Partnership for Market Readiness (PMR): Update Since PA7

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PMR Secretariat

Eighth Meeting of the Partnership Assembly
Mexico City, Mexico
March 3-5, 2014
Carbon Tax in Mexico
# The PMR’s Journey From Cancun to Mexico City

We’ve come a long way since the PMR’s December 2010 launch in Cancun

- **Coalition**: 30 countries strong
- **Key platform** to support innovative and cost-effective approaches for climate change mitigation
- **Support** the “building blocks” of sound policy decision making: analysis, technical capacity building, stakeholder engagement
- **Support** design and implementation of cost-effective tools, specifically carbon pricing instruments
PA7: Recap

- Indonesia: PA allocated US$3 million Implementation Funding
- Thailand: draft MRP presented for feedback
- Germany: Additional contribution of US$5M; Tunisia invited to express interest to join as Implementing Participant and present OF
- Kazakhstan: PA allocated up to US$1 M for targeted support
- Broad support for PMR Strategic Orientation Options
### PMR Funding Status:
Participants Include Major Economies and Market Players

<table>
<thead>
<tr>
<th>PMR Funding (contribution in millions in US$)</th>
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</thead>
<tbody>
<tr>
<td>Australia (12.5)</td>
<td>Netherlands (7.1)</td>
</tr>
<tr>
<td>Denmark (5.1)</td>
<td>Norway (5.8)</td>
</tr>
<tr>
<td>European Commission (19.7)</td>
<td>Spain (5.4)</td>
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<tr>
<td>Finland (5.4)</td>
<td>Sweden (7.6)</td>
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<tr>
<td>Germany (13.2)</td>
<td>Switzerland (12.5)</td>
</tr>
<tr>
<td>Japan (13.6)</td>
<td>United Kingdom (11.1)</td>
</tr>
<tr>
<td></td>
<td>United States (7.5)</td>
</tr>
</tbody>
</table>

**Total of US$127 million mobilized**
Inter-sessional Progress:
Market Readiness Proposals and Implementation

❖ Colombia & Morocco

- **Submission**: Draft MRP
- **Feedback**: Expert group, PMR Secretariat and World Bank provided written feedback; participated in country visit in January to further enhance the draft

❖ MRP Implementation Status

- **Turkey**: signed Grant Agreement in December 2013 to disburse Implementation Funding
- **Chile, China, Costa Rica, Mexico and Indonesia**: going through Bank’s internal appraisal process (financial management, procurement, and ToRs)
## Implementing Country Participant Activity Status

### PMR Country Activity Status Summary as of March 1, 2014

<table>
<thead>
<tr>
<th>Category</th>
<th>Number</th>
<th>Countries</th>
</tr>
</thead>
<tbody>
<tr>
<td># of completed final MRPs</td>
<td>6</td>
<td>Chile, China, Costa Rica, Mexico, Turkey, Indonesia</td>
</tr>
<tr>
<td># of completed draft MRPs</td>
<td>3</td>
<td>Thailand, Morocco, Colombia</td>
</tr>
<tr>
<td># of countries at Organizing Framework stage</td>
<td>7</td>
<td>Brazil, India, Jordan, Peru, South Africa, Ukraine, Vietnam</td>
</tr>
<tr>
<td>Total</td>
<td>16</td>
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</table>
Inter-sessional Progress: Other Country Engagement

◆ Kazakhstan

- Organized donor coordination meeting: World Bank, EBRD, ABD, USAID, Germany, Norway, and EC met in January

- Supported funding proposal: Kazakhstan will present a funding proposal at PA8 for targeted technical support

◆ Tunisia

- Supported development of Organizing Framework
Inter-sessional Progress: Monitoring and Evaluation

PMR Performance: Monitoring and Evaluation

- Creation of an Evaluation Working Group:
  - Finalization of ToRs for first independent evaluation of PMR activities

- Request for expressions of interest for carrying out the work on the evaluation completed

- Request for technical and financial proposals also completed
  - Five proposals received on 26 February 2014, to be reviewed and evaluated by the World Bank.
Building the 3Cs System

◆ MRV
  ▪ Draft MRV Guidance on Facility-level Reporting
  ▪ Draft Survey of MRV Practice in China’s ETS Pilots
  ▪ Second Regional MRV Training – Mexico, March 6-8

◆ Offset Programs
  ▪ Launch of PMR Offset Working Group: Organized webinar on California’s Offset Scheme; Organized South-South Exchange with support from UK to identify areas where the offset WG can provide meaningful support to program design

◆ Technical Notes
  ▪ Technical Note 7: Lessons Learned from Linking ETS: General Principles and Applications
Further Work on PMR Strategic Directions

- Upstream Policy Analytical Support
- Creating a new category of Countries
- Piloting carbon transactions
PMMR Mexico Week: An Overview

- South-South Exchange on Offsets (in collaboration with UK’s DECC)
- PA8
- Event: “Stepping up to Challenges: Domestic Actions and Carbon Pricing Instruments”
- MRV Training for LAC region (convened with International MRV Partnership and Mitigation in collaboration with GIZ and CAF)
Thank You

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

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