# CDM Loan Scheme: Process and Achievements

Sustainable Development in Central Africa: Linking climate change mitigation with energy security

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•To provide interest-free loans to 'underrepresented countries' (in particular LDCs) – improving regional distribution

•To ensure a mechanism that is financially sustainable: Revolving Fund.



• Must be in host countries with maximum 10 CDM project activities registered with UNFCCC;

•High probability of registration with the UNFCCC; generating at least 7,500 Certified Emission Reductions (CER) per year (in LDCs), and 15,000 CERs/year (in non-LDCs);

Project documentation must be developed by an experienced
CDM consultant;

•Not "crowding out" other funding for the development costs (like donor or already identified buyer of CERs)



## **Process Features**

Step 1: Online application – simple, user-friendly, (PIN based) format.

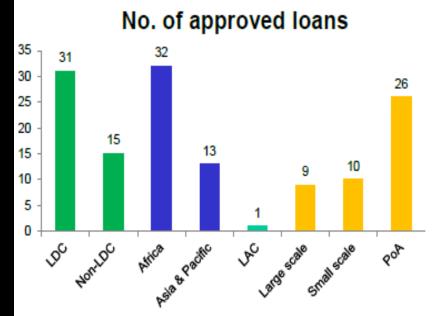
Step 5: (returned) loan balance be used for new loan(s) Step 2: Application evaluated by UNEP- RISO & selected by Technical Review Committee

Step 4: Loan Recipient repayment to UNOPS <u>Step 3: Loan Agreement issued –</u> <u>disbursed against Milestones: PDD,</u> <u>validation, verification</u>



## **Outcome of four application rounds**

Total funds committed: \$4,719,426 for 46 approved loans in 26 countries



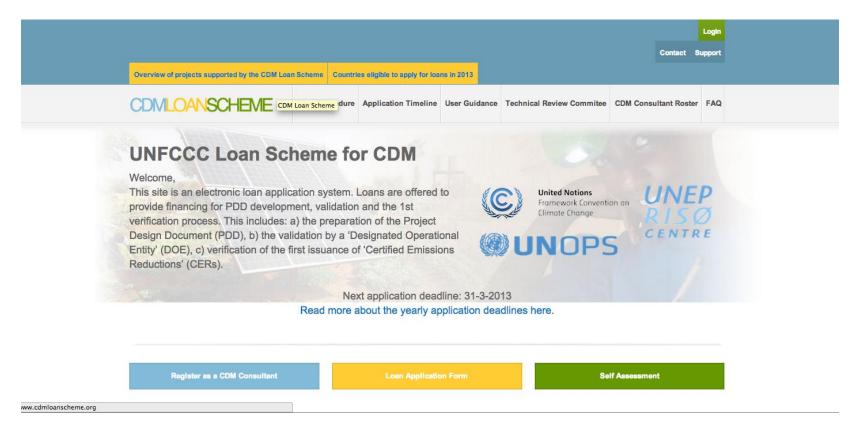
### Project type

#### Biogas

- Biomass energy
- EE demand side
- EE household (lightning)
- EE household (stoves)
- EE household industry
- EE Service (water purification)
- EE supply side
- Energy distribution
- Fossil fuel substitution
- Geothermal
- ■Hydro
- Landfill gas
- Methane avoidance (domestic manure)
- Methane avoidance (waste water)
- Reforestation
- Solar PV
- Transport
- Wind



#### www.cdmloanscheme.org/



6<sup>th</sup> Application Phase open until 30 September 2014



## THANK YOU! Klata@unfccc.int



UNFCCC Secretariat