



Mr. Havard Norstebo  
Green Development AS  
Wergelandsveien 27, 0167 Oslo  
Norway

Date: 4 June 2019  
Reference: INQ-08656  
Direct line: +49 228 815 1915

*Sent by e-mail: hn@greendevlopment.no*

**Re.: Payment of Share of Proceeds**

Dear Mr. Norstebo,

I would like to thank you for your communication of 13 May 2019 regarding the payment of share of proceeds (SOP). Your communication has been made available to the CDM Executive Board (the Board) in accordance with the relevant provision of the procedure for direct communication with stakeholders.<sup>1</sup>

In view of the growing trend of accumulating CERs in the pending account and pending SOP payment, and taking note of the regulatory provisions of the Conference of the Parties serving as the meeting of the Parties to the Kyoto Protocol (CMP) on SOP,<sup>2</sup> the Board, at its ninety-fifth meeting, agreed to revise the rule on the timing of SOP payment for issuance of CERs to full upfront payment of SOP prior to the start of the completeness check of a request for issuance. This was initially reflected in the amendment to the "CDM project cycle procedure for programmes of activities" issued at its ninety-sixth meeting and was made effective from 1 June 2018. It was later incorporated in version 02.0 of the same procedure (please see paras. 221-223 and 227) adopted at its 101<sup>th</sup> meeting. You are therefore required to pay SOP prior to the start of the completeness check of your request for issuance.

Thank you for contacting the Board with your request.

Yours sincerely,



Rajesh Sethi  
Secretary to the CDM Executive Board

<sup>1</sup> [https://cdm.unfccc.int/sunsetcms/storage/contents/stored-file-20150224183036545/eb\\_proc03.pdf](https://cdm.unfccc.int/sunsetcms/storage/contents/stored-file-20150224183036545/eb_proc03.pdf)

<sup>2</sup> See para 37 in decision 7/CMP.1, available at <http://unfccc.int/resource/docs/2005/cmp1/eng/08a01.pdf#page=93>