



SEMARNAT

SECRETARÍA DE MEDIO AMBIENTE
Y RECURSOS NATURALES

MEXICO'S UPDATE ON ETS DEVELOPMENT

PMR PA16, New Delhi 2017

As announced in PA15 – Hanoi:

- Mexico is launching an ETS Simulation (starting on April, 2017) to last 1 year
- Semarnat announced ETS regulation by 2018

- **CESPEDES** (member of the WBCSD) and **IETA** signed an MOU to promote a **Mexican Carbon Market** (January '17) in the framework of the CPLC technical event in Mexico City
- **SEMARNAT** is signing an MOU with **CESPEDES** for cooperation towards developing the **National ETS regulation** (April '17)
 - This as a result of intensive dialogue with the stakeholders, and an improvement in communication between the authority and the private sector.

- The MOU establishes the creation of a Public-Private **Working Group**
- The main goal is to draft the **ETS regulation**
- The **WG** will follow the **PMR-ICAP ETS Handbook** 's **“10-step”** process
- Together **SEMARNAT** and **CESPEDES** commit to have the ETS regulation by 2nd half of 2018

The goal is to harmonize the **CC Law** with the **Paris Agreement**, and **NDC**, through:

- Elaboration of a roadmap to meet the **2050 mitigation goal**, with intermediate goals
- Strengthening of the **MRV** mechanisms
- Development of a **mandatory ETS**

Law amendments are in discussion in the Congress for final approval

Before we start with the ETS designing process, we should:

- Establish **environmental, economical and social goals**
- Consider, **national circumstances** and specific needs of the country
- Consider the **interaction with other policies**

ETS Simulation Announcement



**Semarnat-
Cespedes
MOU**

**ETS
Simulation**

*Facilities
compliance starts*

**ETS
Phase 1
“Pilot”**

ETS Phase 2

2016

2017

2018

2019

2020

2021

2022

**ETS WG
activities**

**ETS
Regulation**

**ETS
Regulation
Amendments
for Phase 2**

**Paris Agreement
enters into force**





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THANK YOU

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