



Cooperation under the Article 6 Implementation Partnership for ASEAN

Virender Kumar Duggal

Principal Climate Change Specialist, CCSD

Asian Development Bank

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Article 6 Implementation Partnership



The **Article 6 Implementation Partnership**, which was launched by Japan at COP27, promotes international collaboration for capacity building related to the Paris Agreement Article 6, including by sharing good practices and supporting the implementation of Article 6.

Areas of work

- Facilitate understanding of Article 6 rules and linkages with NDCs
- Share **good practices** for institutional arrangements incl. authorization and recording
- Develop an information platform for Article 6 implementation
- Conduct mutual learning and trainings for **Article 6 reporting** and review
- Support **baseline methodology** (tool development, etc.)
- Designing of **high integrity** carbon markets

Article 6 Implementation Partnership Launch



Source: Ministry of Environment Japan (MOEJ). ADB DG Bruno Carrasco featured on the last to second on the right.

ADB's Carbon Market Program 2.0



- Carbon finance
- Technical support
- Capacity building
- Knowledge support



MO = mitigation outcome

Article 6 Support Facility

The Article 6 Support Facility (A6SF) provides **technical, capacity building, and policy development support** to ADB's developing member countries to **enhance their capacity and preparedness to participate in post-2020 carbon markets** envisaged under the framework of Article 6 of the Paris Agreement. Funded by ADB, the Govt of Germany, and Govt of Sweden, A6SF continues ADB's long-standing engagement in carbon markets.

PROVIDE TECHNICAL AND CAPACITY BUILDING SUPPORT



- ❖ In country support for - **Armenia, Bhutan, Georgia, Indonesia, Mongolia, Pakistan, Philippines, Thailand and Viet Nam** (at different stages of progress); open to all DMCs
 - ❖ ADB Roundtable on Article 6
 - ❖ Regional Training on Climate Policy, Carbon Pricing, Carbon Markets, and Article 6
 - ❖ Regional Dialogue on Carbon Pricing (REdiCAP)
 - ❖ ADB Training Program on Article 6 Piloting
 - ❖ ADB-V20 Workshop on Carbon Pricing
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- ❖ Began operations on 1 January 2019

Areas of Support



Develop the policy and institutional infrastructure required to support Article 6 activities

- ❖ Strategies to take advantage of Article 6 mechanisms to pursue national climate policy objectives
- ❖ National frameworks to operationalize Article 6
- ❖ Institutional capacity to operationalize Article 6
- ❖ Institutional infrastructure for participation under Article 6



Pilot mitigation actions under Article 6

- ❖ Assess sectors and mitigation actions for piloting under Article 6
- ❖ Design and develop pilot mitigation actions
- ❖ Technical support for piloting mitigation actions under Article 6
- ❖ Contribute for the development of policy and institutional infrastructure for operationalizing Article 6



Undertake robust accounting and reporting of mitigation outcomes

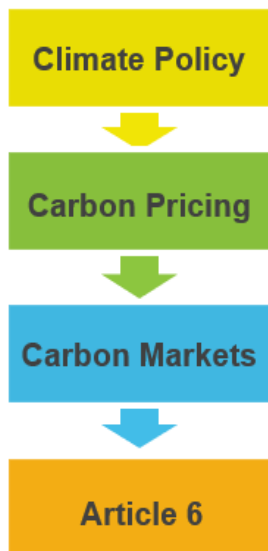
- ❖ Strengthen capacities to undertake robust accounting and reporting of mitigation outcomes
- ❖ Enhance knowledge on and develop accounting systems to support mitigation actions under Article 6

Article 6 Support Facility

Regional Activities



Regional Training on Carbon Pricing



2020: attended by 34 participants from 5 DMCs

2022: attended by 60+ participants from 6 DMCs

2023: September to October



Regional Dialogue on Carbon Pricing (REdiCAP)

- ❖ Organized together with UNFCCC and other partners.
- ❖ Platform for countries to discover and discuss the benefits of carbon pricing, the challenges, tools and best practices.
- ❖ Knowledge sharing on the linkages between carbon pricing, NDCs and potential/opportunities to meet targets under their respective NDCs.
- ❖ REdiCAP for Central Asia and South East Asia

ADB Roundtables on Article 6

- ❖ Knowledge exchange among countries to contribute to the development of new carbon markets under Article 6.
- ❖ Facilitates discussion among the participants to build deeper understanding of the technical options and key issues for the ongoing international negotiations.
- ❖ Explores the possibilities of establishing a Regional Carbon Market Alliance, its mode of work, areas of cooperation and governance.
- ❖ 5 Roundtables since 2019

ADB Workshops for Piloting Article 6 (2021, 2022 & 2023)

Lessons Learned:

1. Contextual Differences Between Countries Need
2. Addressing NDC Alignment is key for regional collaboration
3. Institutional and Infrastructural capacity is lacking
4. Information Exchange and learning from each other is highly valued within DMCs

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Support to Indonesia



Policy Development Support

- ❖ Support to develop a **policy framework** to operationalize Article 6 and its link to the domestic carbon market
- ❖ Support to develop a framework for the **inclusion of the Sustainable Development Goals (SDGs)** in the implementation of Article 6 and other climate finance instruments
- ❖ Support Gol to **pilot new mechanisms** under Article 6 of the Paris Agreement

Capacity Building Support

- ❖ **Capacity building of relevant public and private stakeholders** for the operationalization of Article 6 in Indonesia
- ❖ Support Gol to implement key infrastructure and systems for **MRV and GHG accounting of mitigation actions**



(May 12, 2023) Workshop on Piloting Article 6 of the Paris Agreement in Jakarta, attended by representatives from various line of ministries and state-owned enterprises in Indonesia. It imparted training on enhancing preparedness to commence piloting Article 6 of the Paris Agreement in Indonesia.

Article 6 Support Facility

Support to Viet Nam



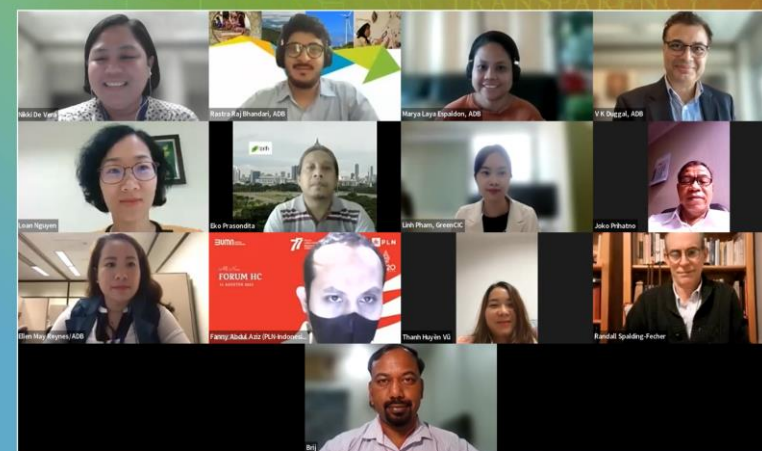
Policy Development Support

- ❖ Review **policy and institutional framework** to operationalize Article 6 in Viet Nam.
- ❖ Provide technical support **to Viet Nam's domestic carbon plan**.
- ❖ Identify and **evaluate options for piloting** mitigation actions under Article 6.
- ❖ Prepare a **roadmap for a selected Article 6 pilot** mitigation action.

Capacity Building Support

- ❖ **Provide capacity building for key policy makers** in Viet Nam on carbon pricing and Article 6.
- ❖ **Provide technical support for the implementation** of the selected mitigation action to be piloted under Article 6.
- ❖ Support to enhance its capacity, systems, and infrastructure for **robust accounting for international transfers** of MOs.

ADB's Workshop on Piloting the Article 6 of the Paris Agreement for Indonesia and Vietnam 2022



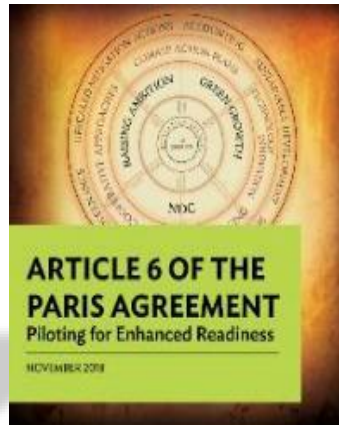
(22 September 2022) Workshop on Piloting Article 6 of the Paris Agreement for Indonesia and Viet Nam, held virtually and attended by representatives from various line of ministries in Indonesia and Viet Nam. This 4 half-day training aimed to support participants in shortlisting mitigation actions which could be potentially piloted under Article 6 of the Paris Agreement.

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Knowledge Products



<https://www.adb.org/publications/decoding-article-6-paris-agreement>



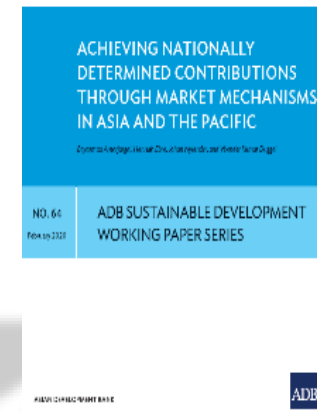
<https://www.adb.org/publications/article-6-paris-agreement>



<https://www.adb.org/publications/negotiations-article-6-paris-agreement>



<https://www.adb.org/publications/article-6-paris-agreement-lessons-jcm>



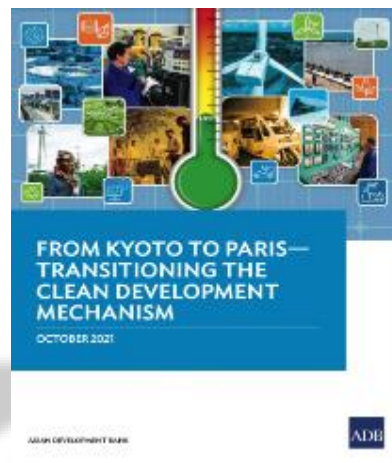
<https://www.adb.org/publications/achieving-ndcs-asia-pacific>



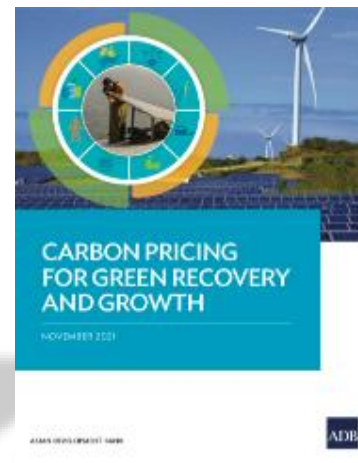
<https://www.adb.org/publications/carbon-offsetting-international-aviation-asia-pacific>



<https://www.adb.org/publications/decoding-article-6-paris-agreement-v2>



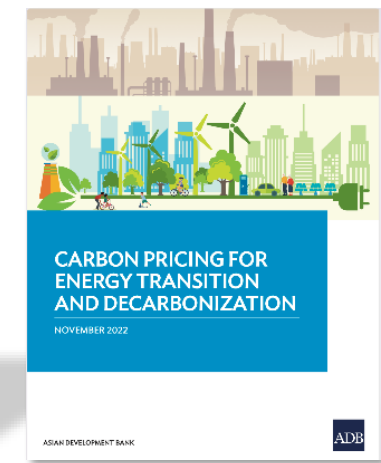
<https://www.adb.org/publications/kyoto-Paris-clean-development-mechanism>



<https://www.adb.org/publications/carbon-pricing-green-recovery-growth>



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Thank You

Virender Kumar Duggal
Principal Climate Change Specialist
Asian Development Bank
Tel (632) 8632-5937
vkduggal@adb.org