

DRAFT TEXT

on

SBI 57 agenda item 5

**Matters relating to the clean development mechanism registry referred to in paragraph 75(b)
of the annex to decision 3/CMA.3**

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Draft conclusions proposed by the Chair

The Subsidiary Body for Implementation recommended a draft decision on measures for implementing aspects in decision 3/CMA.3 relating to the transfer of certified emission reductions from the clean development mechanism registry to the registry for the Article 6, paragraph 4, mechanism, for consideration and adoption by the Conference of the Parties serving as the meeting of the Parties to the Kyoto Protocol at its seventeenth session (November 2022) (for the text of the draft decision, see document FCCC/SBI/2022/L.X/Add.X).¹

¹ Pursuant to decision 2/CMP.16, para. 9.

Draft decision -/CMP.17

Guidance relating to the clean development mechanism

The Conference of the Parties serving as the meeting of the Parties to the Kyoto Protocol,

Recalling decisions 3/CMP.1, 8/CMP.7, paragraph 28, 2/CMP.16, paragraph 9, and 3/CMA.3,

1. *Requests* the clean development mechanism (CDM) Registry Administrator, in accordance with paragraph 75(a) of the annex to decision 3/CMA.3, to identify certified emission reductions (CERs) held in the CDM registry that are eligible for transfer to the mechanism registry referred to in chapter VI (Mechanism registry) of the annex to decision 3/CMA.3 (eligible CERs);

2. *Decides* that the transfer of eligible CERs, in accordance with paragraph 75(b) of the annex to decision 3/CMA.3, shall be effected through administrative cancellation of the eligible CERs in a dedicated administrative cancellation account in the CDM registry and then communication of the complete set of serial numbers of those cancelled eligible CERs and the details of the receiving account to the mechanism registry to enable their re-creation in the mechanism registry;

3. *Invites* the Conference of the Parties serving as the meeting of the Parties to the Paris Agreement to request the Supervisory Body for the mechanism established by Article 6, paragraph 4, of the Paris Agreement to cooperate with the CDM Executive Board on implementing the process for transferring eligible CERs to the mechanism registry;

4. *Requests* the Executive Board of the CDM, in coordination with the Supervisory Body and taking into account the timelines for implementing the mechanism registry and any relevant future decisions of the CMP and the CMA, to:

(a) Develop and implement a procedure for project participants and Parties holding eligible CERs in the CDM registry, as well as the Trustee of the Adaptation Fund,² to request the transfer of such CERs to the mechanism registry, noting that the project participants, Parties and the Trustee of the Adaptation Fund shall provide, in their transfer requests:

- (i) The serial numbers of the eligible CERs requested to be transferred;
- (ii) The details of their receiving accounts in the mechanism registry to which the CERs are to be transferred;
- (iii) [A written approval from the host Party of the transfer of the CERs to the mechanism registry regarding use of the CERs towards achievement of nationally determined contributions;]

(b) Report on the implementation of the procedure for requesting the transfer of eligible CERs to the mechanism registry in its annual report to the CMP;

5. *Also requests* the CDM Registry Administrator to:

(a) Implement the modifications to the CDM registry necessary for the transfer referred to in paragraph 2 above in a cost-efficient manner, leveraging the existing capabilities of the CDM registry;

(b) Open the dedicated administrative cancellation account referred to in paragraph 2 above;

(c) Establish the technical arrangements necessary for facilitating the electronic communication and reconciliation of data related to the cancelled eligible CERs to the mechanism registry;

(d) Coordinate with the mechanism registry administrator on:

² For transfers of eligible CERs from the Adaptation Fund account.

- (i) Establishing the technical arrangements referred to in paragraph 5(c) above;
 - (ii) Reconciling data on cancelled eligible CERs communicated to the mechanism registry;
 - (e) Include information on eligible CERs transferred to the mechanism registry in its regular reports to the designated national authorities of the host Parties of the activities that generated the CERs;
 - (f) Publish the complete set of serial numbers of cancelled eligible CERs transferred to the mechanism registry on the CDM registry web page.³
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³ <https://cdm.unfccc.int/Registry/index.html>.