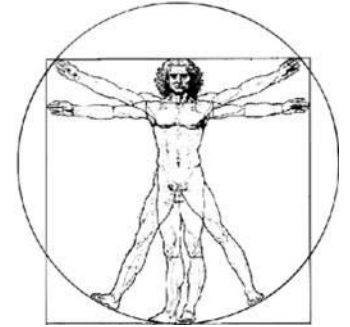


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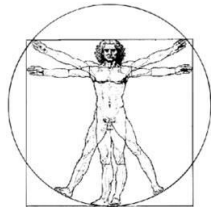


Climate finance and the Paris Agreement rulebook

Raju Pandit Chhetri
Prakriti Resources Centre (PRC)

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

United Nations Framework Convention on Climate Change (UNFCCC)

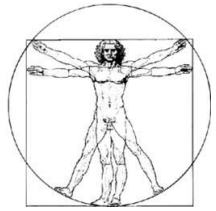


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COMMITMENTS

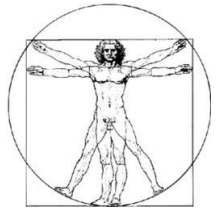
- Article 4.3, The developed country Parties ... shall provide new and additional financial resources to meet the agreed full costs incurred by developing country Parties in complying with their obligations under Article 12, paragraph 1
- Article 4.4, The developed country Parties ... shall also assist the developing country Parties that are particularly vulnerable to the adverse effects of climate change in meeting costs of adaptation to those adverse effects.
- Article 4.9, “The Parties shall take full account of the **specific needs and special situations of the Least Developed Countries** in their actions with regard to funding and transfer of the technology.”
- Article 11.3(d), Determination in a predictable and identifiable manner of the amount of funding necessary and available for the implementation of this Convention and the conditions under which that amount shall be periodically reviewed

Paris Agreement



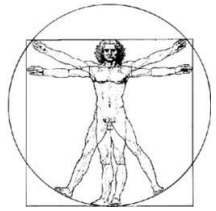
- **Developed country Parties shall** provide financial resources to assist developing country Parties. **Other Parties** are encouraged to support.
- The **scaled-up financial resources (US\$ 100 billion per year by 2020) -** aim to achieve a **balance between adaptation and mitigation**, for particularly vulnerable to the adverse effects of climate change and have significant capacity constraints, such as the least developed countries and small island developing States, considering the need for public and grant-based resources for adaptation.
- The **institutions** serving the Paris Agreement - shall aim to ensure efficient access to financial resources through simplified approval procedures and enhanced readiness support for developing country Parties, in particular for the least developed countries and small island developing States,

Climate Finance Issues (PA)



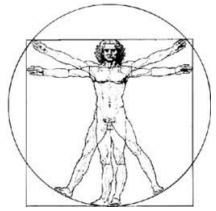
- **Article 9.5 of PA - Indicative quantitative and qualitative information** related to para 1 and 3 of Article 9 of the PA to be **communicated biennially by developed countries** on their projected level of **public financial resources to be provided** to developing countries. Others are encouraged to provide this information on a voluntary basis.
- **Article 9.7 - Developed countries shall provide transparent and consistent information** on support for developing countries **provided and mobilized through public interventions** biennially in accordance with the modalities, procedures and guidelines to be adopted by CMA 1 as stipulated in Article 13 paragraph 13 of the PA.

Climate Finance Issues



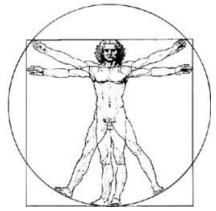
- **New Collective Goal prior to 2025** - Para 53 that give effect to the PA, decided prior to 2025 the CMA shall set a new collective quantified goal from a floor of \$100billion per year
- **Article 2.1 (c)** - Making finance flows consistent with a pathway towards low greenhouse gas emissions and climate-resilient development.
 - COP24 mandated SCF: Requests the Standing Committee on Finance to map, every four years, as part of its biennial assessment and overview of climate finance flows, the available information relevant to Article 2, paragraph 1(c), of the Paris Agreement, including its reference to Article 9 thereof

Long Term Finance



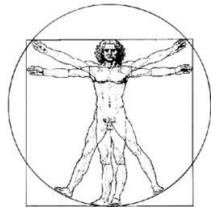
1. Long Term Finance process comes to an end in 2020
2. LTF in-session workshop (Bonn SB50) to focused within the mandated topics?
 - The **effectiveness of climate finance**, including the results and impacts; and the **provision of financial and technical support**.
 - The **provision of financial and technical support** to developing country Parties for their adaptation and mitigation actions in relation to holding the increase in the global average temperature to well below 2 °C above pre-industrial levels and pursuing efforts **to limit the temperature increase to 1.5 °C** above pre-industrial levels

Adaptation Fund



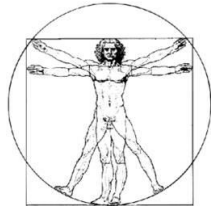
- Board composition (eligibility, representation, timing);
- The rules of procedure for the Board and arrangements of the Adaptation Fund with respect to the Paris Agreement
- Ensure that there are no major governance and policy changes in the Adaptation Fund, which affects its nature and uniqueness.
- Linking Article 6 so that share of proceeds from the cooperative approaches and market mechanism established under (Art 6.?) and 6.4 of the Paris Agreement can start flowing to the Fund from the earliest possible time.

Other major items under discussion



- (SBSTA) Developing a Common Tabular Formats for the electronic reporting of the information on **financial**, technology development and transfer and capacity-building support **provided and mobilized**, as well as support needed and received, under Articles 9–11 of the Paris Agreement
- **Needs determination** - The SCF will conduct two technical workshops this year during SB50 and the COP – Article 11.3 (d) of the convention is regarding the determination of resources needed by developing countries

Climate Finance Agreement



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COMMITMENTS



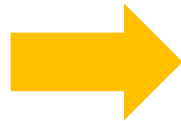
- Art 9.5
- Art 9.7
- Long term collective goal
- Long term Finance
- US\$ 100 billion by 2020

BALANCE



- Flows
- Needs of developing countries
- Alignment of financial flows

GUIDANCE



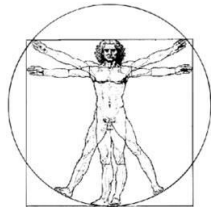
- Global Environment Facility (GEF)
- Green Climate Fund (GCF)

ARCHITECTURE



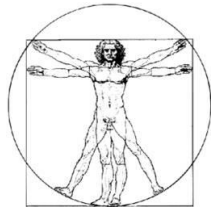
- The UNFCCC Financial Mechanisms and Funds
- Standing Committee on Finance

Discussion



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- **How can we move forward constructively on climate finance discussion- additional to ODA and defining it? What are the countries doing?**
- **What are the good country experiences that can be fed into the international negotiations processes?**
- **What are the learning from climate finance reporting experiences that can contribute to CTF?**



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Thank you