



## Green Economic Diversification in a Fragile Context: Identifying Job-Creating Just Transition Sectors in Yemen

### ***1. Name of proposing Party or organization.***

Yemen Family Care Association (YFCA)

### ***2. Brief description of the proposed study:***

Yemen presents a distinctive case for examining how climate action can contribute simultaneously to economic diversification, employment creation and a just transition in a fragile and conflict-affected context. The proposed case study will examine the potential for emerging low-carbon and green economic sectors to generate decent work, strengthen local value chains, diversify livelihoods and support longer-term structural transformation while minimizing potential adverse socio-economic impacts associated with the implementation of climate response measures. The study will identify and assess promising sectors and subsectors with potential for environmentally sustainable and inclusive growth in Yemen. Particular attention will be given to decentralized renewable energy and productive uses of clean energy; green micro, small and medium-sized enterprises; sustainable agri-food processing and value chains; sustainable fisheries and blue-economy opportunities; circular-economy, recycling and waste-to-resource activities; and other locally appropriate low-carbon services and enterprises. The assessment will consider each sector's potential contribution to employment and livelihoods, including opportunities for youth, women, informal workers, rural communities and micro and small enterprises. It will also examine the skills required for emerging occupations, investment and financing needs, private-sector participation, market and value-chain constraints, institutional and regulatory barriers, and the implications of climate-related policies and changing economic conditions for workers and enterprises. A mixed-method approach will be applied, combining desk review and policy mapping with available socioeconomic and labour-market evidence, stakeholder consultations, key-informant interviews and selected practical examples of emerging green livelihood and enterprise models in Yemen. Where data permit, the study will assess employment, livelihood and economic-diversification potential across the identified sectors and examine the enabling conditions required for scaling them. The study will conclude



with prioritized and actionable diversification pathways, identifying short-, medium- and longer-term opportunities, associated workforce and skills requirements, institutional responsibilities, financing needs and safeguards for an inclusive transition. It will also draw transferable lessons for other fragile and conflict-affected economies seeking to link climate action with economic recovery, decent work, private-sector development and sustainable structural transformation.

**3. *United Nations region to be covered by the case study:***

Asia-Pacific;

**4. *Country or countries to be covered by the case study***

Yemen

**5. *Area of the case study:***

The identification of potential new sectors for diversification ;

**6. *Expected duration for completion of the case study (in months):***

4 months

**7. *Contribution of the submitting organization***

Data;Technical inputs;Authorship;

**8. *Can the study be developed without financial support from the UNFCCC?***

No

**9. *If no, please provide the estimated range of required financial support in USD (Please note that the UNFCCC is not a donor organization and has limited funding):***

15000

**10. *Please provide the status of any preliminary work undertaken that could serve as a basis for the study, including a link to any available reports, if available.***

Substantial preliminary work has already been undertaken and can provide a strong evidence base for the proposed case study, although the evidence has not yet been



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consolidated specifically through a just-transition and economic-diversification analytical framework.



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