Partnership for Market Readiness Progress Update - Vietnam

Eighth Meeting of the Partnership Assembly (PA8)
Mexico City, March 4, 2014

Ministry of Natural Resources and Environment
Ministry of Planning and Investment
The Work Done

- **May 2012**: Vietnam presented the Organizing Frame for Scoping PMR activities

- **During 2013**: The consultant team are on board and together with GOV to prepare MRP.

- **December 2013**: First draft MRP was prepared for the review of GOV. The consultations with line ministries are ongoing. Four line ministries have already provided their official comments (MOC, MOIT, MOF, MONRE).
The Draft MRP includes Four Components

i. **Capacity building**: National-level policy framework, Market Based instrument (MBI), Carbon trading scheme, and national MRV framework.

ii. **Waste sector**: NAMA, MBI

iii. **Steel sector**: NAMA, domestic market crediting system (stepping-stones towards a domestic ETS)

Country Context

• *Vietnam has set out ambitious GHG reduction targets* (reduce the intensity of GHG emissions per capita by 8-10% as compared to the 2010 level- Green Grow strategy)

• *To achieve the targets, a carbon market is an important mechanism*
  – CDM has been long promoted in Vietnam. GOV signed new Joint Credit Mechanism (JCM) with Japan and will be functioning in 2014.

• *The PMR approach will help Vietnam to find solutions* for achieving its GHG reduction and other development objectives.
Next Steps

• **Define the organizational set-up** for the implementation phase: PMU, tasks and responsibilities

• **Coordinate with other DPs** such as JICA, GIZ and UNDP

• **Further consult with the concerned ministries**, especially Ministry of Finance.

• **Finalize the draft MRP** by March 28

• **Present the draft MRP** at PA 9 in May