Regional Climate Week

Asia-Pacific

Johor, Malaysia – 13-17 November 2023





Session 2: Reporting Requirements



Transparency for Article 6 of the Paris Agreement: Linkage with Article 13

United Nations

CLIMATE

Article 13: Transparency of climate action and support

Reporting

All Parties (shall)

Information related to the national GHG emissions and removals {Article 13.7(a)}

Progress made in implementing and achieving NDC {Art. 13.7(b)}

All Parties (should, as appropriate)

Climate change impacts and adaptation [Art. 13.8]

Developed country Parties (Shall) and other Parties that provided support (should)

Financial, technology transfer and CB support provided and mobilized to developing country Parties under Art. 9, 10 and 11 {Art. 13.9}



Developing country Parties (should)

Financial, technology transfer and CB support needed and received under Art. 9, 10 and 11 {Art. 13.10}

Technical Expert Review

All Parties (Shall)

Undergo technical expert review of information submitted under Article 13.7 {Art. 13.11}



Developed country Parties (Shall) and other Parties that provided support (may)

Undergo technical expert review of information submitted under Article 13.9 {Art. 13.11}

Facilitative multilateral consideration of progress

All Parties (shall)

Facilitative, multilateral consideration of progress with respect to efforts under Article 9, and its respective implementation and achievement of its NDC {Article.13.11}





The Enhanced Transparency Framework and PA

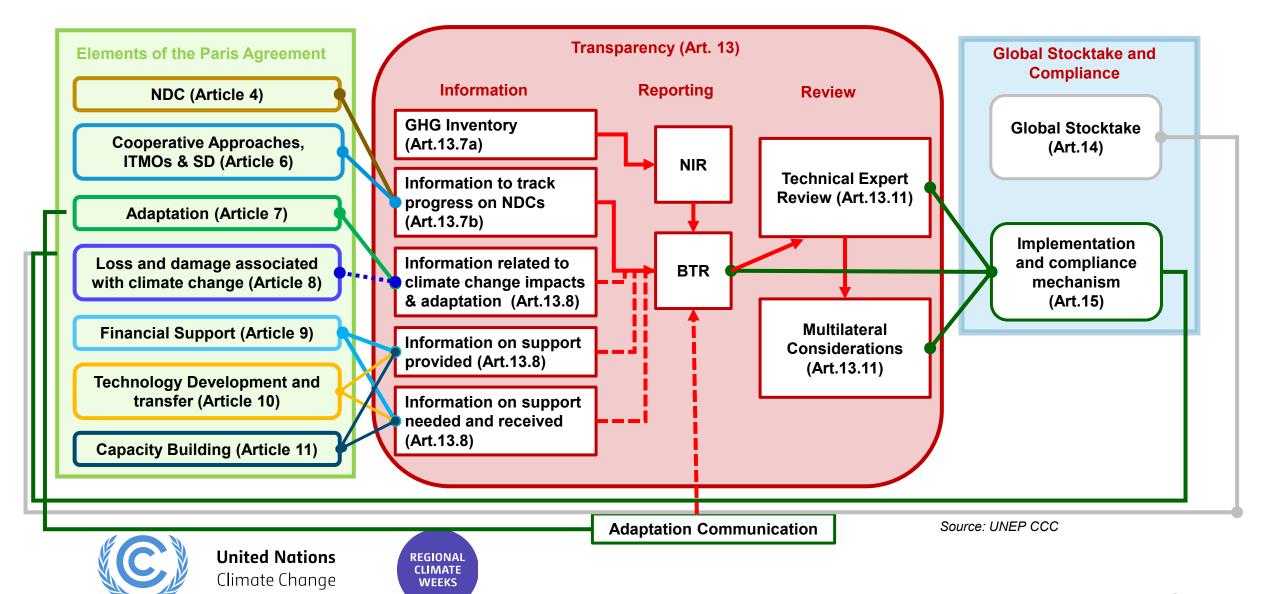
 The main reporting instrument of the ETF is the Biannual Transparency Report (BTR).

- Key information be included as part of the BTR:
 - information necessary to track progress made in implementing and achieving the NDCs and,
 - The National GHG Inventory Report (NIR) → Annex of the BTR.





The Enhanced Transparency Framework of the PA





The Enhanced Transparency Framework & Article 6

- Article 13 of the Paris Agreement introduces an Enhanced Transparency
 Framework (ETF) to "Build mutual trust and confidence and to promote
 effective implementation".
- Article 6.2 accounting and reporting obligations:

(i) Commitment to apply corresponding adjustment to their emissions balance.



(ii) Reporting requirements under Article 6





Reporting Obligations

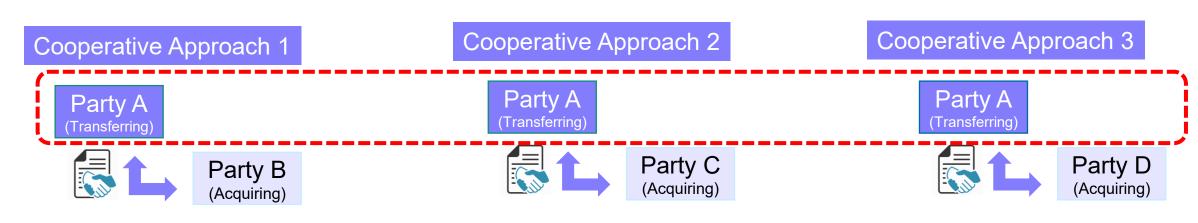
- Participating Parties are subject to the reporting requirements of Article 6.2, if the participating Party:
 - Host Party authorizes internationally transferred mitigation outcomes (ITMOs).
 - Host Party that approves entities in activities for which ITMOs are authorized.





Reporting Obligations (what?)

- Each participating Party shall provide reports as detailed in Decision 2/CMA.3:
 - Initial Report (IR) -> Paragraph 18
 - Updated Initial Report -> Paragraph 19
 - Annual Information (AI) to be submitted to the Article 6 Database -> paragraph 21
 - Regular Information (RI) to be included in the BTRs -> paragraph 20







Party A submits reports for each cooperative approach (1, 2 & 3).

Party B, Party C and Party D submit respective reports for cooperative approach with Party A.



Article 6.2 Reporting. Initial Report

A country participating in a cooperative approach does not have to report anything relating to Art. 6.2 ex ante, i.e. before it is engaged in the transfer of ITMOs. However, when a country is on the verge of transferring ITMOs, it **does have to submit an initial report** showing that it fulfils the participation requirements.

The initial report consists of four sections:

The initial report contains 4 main sections:

The first section includes participating country compliance of the participation requirements).

The second section contains information about the NDC (target, types of targets, reference levels, scope, and coverage, implementation periods, intention to use cooperative approaches, etc).

The third section concerns the accounting of ITMOs and accounting of the NDC, contains information on ITMO metrics, the method for applying corresponding adjustments, the method for quantification of the NDC.

"no later than the authorization of ITMO"

The **fourth section** includes information specific to the cooperative approach:
Authorization by the participating country.
Description and duration of the cooperative approach.

Expected mitigation per year of the cooperative approach.

Countries involved in the cooperative approach.

Authorized entities.

Description of how the cooperative approach ensures environmental integrity.



United Nations Climate Change



Article 6.2 Reporting. Initial Report (trigger and timeline)

(i) Trigger:

 the point in time when a Party becomes a participating Party by authorizing the cooperative approach as per paragraph 18 in Decision 2/CMA.3

(ii) Timeline (when the IR is submitted):

Not later than the authorization of ITMO.





Article 6.2 Reporting. Annual Information

What?

Authorization of ITMOs for use towards NDC

Authorization of ITMOs for use towards OIMP

Voluntary
Cancelation of MO or
ITMOs

First Transfer

Use of ITMOS

Cancellation

Holdings

Acquisition

Cooperative approach

The OIMP authorized by the Party

Using of Participating Parties or other authorized entities

Year the mitigation occurred.
The sectors. The activity type.
The Unique identifier

When?

15 April of the following year

How/Where?



AEF – Agreed Electronic Format



Transfer

Article 6 Database





Article 6.2 Reporting. Regular Information

What?

Authorization of ITMOs for use towards NDC

Authorization of ITMOs for use towards OIMP

Voluntary
Cancelation of MO or ITMOs

Acquisition

First Transfer

Use of ITMOS

Cancellation

Holdings

Transfer

Mitigation Contribution

Contribution to the NDC implementation

Environmental integrity

Mitigation Co-benefits.

How/Where?

31 December of the relevant year

When?

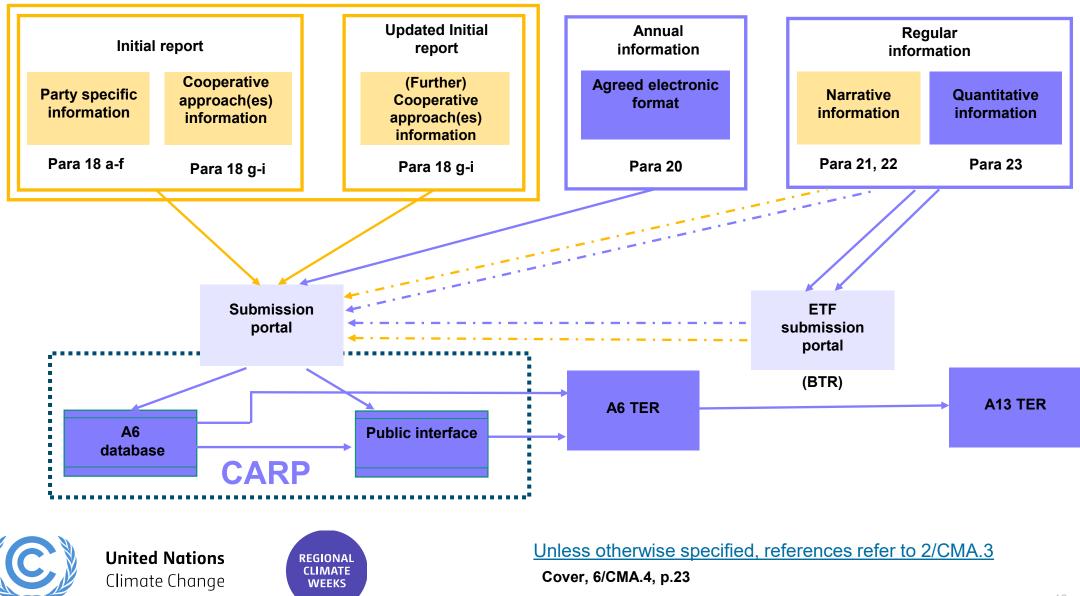


Annex of BTR





Article 6 Reporting Overview



Article 6.2 Reporting Cycle

Year 2 Year 3 Year 1

Initial Report

Cooperative Approach

Updated

Initial Report*

there is

additional

cooperative

approach(es)

Updated Initial Report*

Optional: Additional Optional: Additional cooperative cooperative approach(es) approach(es)

Annual Information Only needed para 20

For all cooperative approaches Data in annual information will be for Year 1

Regular Information Annex to BTR

Updates to Initial Report, additional Updated Initial Report(s). and annual information as per paragraph 23, including updates for previous years in the NDC implementation period Data in regular information will be for Years 1 and 2

Updated Initial Report

Optional: Additional cooperative approach(es)

Annual Information para 20

For all cooperative approaches Data in annual information will be for Year 2

Updated Initial Report

Year 4

Optional: Additional cooperative approach(es)

Annual Information para 20

For all cooperative approaches Data in annual information will be for Year 3

Year 5

Year 6

Regular Information Annex to BTR

Updates to Initial Report, additional Updated Initial Report(s), and annual information as per paragraph 23, including updates for previous years in the NDC implementation period Data in regular information will be for Years 3 and 4

Updated Initial Report

Optional: Additional cooperative approach(es)

Updated Initial Report

Optional: Additional cooperative approach(es)

Annual Information para 20

For all cooperative approaches Data in annual information will be for Year 4

Annual Information para 20

For all cooperative approaches Data in annual information will be for Year 5

Source: SBSTA, 2022



United Nations Climate Chanae



Participation in Article 6.2 is materialized through the authorization of the approach by a Party

triggers

Reporting requirements under Article 6.

THANK YOU FOR ATTENDING







