



Annex 21

FURTHER GUIDANCE RELATED TO THE REGISTRATION FEE FOR PROPOSED A/R CLEAN DEVELOPMENT MECHANISM PROJECT ACTIVITIES

Further to the guidance provided in annex 35 of the twenty-third meeting of the Board the following shall apply for large- and small-scale A/R project activities in order to ensure that the fee requirements are equitable with those extracted for non-A/R project activities:

Issuance fee

1. The share of proceeds to cover administrative expenses (SOP-Admin) of the clean development mechanism (CDM) for A/R project activities shall be calculated based on one of the following:
 - (a) If the selected approach for addressing non-permanence is tCERs, the SOP-Admin is based on the difference between the tCERs for which issuance is requested for a given verification period and the highest tCERs previously issued;
 - (b) If the selected approach for addressing non-permanence is ICERs, the SOP-Admin is based on difference between the ICERs for which issuance is requested for a given verification period added to the sum of all previous issuances and reversals, and the highest among the sums of the issuances and reversals since start of the project calculated for each previous verification period. All reversals mentioned above are negative numbers.
2. The share of proceeds to cover administrative expenses for A/R project activities are due only if the relevant difference calculated above is positive and are calculated as follows:
 - (a) USD 0.10 for the first 15,000 t CO₂ e;
 - (b) USD 0.20 in excess of 15,000 t CO₂ e.

Registration fee

3. The registration fee shall be calculated based on the expected average annual net GHG removals by sinks for the project activity over its crediting period:
 - (a) USD 0.10 per expected average annual net GHG removals by sinks for the first 15,000 t CO₂ e;
 - (b) USD 0.20 per expected average annual net GHG removals by sinks for any amount in excess of 15,000 t CO₂ e.
4. The maximum registration fee payable based on this calculation shall be USD 350,000.
5. No registration fee has to be paid for CDM A/R project activities with expected average annual net GHG removals by sinks over the crediting period below 15,000 t CO₂ e.



6. The registration fee shall be deducted from the share of proceeds for administrative expenses. In effect, the registration fee is an advance payment of the SOP-Admin for the net GHG removals by sinks achieved during the first five year verification period. If an activity is not registered, any registration fee above USD 30,000 shall be reimbursed.

History of the document

Version	Date	Nature of revision
01	EB36, Annex 21, 30 November 2007	Initial adoption