   Account Termination procedures are still under development.







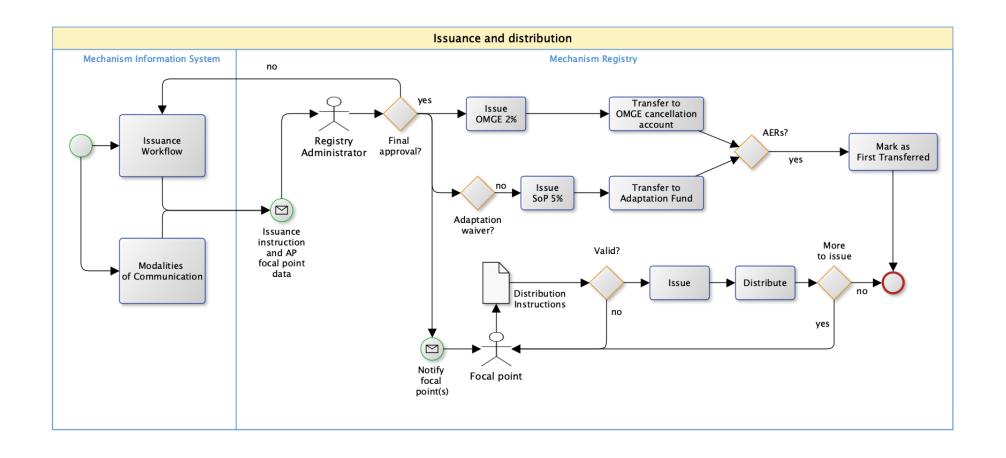
## LIFECYCLE OF A6.4ERS AND CERS



#### Issuance of A6.4ERs

- The Mechanism Registry tracks two types of A6.4ERs issued from registered Article 6.4
  activities: Authorized Emission Reductions (AERs) and Mitigation Contribution Units (MCUs).
- These are issued into the pending account and then distributed to the holding accounts provided along with the distribution request.

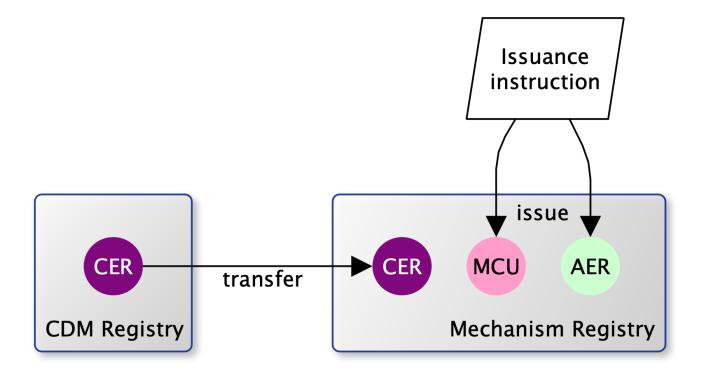






#### **Transitioned CERs**

• The Mechanism Registry also tracks CERs transitioned from the CDM Registry, which are transferred directly to the relevant holding account.





#### **Transfer within the Mechanism Registry**

- Users can transfer A6.4ERs and CERs to eligible accounts.
- Units cannot be transferred from end-of-life accounts.

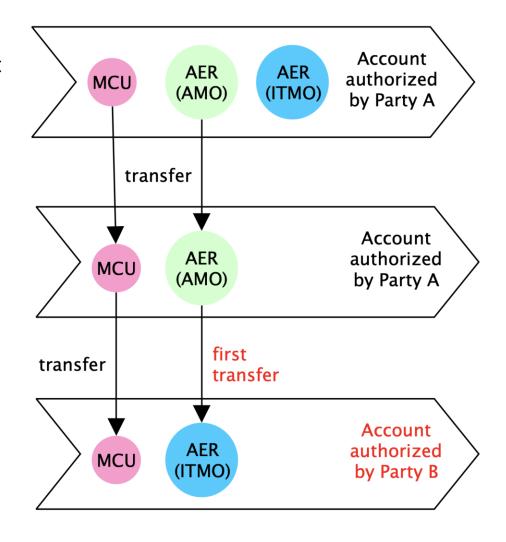
#### **Transfer between registries**

• Once interoperability is available, users will be able to transfer first transferred AERs to the International Registry and transfer A6.4ERs to Participating Party registries, depending on A6.4ER type and first transfer status.



#### First transfer

- AERs authorized for NDC will be identified as first transferred where AERs are transferred to an account authorized by a different Party than the AERs issuing Party; or to the International Registry; or to an account in a registry of a different Participating Party.
- AERs authorized for OIMP may also become ITMOs upon issuance
- Upon first transfer, the AER's unique identifier
   will be updated to include the flag 'FT'





## TRANSPARENCY AND REPORTING



## **Transparency and Reporting**

#### Input into annual reports

 Registry Administrator will prepare input to the annual report of the Supervisory Body to the CMA regarding activities of the Mechanism Registry

#### **Party reports**

- The Registry Administrator will prepare for each Party a monthly report on the holdings, transaction history, and first transfer status of AERs in relation to the accounts and transactions associated with them.
- The Registry Administrator shall also prepare for each Participating Party the automatic prefilling of the AEF and other quantitative information requirements pursuant to decision 2/CMA.3



# DEVELOPMENT PROGRESS AND INTERIM SOLUTION



### **Development Progress and the Interim Solution**

#### Interim solution while the Mechanism Registry is under development

- The secretariat is working hard to launch the Mechanism Registry in its final form as soon as possible
- In the meantime, the secretariat has developed an interim solution that enables the operations of the Mechanism Registry in an offline mode, with many functions completed manually by the secretariat upon receipt of request forms submitted by users.
- The secretariat will notify Parties and users and make available on the UNFCCC website when the Mechanism Registry is launched in its final form.



## THANK YOU!! Q&A



## **CLOSING REMARKS**



## NETWORKING RECEPTION



#### **Feedback**



We value your input - please share your feedback with us

https://forms.office.com/e/XapTaVKEMS

**Evaluation Form: SB 62 Article 6 Capacity Building Training** 

