



VIETNAM MINISTRY OF PLANNING AND INVESTMENT

FINANCING VIETNAM NATIONALLY DETERMINED CONTRIBUTIONS

Dr. PHAM HOANG MAI

Director General

Dept. of Science, Education, Natural Resources and Environment

Hanoi, 11th October 2016

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- 1. Financing for Vietnam NDC: landscape and perspectives.**
- 2. Vietnam Initiatives.**
- 3. Conclusion and Recommendations.**

VIETNAM NDC & GREEN GROWTH STRATEGY

VIETNAM NDC

1. Fulfil commitments in the NDC on GHG emissions mitigation VIA Green Growth/low-carbon Development;
2. Fulfil commitments in the NDC on climate change adaptation;
3. Prepare human, technological and financial resources to fulfil commitments in the INDC;
4. Establish and operate a Transparency System (MRV);
5. Revise and enhance institutions and policies.

- **VIETNAM GREEN GROWTH STRATEGY**
- **Strategic Task 1:** Low Carbon Growth.
- **Strategic Task 2:** Greening Production through encouraging development of green industry and agriculture based on environmentally friendly, technologies and equipment;
- **Strategic Task 3:** Greening Lifestyle and Promoting Sustainable Consumption.



Vietnam Green Growth Action Plan covers 55% tasks of Vietnam NDC action plan, with 100% of mitigation contribution.

CPEIR 2010-2013 (rev. 2015)

Finance sources: State Budget (incl. ODA)

05 ministries: MONRE, MOIT, MARD, MOC, MOT; 03 provinces; not representative for public expenditures as 70% of that spending at provinces.

Data collection at specific 05 focal points of ministries and 03 provinces.

CC finance accounts for 20% of public expenditure (mostly for Adaptation, Mitigation is only at 3%)

PCEIR 2010-2015

Investment made by all types of enterprises in Vietnam, incl. SOEs

Reviewing investment in selected key sectors (energy, industries, agriculture, transport, forestation) in both Mitigation and Adaptation.

No statistics on private investment, data scattered, multiple sources and types, many sub-sectors and provinces, defining climate relevance

-Total investment for only renewable energy ~ US\$8.5 billion for 2010-2015, US \$1.7 billion/year;
-- CC Investment by private sector mainly for Mitigation.

FINANCIAL GAP FOR CLIMATE CHANGE 2016–2020

	CC Adaptation (at 4% of GDP)	Green Growth (\$9 Bil.)	Green Growth (NDC)	Total Demand	MTIP 2016-2020	Gap
	46.85	9	17.9		24	
1 st Option				55.85		31.85
2 nd Option				64.75		40.75

PUBLIC INVESTMENT

- **Public Investment focuses on Adaptation;**
- **Public Investment will be used as a catalyst to attract/ create favorable environment for private investment in Low emission/ Green Growth:**
 - ✓ Technological transfer, Pilot projects;
 - ✓ Introduction new approaches to facilitate Private Investment (i.e. PPP).
- **2016-2020 Public Investment Program:**
 - ✓ Green Growth Investment Guidelines;
 - ✓ Adaptation Priority Framework;
 - ✓ CC&GG Target Programs.

BANKING AND FINANCIAL INITIATIVES

- **Green Credit:**
 - ✓ Directive No. 03/CT-NHNN to provide credits for Green Growth/low carbon projects;
 - ✓ Guidelines on environmental and social risk assessment.
- **Review and Formulation:**
 - ✓ Fees and charges for environment protection, mining and extractive industries;
 - ✓ Environmental fiscal tools to help meet investment targets.
- Restructure national climate finance governance structure to get access to International Climate Funds (i.e. GCF, AF...) by establishment of Climate Finance Task Force; New financial Institutions to finance CC projects i.e. VGGSF.

CONCLUSIONS AND RECOMMENDATIONS

- Vietnam Nationally Determined Contribution will be implemented via Adaptation and Green Growth Strategies and Action Plans;
- Public investment, banking and financial initiatives aim to create favorable environment to facilitate private investment to fulfill Vietnam NDC;
- Vietnam still needs international support to complete its ambitious NDC.



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THANK YOU FOR YOUR ATTENTION!

Dr. PHAM HOANG MAI

Director General

Dept. of Science, Education, Natural Resources and Environment

Email: hmaipham@mpi.gov.vn