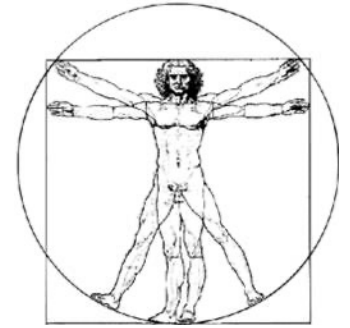


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Sources of finance for the L&D fund

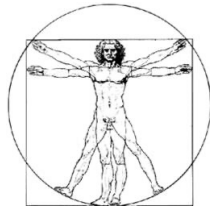
Reflections on the way ahead towards COP28

Cathrine R. Wenger

Wenger Law

for sustained capacity building in support of international climate change negotiations
pour un renforcement durable des capacités en appui aux négociations internationales
sur les changements climatiques

Context

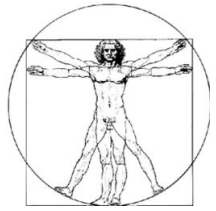


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COP27:

- established new funding arrangements responding to L&D, including a fund with focus on addressing L&D for developing countries that are particularly vulnerable to the adverse effects of climate change.
 - Transitional Committee to identify and expand sources of funding (para 5 c)
- Operationalized at COP28 in Dubai

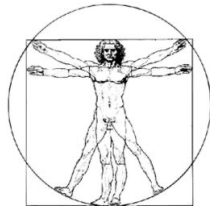
The Project on new and innovative sources of finance for L&D



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- Nordic Council of Ministers' Working Group on Climate and Air → commissioned a Project on new and innovative sources of finance for L&D
 - Report
 - First draft to be delivered soon
 - Webinar
 - 14th September, 2-5pm CET (open registration)
 - Report to be presented
 - 3 hours with focused discussions
 - Expert panel
 - Save-the-date invitation circulating
 - COP28 side event
 - In the Nordic Pavilion

The Project on new and innovative sources of finance for L&D (cont.)

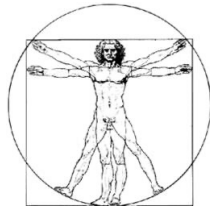


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- The Project will assess the potential for:
 - taxation and/or levies from international shipping and passenger air travel;
 - Solidarity levy for international flights
 - IMO and its potential
 - The voluntary carbon market and PA article 6
 - SOPs for L&D?
 - potential of insurance instruments; and
 - solutions for climate-related debt instruments and other financing solutions such as guarantees.

→ Varying degree of potential for the L&D fund

Considerations towards COP28



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- Solutions for sources can be developed:
 - At many levels (national, regional, global*)
 - In parallel (i.e many small streams become a large river)
 - By public and/or private actors
- Political maturity at home:
 - Which source(s) is politically viable?
 - Can the government hit the ground running?
- Time aspect:
 - How long will it take to set up?
 - Manage expectations for COP28 and beyond
- Mandate of SBs to influence the other arenas outside of UNFCCC/PA