



Policies and Strategies

Credibility, efficiency & integrity of the CDM

Grant A. Kirkman

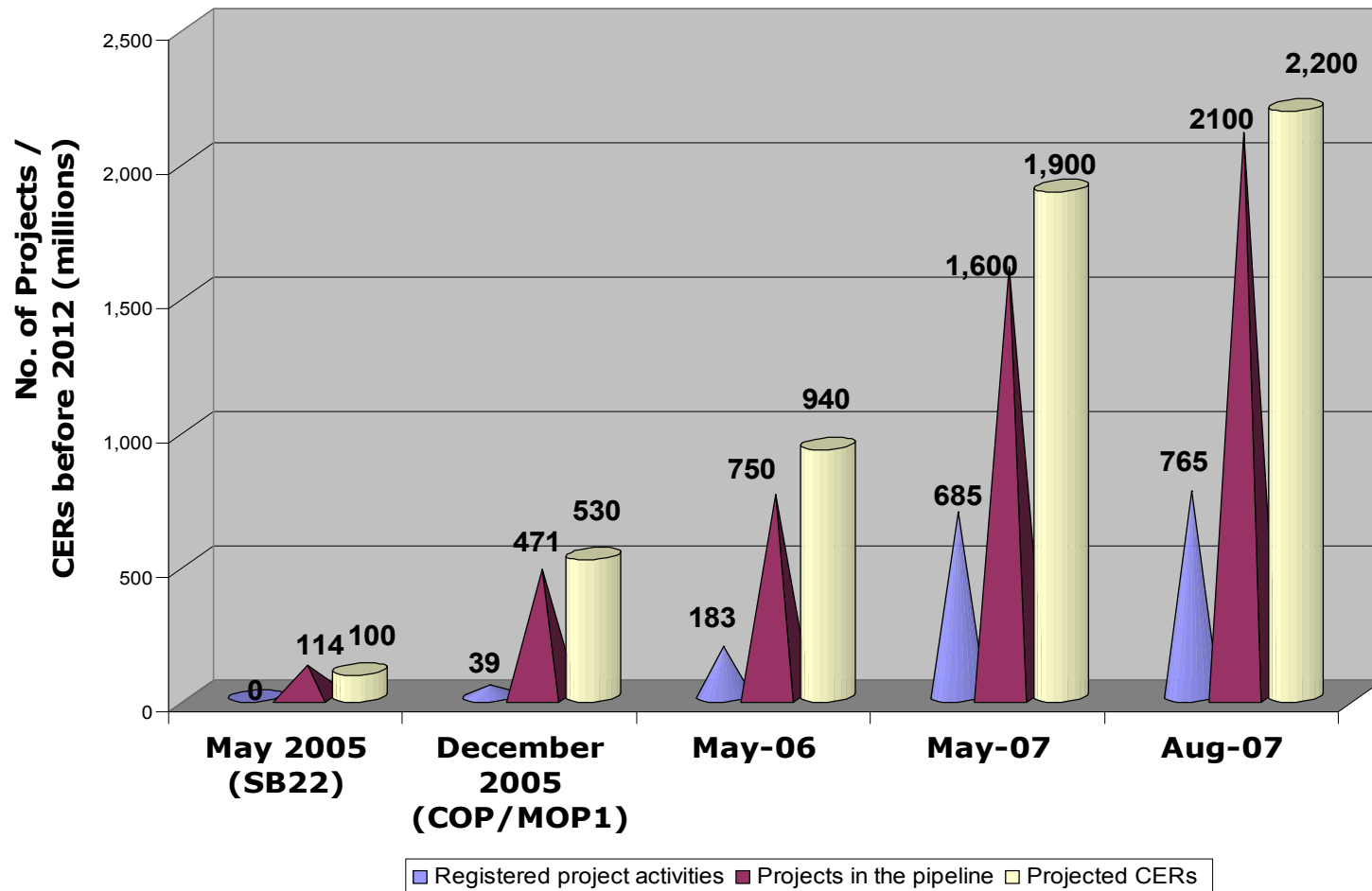
Team Leader | CDM Methodologies

2nd Latin American Carbon Forum
Thurs 6 September 12:00 - 13:00
Lima, Peru



United Nations Framework Convention on Climate Change

CDM | Growth of the CDM



CDM | Key project indicators



Projects to date	Total number	CERs expected*
Project activities in pipeline	> 2,100	> 2,200 million by 2012
Project activities requesting registration	73	> 1,10 million by 2012
Project activities with review requested	61	> 20 Million by 2012
Project activities under review	14	> 2 million by 2012
Project activities registered	771	> 1,020 million by 2012
CERs issued	77,460,008	

CDM | Key meth indicators



Methodologies 2007	Total number
New large scale non-A/R methodologies	14
Of these are new approved consolidated	2
Total number of approved LS methodologies	49
New methodological tools	9
Used in large scale non-A/R methodologies	42
Used in small scale non-A/R methodologies	5
New large scale A/R methodologies	4
New small scale non-A/R methodologies	4
Total number of approved SSC methodologies	24



CDM | Accountability

- The Executive Board is answerable to COP/MOP
 - Publicly available annual report
 - Contact group at sessions of the COP/MOP
 - Q&A sessions with EB
- Other entities answerable to Executive Board
 - DOE/AE: Interaction at each Board meeting
 - Panels, Working Groups and Teams

CDM | Characteristics



- Only mechanism offering developing country (non-Annex I) opportunities to participate in the carbon market
- It has a clear and transparent life-cycle:
 - project design and development of PDD the project proponent;
 - approval of SD aspects by the host country;
 - validation by a DOE;
 - registration with the CDM EB;
 - project monitoring by the PP;
 - verification and certification by a DOE;
 - issuance of CERS by the CDM EB.
- Lowest marginal cost of abatement
- Built in environmental integrity
- Ensures sustainable development (as defined by the host country)
- Projects or programs must result in real, measurable and long-term greenhouse gas (GHG) emission reductions.



CDM | Elements 1



- Are additional to any emission reductions that would occur in the absence of the project.
- Participation is voluntary and both public and private entities can participate.
- An international supervisory and standards setting body is responsible for the administration of CDM rules and modalities - Executive Board (EB)
- ERs count towards compliance commitments
- Is open to regulatory and stakeholder scrutiny at all times

CDM | Elements 2



- Employs the principles of bottom-up, re-use and broad application for all methods
- Is transparent and learns from doing and the past
- Is unique on that there is no other standard by which it can test itself
- It offers a low cost option (SSC)
- It offers a multi-project option (PoA)
- Offers quality ERs with strong SD and ToT spin-offs
- Offers a CSR value add - offsets are community-based and/or offer development benefits





CDM | Compliance

- CERs are compliance instruments
- CERs are issued into the CDM registry
- Part of international registry system (ITL, national registries)
- Each CER has a unique serial number
- Serial number contains the project identifier
- National registries (and account holders) can easily identify the project type and individual project
- ITL ensures that
 - Units are held in one account only
 - Units are used (retired or cancelled) only once



CDM | Transparency

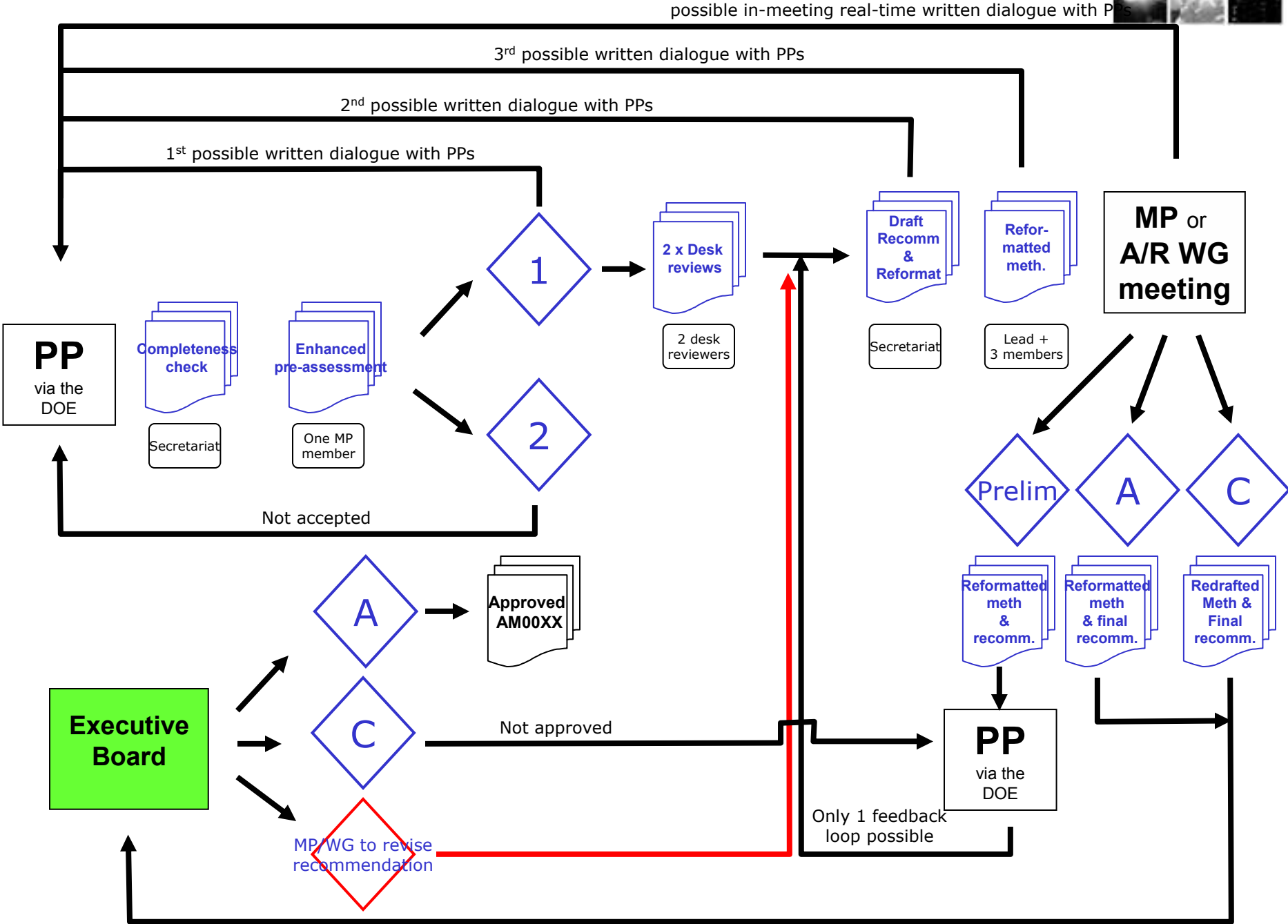
- All project documentation is publicly available
 - PDD, including annexes
 - Validation report
 - Letters of approval and authorization
 - Methodology employed
 - Monitoring reports
 - Verification and certification reports
 - Requests for reviews
 - Responses to requests for reviews
 - Scope of reviews
 - Reasons for rejection



CDM | Progress

- Continuous learning experience optimizing processes and methods
- Progress toward executive decision making by the EB – Annex 12 EB32
- Workshops monitoring & improvements to the methodologies in this area
- Programmatic CDM – forms & procs. are available now
- Tools are available are continuing to being developed
- Increased dialogue with PPs via the secretariat
- EB is no longer resource constrained - self funding
- Work underway on EE
- New procedures for SSC
- CoD – beta site - <http://test.cdmis.net/catalogue-test>
- CDM Bazaar – launched yesterday (<http://www.cdmbazaar.net>)
- Turn around times are becoming shorter





Welcome to the UNFCCC CDM Bazaar. This site currently holds **3 postings** from **35 registered users**

Sellers →

The Seller section shows seller profiles, including contact information, and the projects which have been added by registered Sellers.

Go to this section to:

- View seller entries and details of sellers in the carbon market
- View project entries and details of CDM projects and CERs at various stages
- View sellers and projects, and sort them according to your requirements

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Latest seller profiles

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The Buyer section shows profiles of buyers in the carbon market, including preferences and contact information.

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- View buyer entries and details of buyers in the carbon market
- View detailed purchasing profiles of buyers
- View buyer profiles, and sort them according to your requirements

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Service providers →

The Service provider section shows profiles of companies, including contact information, who supply carbon market technologies and services.

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Signup

Register to add your profile to the CDM Bazaar, and to add project information or announcements.

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Thank you

CDM Bazaar:

<http://www.cdmbazaar.net>

Catalogue of EB Decisions (beta):

<http://test.cdmis.net/catalogue-test>