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UNITED NATIONS FRAMEWORK CONVENTION ON CLIMATE CHANGE

CONFERENCE OF THE PARTIES\*

Fourth session

Buenos Aires, 2-13 November 1998

Agenda items 4 (f) and 5 (a) (ii)-(iv)

**MATTERS RELATED TO DECISION 1/CP.3, PARAGRAPH 5**

**Article 6 of the Kyoto Protocol**

**Article 12 of the Kyoto Protocol**

**Article 17 of the Kyoto Protocol**

**ACTIVITIES IMPLEMENTED JOINTLY**

**Compilation of submissions by Parties**

**Addendum**

1. In addition to the submissions contained in FCCC/CP/1998/MISC.7 and Add.1-2, one further submission has been received.
2. In accordance with the procedure for miscellaneous documents, the submission received is attached and reproduced in the language in which it was received and without formal editing.

**SUBMISSION BY INDONESIA**

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\* Including the ninth sessions of the Subsidiary Body for Scientific and Technological Advice and the Subsidiary Body for Implementation.

**FCCC/CP/1998/MISC.7/Add.3**

GE.98-72971

(On behalf of the Group of 77 and China)

**INITIAL WORK PROGRAMME ON MECHANISMS  
OF THE KYOTO PROTOCOL**

<b>Provisions in KP</b>	<b>Elements</b>	<b>Prioritisation</b>
	<b>General</b>	<b>1</b>
	(1) Principles	
	(2) Nature and Scope of the Mechanisms	
	(3) Equity and transparency	
	(4) Supplementarity	
	(5) Climate Change Effectiveness	
	(6) Institutional Framework	
	(7) Capacity Building	
	(8) Adaptation	
	(9) Compliance	
	<b>Article 12 - clean development mechanism</b>	<b>1</b>
	<u>Basic</u>	
12.2	(1) Purpose of cdm projects	
3,12.2	(2) Supplementarity to domestic action for achieving compliance with reduction commitments under Article 3	
12.2	(3) Compatibility with sustainable development priorities/ strategies	
12.2	(4) Special needs of least developed countries	
12.2	(5) Criteria for project eligibility	
12.8	(6) Adaptation	
12.2,12.7	(7) Transparency, non-discrimination, prevention of distortion of competition	
	<u>Methodological and Technical</u>	
12.3 (b)	(8) "Part of" Annex I commitments	
12.5 (c)	(9) Additionality criteria in project funding	
12.5 (b)	(10) Criteria for real, measurable and long-term benefits related to climate change	
12.5	(11) Criteria for certification	
12.5 (c)	(12) Criteria for project baseline	
12.3 (a),12.9	(13) Definition of the concept of certified emission reductions	

- 12.7 (14) Systems for independent auditing and verification of project activities
- 12.5,12.7 (15) Format for reporting
- 12.10 (16) Implication of Article 12.10 of the Kyoto Protocol, including implications for a possible interim phase approach of the cdm
- 3.3 & 3.4 (17) Outcome of methodological work on Articles 3.3 and 3.4

#### Process

- 3.12, 12.9, 12.10 (18) Acquisition and transfer of certified emission reduction units
- 12.8 (19) Determination of share of proceeds for adaptation
- 12.8 (20) Determination of share of proceeds for administration
- 12.6 (21) Criteria and procedures for arranging funding for certified project activities
- 12.8 (22) Criteria and procedures for assisting developing country Parties that are particularly vulnerable to meet adaptation costs
- 12.2 (23) Approval by involved parties of sustainable development

#### Institutional

- 12.4 (24) Authority and guidance of the COP
- 12.4 (25) Accountability of the Executive Board to the COP/moP
- 12.4,12.5, 12.7,12.8, 12.9 (26) Functions of, relationship among and operational procedures of the COP, COP/MOP. the executive board and operational entities
- 12.4,12.7 (27) Executive board - constitution, composition, and functions - membership and rules of procedure, provisions for institutional and administrative support,
- 12.9 (28) Guidance regarding involvement of public and/or private entities
- 12.5,12.7 (29) Operational entities - identification/designation/ accreditation; monitoring/auditing of operational entities
- 12.2 (30) Responsibility of Parties

### **Article 6 projects**

**2**

#### Basic

- 6.1 (1) Criteria for Article 6 projects
- 6.1(d) (2) Supplimentarity to domestic action
- 6.1 (3) Transparency

#### Methodological and Technical

- 6.1 (4) Criteria for project baselines
- 6.1(b) (5) Assessment of additionality
- 6.2 (6) Verification and reporting
- 8.4 (7) Guidelines for review of implementation of Article 6  
by expert review teams
- 6.2 (8) Guidelines for monitoring, reporting, verification
- 3.3, 3.4 (9) Outcome of methodological work on Article 3.3 and 3.4

#### Process

- 6.1(a) (10) Process for approval by Parties involved in projects
- 6.1(c),3.10, (11) Acquisition and transfer of emission reduction units  
3.11,6.3,6.4
- 6.3 (12) Authorization of legal entities
- 8.4 (13) Process for reviewing Article 6 according to  
Article 8.4
- 6.4,16,18 (14) Consequences of non-compliance
- 6.1 (15) Process for assessing compliance with Articles 5 and 7

#### Institutional

- 6.2 (16) Role of COP/moP, SBSTA and SBI
- 6.2 (17) Elaboration of guidelines as per Article 6.2
- 6.3. (18) Involvement of legal entities operating under the  
responsibility of a Party

### **Article 17 - emissions trading between Annex B Parties**

**3**

- 17 (1) Basis of rights and entitlements of Annex B Parties for  
emissions trading
- 17 (2) Determination and creation of such rights and entitlements
- 3, 17 (3) Supplemmentarity to domestic action for the purpose of  
meeting commitments under Article 3
- 17, Conv (4) Conformity with the principle of equity in the Convention
- 3, 17 (5) Real and verifiable reduction of GHG emissions
- 17 (6) Elements of principles, modalities, rules and guidelines  
for emissions trading
- 17 (7) Elaboration of principles, modalities, rules and guidelines
- 17 (8) Matters relating to verification, reporting and accountability

#### **Note on Prioritisation**

Work relating to cdm shall be carried out on a priority basis, before the entry into force of the Kyoto Protocol. Work relating to Article 6 may be carried out to enable decision by

COP/moP I. Work relating to Article 17 may follow.

**N. B.**

Additional items can be added to the Initial Work Programme.

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