

Draft decision -/CMA.5

Matters relating to the Standing Committee on Finance

The Conference of the Parties serving as the meeting of the Parties to the Paris Agreement,

Recalling Article 2, paragraph 1(c), and Article 9 of the Paris Agreement,

Also recalling decisions 1/CP.21, paragraphs 53 and 63, 11/CP.25, 5/CP.26, 14/CMA.1, 5/CMA.2, 11/CMA.3 and 14/CMA.4,

Further recalling decision 1/CMA.4, paragraph 42,

1. *Affirms* decision -/CP.28;¹
2. *Welcomes* the establishment of the framework for the global goal on adaptation, referred to in decision -/CMA.5,² and *invites* the Standing Committee on Finance to consider including available data and information relevant for the implementation of the framework in the second report on the determination of the needs of developing country Parties related to implementing the Convention and the Paris Agreement;
3. *Requests* the Standing Committee on Finance to include in its sixth Biennial Assessment and Overview of Climate Finance Flows information reported in biennial communications under Article 9, paragraph 5, of the Paris Agreement, as appropriate;
4. *Also requests* the Standing Committee on Finance to report to the Conference of the Parties serving as the meeting of the Parties to the Paris Agreement at its sixth session (November 2024) on progress in implementing its workplan for 2024;³
5. *Further requests* the Standing Committee on Finance to consider the guidance provided to it in other relevant decisions of the Conference of the Parties serving as the meeting of the Parties to the Paris Agreement;

I. Article 2, paragraph 1(c), of the Paris Agreement

6. *Notes with appreciation* the synthesis of views regarding ways to achieve Article 2, paragraph 1(c), of the Paris Agreement;⁴
7. *Also notes with appreciation* the report by the secretariat on the Sharm el-Sheikh dialogue on the scope of Article 2, paragraph 1(c), of the Paris Agreement and its complementarity with Article 9 of the Paris Agreement⁵ and *takes note* of the recommendations therein proposed by the Presidency of the twenty-seventh session of the Conference of the Parties;
8. *Decides* to continue and strengthen the Sharm el-Sheikh dialogue between Parties, relevant organizations and stakeholders to exchange views on and enhance understanding of the scope of Article 2, paragraph 1(c), of the Paris Agreement and its complementarity with Article 9 of the Paris Agreement referred to in decision 1/CMA.4, paragraph 68, including with regard to the operationalization and implementation of Article 2, paragraph 1(c), in 2024 and 2025, recognizing the significant scale of investment needed to keep the global average temperature rise to well below 2 °C above pre-industrial levels and to pursue efforts to limit

¹ Draft decision entitled “Matters relating to the Standing Committee on Finance” proposed under agenda item 8(b) of the Conference of the Parties at its twenty-eighth session.

² Draft decision entitled “xx” proposed under agenda item 8(a) of the Conference of the Parties serving as the meeting of the Parties to the Paris Agreement at its fifth session.

³ FCCC/CP/2023/2–FCCC/PA/CMA/2023/8, annex II.

⁴ FCCC/CP/2023/2/Add.3–FCCC/PA/CMA/2023/8/Add.3.

⁵ FCCC/PA/CMA/2023/7/Rev.1.

the temperature increase to 1.5 °C above pre-industrial levels, and to adapt to the adverse impacts of climate change and foster climate-resilient and low greenhouse gas emission development, including in the context of sustainable development and efforts to eradicate poverty;

9. *Also decides* that the dialogue referred to in paragraph 8 above is to be facilitated by two co-chairs, one from a developed country and one from a developing country, appointed, in consultation with the respective constituencies, by the President of the Conference of the Parties serving as the meeting of the Parties to the Paris Agreement at its fifth session;

10. *Requests* the secretariat, under the guidance of the co-chairs of the dialogue, to organize at least two workshops per year with a view to engaging a broad range of relevant stakeholders and to prepare a report on each workshop;

11. *Invites* Parties, constituted bodies under the Convention and the Paris Agreement, the operating entities of the Financial Mechanism, climate finance institutions, observers and observer organizations, and other stakeholders, particularly from the private sector, to submit via the submission portal⁶ by 31 March 2024 their views on the issues to be addressed during the workshops;

12. *Requests* the co-chairs of the dialogue, in convening the workshops, to take into consideration the submissions referred to in paragraph 11 above and the reports on the workshops referred to in paragraph 10 above, and to facilitate the participation of a broad range of relevant stakeholders;

13. *Also requests* the co-chairs of the dialogue to prepare a report on the deliberations under the Sharm el-Sheikh dialogue in 2024 and 2025 for consideration by the Conference of the Parties serving as the meeting of the Parties to the Paris Agreement at its sixth and seventh (November 2025) sessions respectively;

14. *Further requests* the co-chairs of the dialogue to prepare, as part of their report in 2025, a synthesis of all work undertaken under the Sharm el-Sheikh dialogue for consideration by the Conference of the Parties serving as the meeting of the Parties to the Paris Agreement at its seventh session with a view to the Conference of the Parties serving as the meeting of the Parties to the Paris Agreement at its seventh session deciding on a way forward with regard to its deliberations on this matter;

II. Adaptation finance

15. *Recognizes* the urgent need to scale up adaptation finance and *notes* the relevant information contained in the technical report on the doubling of adaptation finance;⁷

16. *Also notes* the executive summary of the report on the doubling of adaptation finance⁸ and the recommendations therein and *encourages* Parties to consider implementing those recommendations, as appropriate;

17. *Invites* developed country Parties to continue to enhance transparency regarding their effort to double adaptation finance, including by, as appropriate, providing relevant information on a baseline for the doubling of adaptation finance;

III. Article 4, paragraph 5, of the Paris Agreement

18. *Requests* the Standing Committee on Finance to consider Article 4, paragraph 5, of the Paris Agreement in implementing its relevant mandates and workplan;

19. *Takes note* of the estimated budgetary implications of the activities to be undertaken by the secretariat referred to in paragraphs 8–14 above;

⁶ <https://www4.unfccc.int/sites/submissionsstaging/Pages/Home.aspx>.

⁷ Standing Committee on Finance. 2023. *Report on the doubling of adaptation finance*. Bonn: UNFCCC. Available at <https://unfccc.int/SCF>.

⁸ FCCC/CP/2023/2/Add.1–FCCC/PA/CMA/2023/8/Add.1.

20. *Requests* that the actions of the secretariat called for in this decision be undertaken subject to the availability of financial resources.
