Partnership for Market Readiness (PMR): Update Since PA3

Xueman Wang, PMR Secretariat

Fourth Meeting of Partnership Assembly
Sydney, Australia
October 22 to 24, 2012
PMR: What was decided at PA3 in Cologne? (1)

- Preparation funding allocation (US$350K) to five countries:
  - Brazil, India, Jordan, South Africa and Vietnam

- Decision on modality of allocation of Implementation Funding
  - Three categories of funding size: US$3, US$5 or US$ 8 million
  - Set aside US$3 million for 15 MRPs, provided the MRP meets General Criteria and the draft is submitted within 2 years of the PA endorsement of the Organizing Framework
  - Allocation given funding shortfall
  - MRPs identify priority areas and funding request based on feedback from PA and recommendation from PMR Secretariat and Delivery Partner
  - Possibility for second-round funding
Two sets of criteria for funding allocation:

**General Criteria**

- Role and relevance of market instruments to a country’s overall mitigation strategy;
- Clear objectives and planning; level of political support within a country;
- Country ownership;
- Sound technical analysis and rationale behind the proposed activities;
- Synergy with other initiatives; and
- Realistic timeline and budget.

PMR: What was decided at PA3 in Cologne? (2)
PMR: What was decided at PA3 in Cologne? (3)

- **Additional criteria for allocation above US$3 million**
  - The scope of the proposal and sound rationale behind the choice of market instrument and sectors;
  - Comprehensiveness of Building Block 4 of the MRP: design of a market instrument;
  - Mitigation potential; and
  - Ratio of co-financing.
Our PMR Family is Growing:

◆ New members of the Contributing Participants:
  ▪ Finland
  ▪ Sweden

◆ Expression of Interest from Peru to join the PMR as an Implementing Country Participant
**PMR funding Status: On Track to Reach US$100 mm**

<table>
<thead>
<tr>
<th>PMR Contributor</th>
<th>Amount in USD</th>
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<tr>
<td>Australia</td>
<td>12.5</td>
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<tr>
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<tr>
<td><strong>Total</strong></td>
<td><strong>93.5</strong></td>
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Current* Funding Capitalization

Current Capitalization: $93.5 million

PMR Operation: $17.5 million
Preparation Funding: $5.25 m
Implementation Funding*: $71 million

Set aside

$45M

Additional allocation

$26M*

With minimum allocation of $3m

* As of October 24, 2012
Market Readiness Proposal (MRP)

- **Four countries submitted draft MRPs**
  - Chile, Costa Rica, China and Mexico

- **Expert Feedback process to enhance the quality of the MRP**
  - Desk review and written feedback from the experts
  - Country visits
Knowledge sharing and creation

- Working group on baselines
- Working with the World Bank Institute to explore E-Learning on ETS
- Planning for PMR technical work
  - Data reporting and management
  - Registry
  - Modeling
Launch of the PMR web: **www. thepmr.org**

◆ A knowledge and information center on market instruments
News from PMR Family: Congratulations. Alexia!
Best wishes to Leila, who will become a mother any minute!
Thank You

For more information on the Partnership for Market Readiness (PMR), please contact:

PMR Secretariat

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