



Learning By Doing NAMAs

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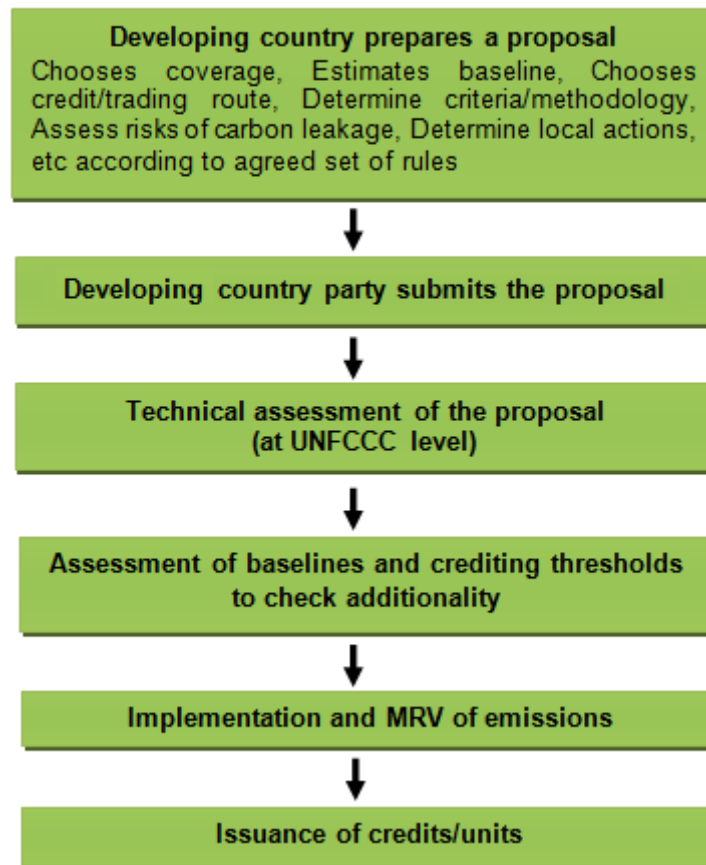
Latin American Carbon Forum, San José

28 September 2011

What is the funding partner looking for in a NAMA?

- Supported NAMAs require support from host countries and international partners alike
- EU has stated preference for a performance based system, strongly incentivising the promotion of actions which maximise climate value for money
- The key is robust MRV, a concept that needs road testing
 - which parameters are to be measured
 - data management, quality control procedures sufficient to ensure NAMAs emission reductions can be monitored and verified
- In Peru, for example, many challenges relating to data availability and quality hence a proposed focus on waste inventories as a reliable baseline
- Developed countries willing to mobilise technical assistance funds for learning by doing, confidence building measures

Operation cycle for new market-based mechanism



Source : Climate Connect, News EU submission to Ad Hoc Working Group on Long-term Cooperative Action, Sept 26

The Peruvian Context



- Rapidly growing economy with emissions growth of 2% p.a. (exc. LULUCF)
- NAMA priorities as per country submission to Copenhagen Accords in June 2010 are waste, energy and forestry
- Peru has benefited from a CDM pipeline of over 40 projects, mostly in hydro power
- Currently a solid waste PoA is under development, and could feed into a NAMA initiative

NOAK-NEFCO Partnership Initiative on Upscaled Mitigation Action (NAMAs)

- Early request from Nordic ministries of environment to NEFCO
- Market readiness activity to demonstrate how broad and up-scaled support can be matched with comprehensive NAMAs
- NEFCO's own scoping study prepared in 2010, merged with Nordic Ad Hoc Group on Climate Change (NOAK) in late 2010
- Feasibility study undertaken together with Peru and Viet Nam
- Sectors studied waste management in Peru and cement sector in Viet Nam
- Ambition to commence a 2 year pilot activity, with funding of approx. €5 million from Nordic countries



The Peruvian Pilot



- Aims to improve Peru's readiness for a waste sector NAMA by addressing gaps in data availability and associated quality, technical and institutional capacity, including:
 - updated information on emissions and reduction potential
 - prepare a MRV system of international standing
 - identify appropriate support instruments for mitigation actions, including sources of funding and criteria for support
- Further conceptual development together with MINAM officials
- Expected launch of a €2 million programme in 2012
- Important role of dissemination and knowledge sharing with other programmes, in Peru and regional initiatives e.g. MAIN

Early Lessons Learnt from Peru

In Peru, the first phase found

- There was clear and strong support for the overall concept, and need for testing NAMAs and market readiness
- An understanding that programme must be tailored to national and local circumstances
- Should build on existing policies, strategies, policies and initiatives where possible
- Importance of having a strong and motivated counterparty, in this case, MINAM and with support from FONAM

A well prepared NAMA should have

- Institutional procedures and where appropriate, capacity development (e.g. at lower levels of government)
- An strategy for private sector participation, e.g. public private partnerships
- Possible funding, blending of identified sources such as grants, loans



Contact

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http://www.nefco.org/financing_instruments/noak_nefco_partnership_initiative

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