



Forest Carbon Partnership Facility

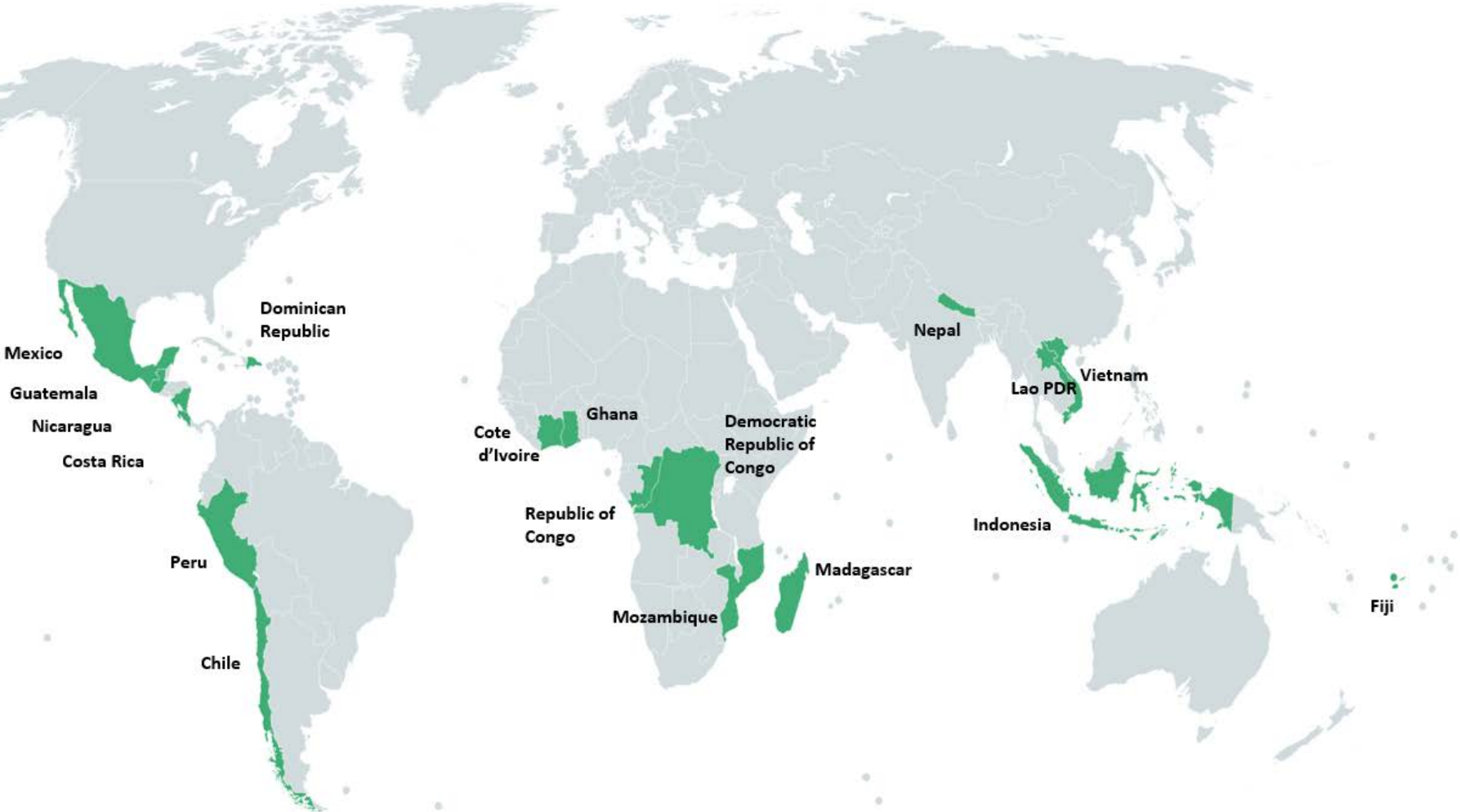
Update on Carbon Fund Progress since CF20

Twenty-First Meeting of the Carbon Fund (CF21)

Paris, France

January 22-23, 2020

Carbon Fund Portfolio



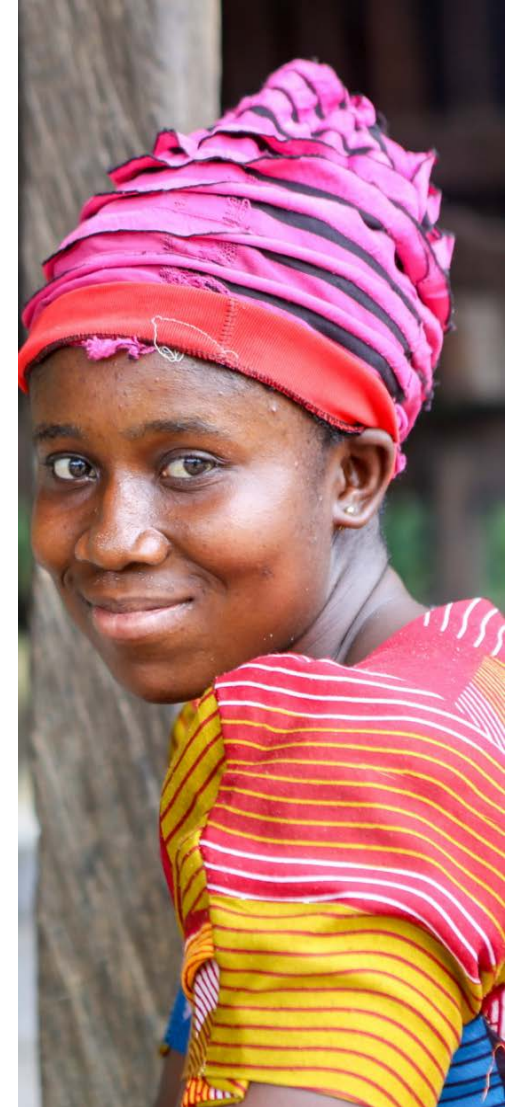
Progress since CF20

Countries selected into the portfolio at CF20

- ❑ ERPD from **Fiji** was accepted in to the CF per resolution CFM/20/2019/3.

Countries selected into the portfolio since CF20:

- ❑ **Nicaragua** submitted a revised ERPD per resolution CFM/20/2019/4 and having received no objections from Tranche B Participants was accepted into the portfolio.
- ❑ **Guatemala** submitted a revised ERPD per resolution CFM/20/2019/1 and having received no objections from CFPs was accepted into the portfolio.
- ❑ **Peru** submitted a revised ERPD per resolution CFM/20/2019/2 and having received no objections from CFPs was accepted into the portfolio.
- ❑ **Dominican Republic** submitted a revised ERPD per resolution CFM/20/2019/5 and having received no objections from CFPs was accepted into the portfolio.



Progress since CF20

WBG Decision Review

Meetings:

- ❑ Decision review meeting for **Indonesia** FCPF program was held in December 2019.
- ❑ **Cote D'Ivoire, Dominican Republic, Fiji, Guatemala, Lao PDR, Madagascar, Nepal, Nicaragua, Peru, and Republic of Congo** will have decision review meetings in the coming months.

ERPA signings

- ❑ **Chile** ERPA signed bringing the total number of ERPAs to four (others include **DRC, Ghana, and Mozambique**).



Mainstreaming Gender in REDD+

Work ongoing and completed

- ❑ **Gender Analysis and Action Plans**
- ❑ **Ongoing review of gender mainstreaming** in Benefit Sharing Plans and Emission Reductions Programs
- ❑ **Activities linked to understanding the challenges of forest-dependent women, especially indigenous women in regard to REDD+** (regional SSKEs on women's participation in REDD+ processes in Africa and Asia-Pacific in July and September 2019).



Mainstreaming Gender in REDD+

Upcoming Work

- ❑ **Regional dialogues** to be organized in Latin America and the Caribbean in 2020
- ❑ An exercise in **lessons learned** from the Forest Investment Program (FIP)
- ❑ Elaboration of the **FCPF overall Gender Strategy and Action Plan 2020-2025** with a focus on the following:
 - ❑ challenges remaining
 - ❑ identification of level of required support
 - ❑ setting up a Multi Donor Trust Fund on Social Inclusion



Land Tenure

- ❑ The FMT launched a **global survey of land tenure security** in REDD+ countries to determine the current situation and map out opportunities to accelerate the legal recognition of collective forest land tenure rights.
 - ❑ The study will contribute to the protection of carbon-rich tropical forestlands and the pursuit of national ER commitments in the context of equity, poverty reduction, and sustainable development priorities.
 - ❑ The study is implemented by the Rights and Resources Initiative (RRI) and will be **completed by fall 2020**.
- ❑ The study is to be supplemented by the **review of gender issues in forest land tenure** and elaboration of specific measures to ensure security of women's rights to forest land and resources.
 - ❑ The review will be completed by **December 2020**.



Private Sector Engagement

- ❑ The FCPF is assessing gaps and developing strategies to overcome barriers that hinder private sector engagement in selected jurisdictions. It focuses on increasing private sector engagement, as well as the number of zero deforestation pledges, in **commercial agriculture sectors** (that is, cocoa, livestock, rubber, nuts, and spices) and **smart-mining value chains**.
 - ❑ For example, bringing together the private sector, government ministries, IFC, and other stakeholders to discuss on sustainable livestock initiatives in LAC and to overcome technical and financial barriers for implementation (May)
 - ❑ Targeted CF countries include **DRC, Ghana, Cote d'Ivoire, Madagascar, Dominican Republic , Mexico, Nicaragua, Laos, Vietnam, and Mozambique**
- ❑ Moving forward, the FCPF will continue to **develop tools for private sector engagement** across a variety of sectors. The FCPF will also move ahead with implementation of the readiness fund PS activities, and plans to deliver a range of analytical work, workshops, South-South Knowledge Exchanges, and technical assistance in the coming fiscal year.
 - ❑ Preparing a **carbon forum**, with IETA, to help supply chain companies better understand how carbon finance can support sustainable commodity production.

Measurement, Reporting, and Verification

MRV Country Needs Assessments and technical assistance

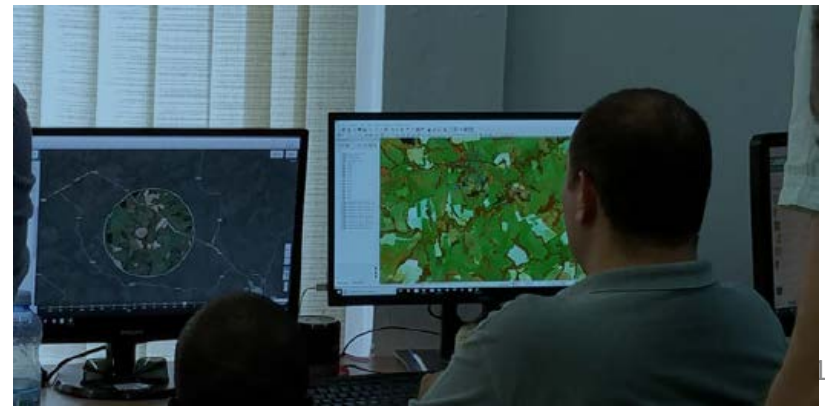
- ❑ FCPF is providing financial support to ER Programs to improve their reference levels and operationalize their MRV systems.
- ❑ The FMT has received Work Packages from 17 CF ER Programs, requesting support on different aspects of their carbon accounting systems.
- ❑ A total of 3 million USD has been allocated and countries are beginning implementation of activities, e.g. DRC, Ghana, Mozambique, Madagascar



Measurement, Reporting, and Verification

Verifications

- ❑ Carbon Fund Participants **approved the Verification guidelines.**
- ❑ The FMT is working with ANSI to do the following:
 - ❑ help implement the requirements of the verification guidelines
 - ❑ give the first accreditations for independent reviewers
 - ❑ support the FCPF in becoming an endorsed initiative under the International Accreditation Forum
 - ❑ enable additional accreditation bodies to provide accreditations for verifications under the FCPF
- ❑ The first verification expected to **launch post-June 2020.**



Registries

- ❑ Significant progress has been made on the development of the Central Transaction Registry: **Carbon Assets Trading System (CATS)**.
- ❑ First release of **CATS - Phase 1** was done on November 8th, 2019.
- ❑ First release of **CATS - Phase 1** is a platform solution to **issue, record and transfer emissions reduction** units generated under the FCPF CF and BioCF Initiative for Sustainable Forest Landscapes ER Programs.
- ❑ **Operational Guidelines, User Manual and Terms & Conditions** have been developed.
- ❑ **CATS - Phase 2 to connect existing National Registries and accommodate new funds** is progressing steadily.



CORSIA and ICAO

- ❑ The **Carbon Offsetting and Reduction Scheme for International Aviation (CORSIA)** under the **International Civil Aviation Organisation (ICAO)** expects to offset 2.5 billion tons in CO₂e over the entirety of the scheme (2021-2035)
- ❑ The FCPF has submitted an application to be an **eligible program** under CORSIA so that any FCPF verified credits become eligible.
- ❑ FCPF was invited to provide clarifications on and a video demonstration of the registry to CORSIA at the recent CORSIA meeting on October 21, in Montreal, Canada and has provided other additional information.



Communications and Knowledge-Sharing

- Supported **South-South Knowledge Exchanges (SSKE)** focused on women's participation in REDD+ processes in Nairobi in July and Bangkok in September.
- Published the **FY20 FCPF Annual Report**.
- Held **BBLs** and knowledge sessions on topics such as MRV, Registries, and Financing of ER Programs.
- Developed a continuous stream of **strategic features and blogs** to keep forests and REDD+ highly visible online.
- Continued building up online content for the new **FCPF website**.



Communications and Knowledge-Sharing

Benefit-Sharing

- ❑ **Benefit Sharing at Scale: Good Practices from Results-Based Land Use Programs** launched in November in English, French, and Spanish.
- ❑ The study synthesizes **good practices for benefit sharing** from existing jurisdictional-level, results-based land use programs.
- ❑ An **online platform** is being developed, which will serve as a step-wise resource providing countries with guidance and lessons learned on developing benefit sharing arrangements.

☰ Benefit Sharing

Designing Benefit Sharing Arrangements:

A Resource for Countries

This platform provides a comprehensive set of tools, resources and case studies for the design and implementation of benefit sharing arrangements for emission reductions programs, as well as other results-based land use initiatives. The different sections of this platform are designed to break down the complex concept of benefit sharing into distinct steps to enable a logical approach to developing arrangements that help achieve programs' objectives and promote equity and efficiency.

This resource was created by the World Bank's Forest Carbon Partnership Facility and BioCarbon Fund initiative for Sustainable Forest Landscapes.



Case Studies

Addressing land tenure barriers and opportunities for participation in benefit sharing



Peru's Alto Mayo Protected Forest (AMPF)



Madagascar's Makira Project



Guatemala's National Forestry Incentive Program (PINFOR) and Small Landowner Incentive Program (PINPEP)

Focus Areas of FMT for FY20

- **Sign remaining ERPAs -> Main Priority**
- Complete first verification and make payment
- Complete **due diligence and appraisal** for countries selected into the portfolio.
- Support countries in **meeting remaining indicators of the Methodological Framework** (e.g., Benefit-Sharing-arrangements, ER title transfer ability, etc.), including through South-South Knowledge Exchanges
- Develop CATS Registry – Phase 2
- Help countries strengthen their **MRV capacity**.
- Meet **CORSIA** program requirements



