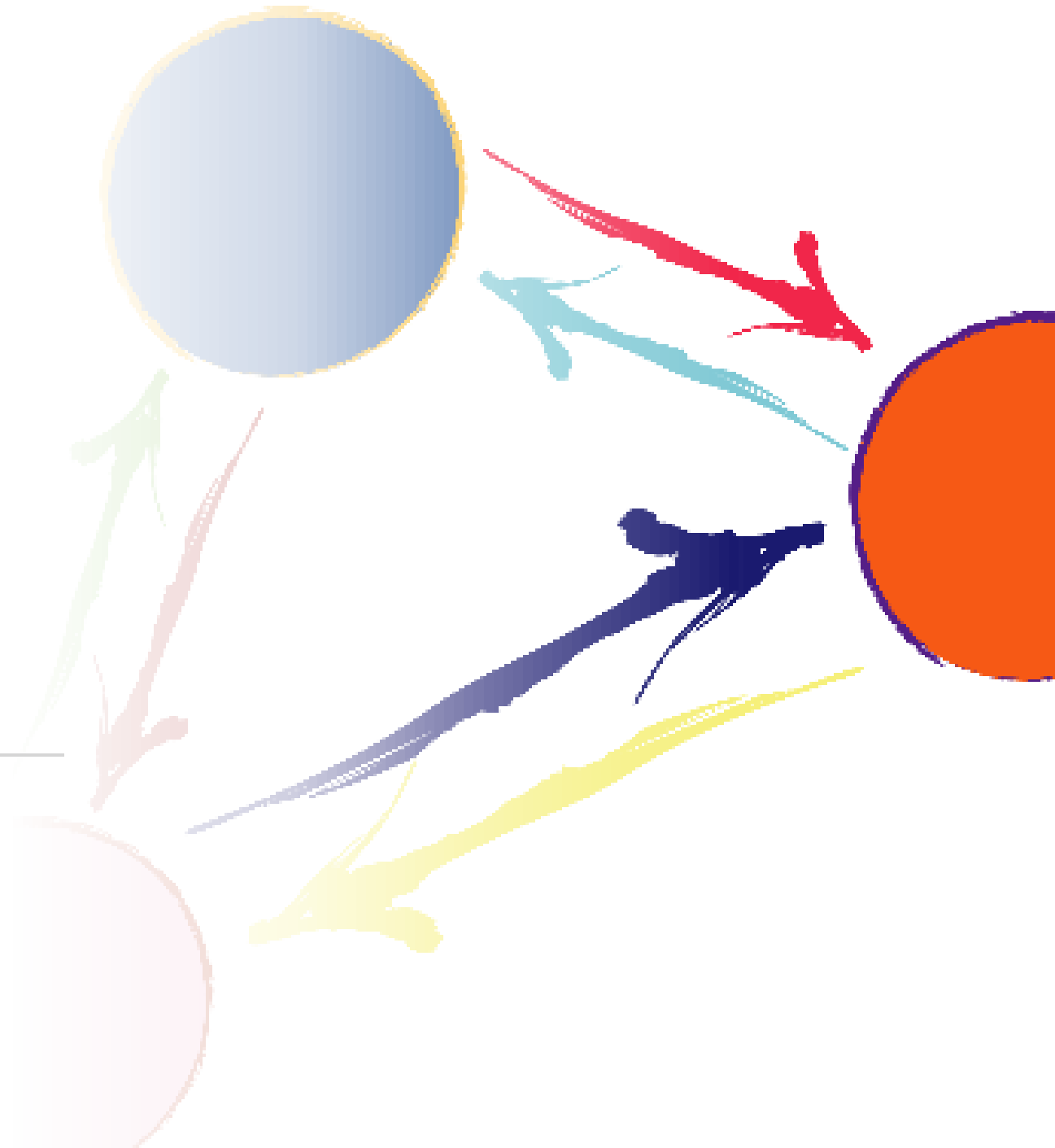




# DNA Forum Interaction at EB 108

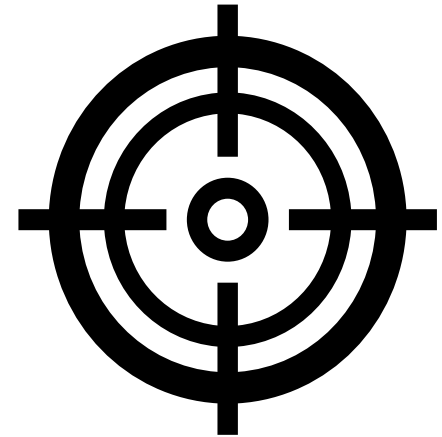
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1 December 2020



# Aim of the presentation

- To convey the key messages from DNA on the current state of the CDM collected during the recently concluded DNA Forum meetings;
- To deliver suggestions to the Board on what they could do to address the concerns/suggestions of the DNAs;
- To receive feedback from the Board.



# DNA inputs to EB 108 (1/4)



## Future of the CDM:

- DNAs are still receiving requests for approval of new projects.
- Little information is available as to whether to continue processing and approval of new CDM projects or what advice should DNAs give to new project participants;
- With regards to projects whose crediting period ends this year, little information is available on renewal of their crediting period post 31 Dec. 2020;
- Some offsets may be used for domestic mitigation purposes and may no longer be available in the international market and DNAs may withdraw the letter of approval for relevant CDM projects;
- A letter submitted by EU DNA (INQ-10208) is on the agenda of EB 108.

# DNA inputs to EB 108 (2/4)



## Article 6 of the Paris Agreement:

- CDM transition post-2020 is not clear and still being discussed under Article 6 negotiation;
- Article 6 discussions are also ongoing;
- Countries are unable to factor in the use of co-operative approaches (market mechanism) while they are updating their NDCs;
- It is important that DNAs are aware of the discussions under Article 6, and that the potential transition of the currently registered CDM activities and CERs are not yet agreed by the CMA;
- Ideally project participants should be made aware of the state of play by the DNAs.

# DNA inputs to EB 108 (3/4)



## Regional support:

- DNAs appreciate the support provided by the regional collaboration centers, in particular in developing new or updating existing standardized baselines and capacity-building under the CDM;
- Although it is not a stated focus for the RCCs, there are a lot of valuable facilitation work being done by RCCs in terms of understanding emissions and mitigation opportunities in host countries, and this work is country driven.
- Such work is helping DNAs to prepare for implementation of the Paris Agreement.

# DNA inputs to EB 108 (4/4)



## Forum meetings:

- DNAs thank the CDM Executive Board for its continued support to the DNA Forum through a series of four meetings that took place from 2 to 12 Nov. 2020 at the regional and global levels;
- These events help retaining CDM capacity that can be helpful towards the transition to the Paris Agreement;
- DNAs thank the Chair of the CDM Executive Board for his interaction with the DNAs;
- DNAs can play an instrumental role towards a successful COP 26 next year. In this context next year's forum meetings will be more directly linked to COP.



# Suggestion to the Board (1/2)

## **Future of the CDM:**

- Provide clarity to the DNAs at EB 108 on the operation of the CDM post-2020, considering that there will be no CMP meeting in 2020.
- This should include whether DNAs should issue LOAs for new activities post-2020, and whether issuance of CERs and renewal of crediting period starting post 31 Dec. 2020 is possible;
- DNAs requested the Board to give stronger signals at EB 108 to the outside world that the intent behind the CDM will continue to be intact.

# Suggestion to the Board (2/2)



## **Regional support:**

- Support DNAs through RCCs in preparation for smooth transition from Kyoto to Paris regime;

## **Forum meetings:**

- Continue support DNAs through organization of regional and global forum meetings.