Partnership for Market Readiness (PMR):

Partnership Assembly Meeting (PA2) — Update Since Barcelona

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Carbon Finance Unit, The World Bank

Istanbul, Turkey
October 27-28, 2011
Overview

- Recap: PA1

- Update: Execution of PMR Preparation Funding and Advance

- Status of PMR Funding

- Intercessional Activities
Main outcomes:

◆ China and Morocco confirmed as Implementing Country Participants

◆ PA allocated preparation funding ($350K) to eight countries (Chile, China, Colombia, Costa Rica, Indonesia, Mexico, Thailand and Turkey)

◆ Decision on an advancement of preparation funding ($35K)

◆ Approval of FY 2012 budget
Execution of Preparation Funding (1)

- With the support of the PMR Secretariat, the World Bank’s region, as delivery partner, engages with Implementing Country Participants to which the PA has allocated US$350K.

- To access US$350K, Implementing Country Participants submit to the Bank’s Region a “Funding Application Form” in which activities and budgetary allocations are specified. The activities are identified on the basis of the Market Readiness Proposal (MRP).

- Funding disbursement must comply with the World Bank’s operational policies and procedures (if the Bank serves as delivery partner).
Execution of Preparation Funding (2)

- As of today, two countries (Turkey and China) are at the final stage of signing grant agreements

- Mexico has formally submitted the Funding Application Form

- A number of other implementing countries have submitted a draft form for comments
Ukraine: Advance of the Preparation Funding (US$35,000):

- Ukraine submitted a request for the advance to the PMR Secretariat in August, indicating plans to use the advance to conduct a “Round Table Consultation” as part of its preparation for its Organizing Framework for Scoping of the PMR Activities.
- The PMR Secretariat circulated the request to Participants for comments.
- Based on Participant feedback, the World Bank’s region (as a delivery partner for Ukraine) together with the PMR Secretariat conducted further consultation with Ukraine and the relevant Participants.
- As a result, Ukraine further clarified the use of the advance and provided additional information to support its request.
- The PMR Secretariat notified all PMR Participants on the process and circulated the additional information provided by Ukraine.
- The Advance was disbursed. The disbursement follows the World Bank’s relevant rules and procedures.
Morocco: Advance of the Preparation Funding (US$35,000):

- Morocco submitted a request for the advance to the PMR Secretariat on October 21.
- The PMR Secretariat circulated the request to PMR Participants for comments.
- Participants are welcome to comment on Morocco’s request during PA 2 (e.g., under agenda item 2 – *Information Sharing* or item 7 – *Next Steps*).
PMR Financial Pledges

Pledges to the PMR total ~$70 million from 10 donor countries:

<table>
<thead>
<tr>
<th>Contributing Countries</th>
<th>Pledge (in millions of USD)</th>
<th>Status of Administrative Agreement</th>
</tr>
</thead>
<tbody>
<tr>
<td>Australia</td>
<td>10.7</td>
<td>Expecting to sign by end-year</td>
</tr>
<tr>
<td>EC</td>
<td>7</td>
<td>Expecting to sign in November</td>
</tr>
<tr>
<td>Germany</td>
<td>7</td>
<td>Expecting to sign by end-year</td>
</tr>
<tr>
<td>Norway</td>
<td>5.8</td>
<td>Signed</td>
</tr>
<tr>
<td>Japan</td>
<td>7.3</td>
<td>Signed</td>
</tr>
<tr>
<td>Spain</td>
<td>5</td>
<td>In process</td>
</tr>
<tr>
<td>Switzerland</td>
<td>8.5</td>
<td>Signed</td>
</tr>
<tr>
<td>The Netherlands</td>
<td>5.1</td>
<td>Signed</td>
</tr>
<tr>
<td>United Kingdom</td>
<td>11</td>
<td>Expecting to sign in November</td>
</tr>
<tr>
<td>United States</td>
<td>5</td>
<td>Expecting to sign in November</td>
</tr>
</tbody>
</table>
Highlights of Intercessional Activities

◆ **The Tool for the Market Readiness Proposal (MRP)**
  - Formation and consultation with Working Group
  - Version 1 circulated to Participants and PMR Experts

◆ **Panama Consultation on the MRP Tool and Criteria Note**

◆ **Brazil, India, Jordan, South Africa and Vietnam** have submitted the Expression of Interest for participation in the PMR
PMR: Shaping the New Generation of Carbon Markets
Thank You

FOR MORE INFORMATION ON THE PARTNERSHIP FOR MARKET READINESS (PMR), PLEASE CONTACT:

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