

Frequently Asked Questions

Q: Who is eligible for receiving the financial support?

A: An international consortium that consists of a Japanese entity(ies) and a foreign entity(ies) is eligible to receive financial support by JCM Model Project. Application shall be sent from a Japanese entity that represents an international consortium.

Q: What kind of project is eligible?

A: Installation of leading low-carbon technologies that reduces greenhouse gas emissions can be proposed as project. Technology installed by registered projects include heat-only boilers, solar power generation, LED lighting, digital tachograph, and energy-efficient equipment for factories and buildings, among others. This webpage contains the approved JCM projects: <http://gec.jp/jcm/projects/index.html>.

Q: What kind of fee will apply for JCM methodology development procedures, registration of JCM projects and issuance of JCM credits?

A: No fee is required for JCM methodology development procedure. Fee to a Third-Party Entity (TPE) is necessary for conducting validation and verification. The amount of fee differs according to type of project and scale. Please contact the TPEs, which are listed in www.jcm.go.jp/mn-jp/tpes.

Q: I don't have a Japanese partner. Can I get help for getting partners?

A: You can consult with the JCM secretariat in Mongolia (info@jcm-mongolia.com), or contact collaborating organisations such as IGES (jcm-matchmaking@iges.or.jp) or OECC (info@mmechanisms.org).

Q : How long will it take from an application of a JCM project registration to a registration as the JCM project?

A : The length may differ from a project to another while JCM is aiming for a simple and practical mechanism. For the 15 registered JCM projects, it took around 49 days in average from request to registration.

Q: How will the JCM credits be allocated? Are the credits tradable?

A: The amount of allocation of JCM credits will be decided between project participants taking into consideration their contributions, specified in the credit issuance application form submitted to the Joint Committee. The JCM credits are not internationally tradable. However, the treatment of the JCM credits issued in the Mongolian registry depends on the Mongolian policy, and the JCM credits issued in the Japanese registry are fully tradable within Japan.

Contact

Mongolian JCM secretariat : info@jcm-mongolia.com
www.jcm-mongolia.com | www.jcm.go.jp/mn-jp
IGES: jcm-matchmaking@iges.or.jp

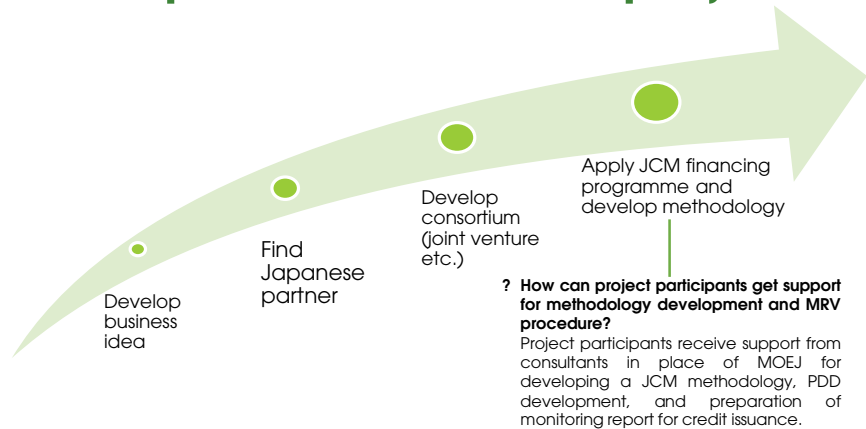


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The Joint Crediting Mechanism

Mongolia-Japan cooperation to promote leading low carbon technologies for climate change mitigation and sustainable development

Steps to initiate JCM projects



JCM Financing Programme from the Ministry of Environment, Japan

- ⇒ Finances less than half of an investment cost for facilities, equipment, vehicles, etc. which reduce CO₂ from fossil fuel combustion.
 - ⇒ Includes projects in collaboration with JICA and other government-affiliated financial institutions.
- [http://gec.jp/jcm/kobo/h28/mp/\(tentative\)2016%20Guidelines%20for%20Submitting%20Proposals_2ndCall.pdf](http://gec.jp/jcm/kobo/h28/mp/(tentative)2016%20Guidelines%20for%20Submitting%20Proposals_2ndCall.pdf) (e-mail: jcm-sbsd@gec.jp)



- ⇒ For **sovereign** (governments and state-owned enterprises) investment projects: Funds for incremental cost of deploying advanced low-carbon technologies from a "business as usual" technology cost.
 - ⇒ For **non-sovereign** (private sector borrowers and local financial institutions) investment projects: Funds for a portion of the interest margin of ADB-financed loans in support of the project's deployment of advanced low-carbon technologies.
 - ⇒ For both types, maximum grant is \$10 million or 10% of the project cost, whichever is lower (for sovereign projects costing less than \$50 million, the ceiling is \$5 million.)
- <https://www.adb.org/site/funds/funds/japan-fund-for-joint-crediting-mechanism> (e-mail: jfjcm@adb.org)



Review on proposed project submitted on call for proposals

(example from JCM Model Project programme in FY2016)

Eligibility Review

- ✓ Eligibility of participant
- ✓ Project expected to reduce emissions
- ✓ Inadequate utilization of the technology in the partner country
- ✓ Superiority of the technology
- ✓ Project have no adverse effect on the environment or social-economic circumstances
- ✓ Project expense appropriately estimated
- ✓ Shall not receive any other financial support or grant from the Government of Japan.
- ✓ For collaboration project with JICA etc.: project contribute to the climate change mitigation in collaboration with JICA or other government-affiliated financial institution

Assessment Review

- ✓ Robustness of the project implementation (40 points)
- ✓ Amount of emission reductions of energy-related CO₂ and cost-effectiveness of emission reductions of CO₂ and GHG (40 points)
- ✓ Potential of the dissemination of the technology (10 points)
- ✓ Concept for developing JCM methodology and its developing status (10 points)

→ 100 points in total



Review process and criteria may change. Please refer to Guidelines for Submitting Proposals: <http://gec.jp/jcm/kobo/index.html> (Call for Proposals)

? How much is the available financial support?

The financing programmes allocate annual budget for projects in all the JCM partner countries. For example, for the JCM Model Project, cumulative budget for 2016-2018 is approx. USD 67 million in total, and for the ADB JFJCM, cumulative budget for 2014-2016 is approx. USD 43 million. Note that some financial support are already disbursed from this budget.

