#### United Nations Framework Convention on Climate Change

# Fifth CDM Roundtable

Wrap-up session III
Improving the assessment of additionality

Langer Eugen Bonn Germany, 10 August 2012



- Current rule regarding investment analysis: no need to demonstration the financial feasibility of project with CDM revenues
- Do we need to change the current rule? Why?
- Consensus: no need to change for many reasons
  - a) Legal basis
  - b) Practical reasons



- Should we allow demonstration of additionality through use of CER revenues? Why? How?
- No consensus
- Supports for allowing this possibility:
  - a) Already methodologies allowing this
  - b) Should allow meth proponents to limit the options
  - c) One alternative to demonstrate additionality for projects facing difficulties utilizing current approaches
  - d) Allowing this does not mean this will be applied in future ones



- Objections to this possibility:
  - a) No basis
  - b) Policy issue



- How to address this policy issue and accommodate the needs of specific project types:
  - a) Allow more flexibilities, rather than only allowing consideration of CER revenues
  - b) Provide more options for additionality demonstration in specific sectors other than the 3 existing approaches
  - c) Common practice as one possible approach in addition to barrier and investment analysis and positive list
  - d) Criteria to be developed to identify the sectors



# Action points / Proposals:

- Not to include CERs revenues
  - Clear message to DOEs to allow PPs to demonstrate additionality without considering CER revenues in investment analysis
  - Review and revision of current methodologies
- Development of other possible approaches
- Criteria on change of positive list

