United Nations Framework Convention on Climate Change

Outcome of COP 26 (Glasgow) on CDM

DNA Forum meeting
16 December 2021, Virtual

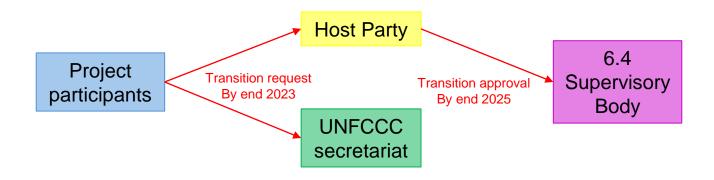


CMA decision on Article 6.4 (1)

Transition of CDM activities to the Article 6.4 mechanism

Conditions:

- a) Requests for transition to be submitted from project participants to the secretariat and the host Party by 31 December 2023
- b) Host Party approval of transition to be provided by the host Party to the 6.4 Supervisory Body by 31 December 2025
- c) Activities to comply with the 6.4 rules
- d) Transitioned activities may continue to apply the current CDM methodology until the earlier of the end of the current crediting period or 31 December 2025, then apply a 6.4 methodology thereafter





CMA decision on Article 6.4 (2)

Use of CERs for first NDCs under the Paris Agreement

Conditions:

- a) The CDM activity was registered on or after 1 January 2013
- b) CERs to be transferred to the 6.4 mechanism registry
- c) CERs may be used for the first NDC only
- d) Corresponding adjustment by the host Party is not required
- e) Not meeting (a-d) above may be used for NDC in accordance with future CMA decision
- f) No use of tCERs and ICERs (units from afforestation and reforestation activities)



CMP decision on CDM (1)

- No registration, renewal of crediting period and issuance of CERs relating to emission reductions occurring after 31 December 2020 (post-2020 cases) under the CDM → Clear signal that the CDM is not relevant for post-2020 emission reductions
- Continuation of the temporary measures adopted by the CDM Executive Board for post-2020 cases, with a view for them to transition to the Article 6.4 mechanism under the Paris Agreement later if eligible for transition <u>until</u> the transition process becomes operational → Avoid a schematic gap
- Deregistration from the CDM once transitioned to the 6.4 mechanism



CMP decision on CDM (2)

- CDM Executive Board to cooperate with the Supervisory Body of the Article 6.4 mechanism to facilitate the expedited implementation of the Article 6.4 mechanism
- Transfers of resources from the CDM Trust Fund:
 - a) For the expedited implementation of the Article 6.4 mechanism
 - b) For capacity-building in developing countries to apply the Article 6.4 mechanism, and to support transition of CDM activities to 6.4
 - c) Adaptation Fund



Thank you

