



Partnership for Market Readiness (PMR): Update on Carbon Pricing Readiness for the Private Sector

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Santiago, Chile
November 3-4, 2014

Rationale and activities

- *Private sector readiness and dialogue with policy makers is critical to the introduction of sustainable carbon pricing policies*
- *Increasing demand for business-to-business exchange on carbon pricing preparedness*
- *Countries' MRP engage private sector in activities*

PMR activities to date:

- ✓ Technical Workshop on Stakeholder Engagement and Communication (Marrakesh, October 2013)
- ✓ Business-Government Dialogue on Preparing for Carbon Pricing Policies—jointly with IETA's B-PMR (Cologne, May 2014)
- ✓ Private sector represented in most PMR meetings and workshops
- ✓ Technical Note 9: Preparing for Carbon Pricing: Case Studies from Company Experience (November 2014)

Technical Note 9: Preparing for Carbon Pricing: Case Studies from Company Experience (1)

- Case studies of Shell, Rio Tinto, and Pacific Gas & Electric to capture their experience and lessons learned when preparing for and operating under carbon pricing policies (e.g., ETS)
- In collaboration with C2ES: interviews of staff and publicly available resources such as corporate sustainability reports, CDP etc.
- Inputs from *Business-Government Dialogue on Preparing for Carbon Pricing Policies (Cologne, May 2014)*
- Technical Note finalized in October 2014: awaiting review and clearance from companies
- Executive summary shared at the High Level Public Event in Santiago on November 5, 2014

Technical Note 9: Preparing for Carbon Pricing: Case Studies from Company Experience (2)

Case studies cover key insights:

- From companies to companies, and from companies for policy makers
- Into practices for:
 - *Incorporating climate change into corporate strategy*
 - *Monitoring, Reporting & Verification of GHG Emissions*
 - *Identifying risks and opportunities in upcoming policies*
 - *Trading carbon assets*
 - *Engaging with stakeholders*

How can the PMR further support business readiness to carbon pricing?

- Based on Technical Note 9 and further consultations with companies, potential in-depth guidance for businesses on specific issues related to preparedness include:
 - *Definition of corporate carbon strategies*
 - *GHG emissions assessment tools and techniques*
 - *Analysis to identify least-cost abatement opportunities*
 - *Tools and operations to prepare and support compliance – incl. managing carbon risk, accounting and financial arrangements*
 - *Other(s)?*

- Delivery of support through knowledge products, in-country training, business-to-business dialogue, other(s)?

- Leveraging international collaborations such as IETA's B-PMR, Carbon Pricing Leadership Coalition, IFC, other(s)?

Thank You

FOR MORE INFORMATION ON THE PARTNERSHIP FOR MARKET READINESS (PMR),
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