



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)
- iv. **Energy Efficiency in Buildings:** Baseline survey, MRV system, NAMA, domestic incentive scheme proposal.

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