

Recent development of international environmental cooperation

SUGIMOTO Ryuzo Director,

International Cooperation and Sustainable Infrastructure Office Ministry of the Environment, Japan (MOEJ)









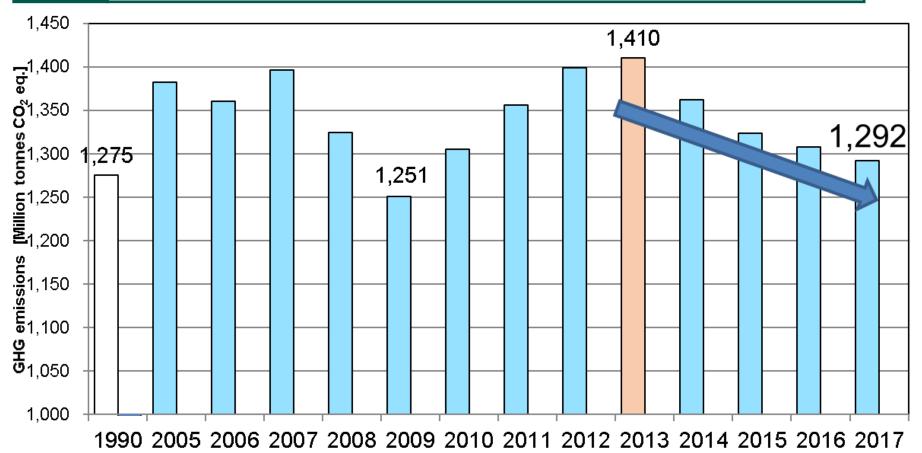
Mitigation Measures



Japan's Long-term Strategy under the Paris Agreement

Vision

Proclaiming a "decarbonized society" as the ultimate goal and aiming to accomplish it ambitiously as early as possible in the second half of this century



Meeting on a Long-Term Strategy under the Paris Agreement as Growth Strategy



< Direction of Consideration>

- ① Stimulate active green finance, not by adhering to existing forms of regulations, but by advancing the disclosure of information and transparency.
- 2 Promote measures on a global scale, including developing countries, by shifting from support centered on public funding to private financing led by businesses
- 3 Combine the wisdom of not only the public and private sectors but also the world, setting ambitious goals towards fostering revolutionary innovation.

Mitigation Measures





JAPAN joined in Sep. 2019

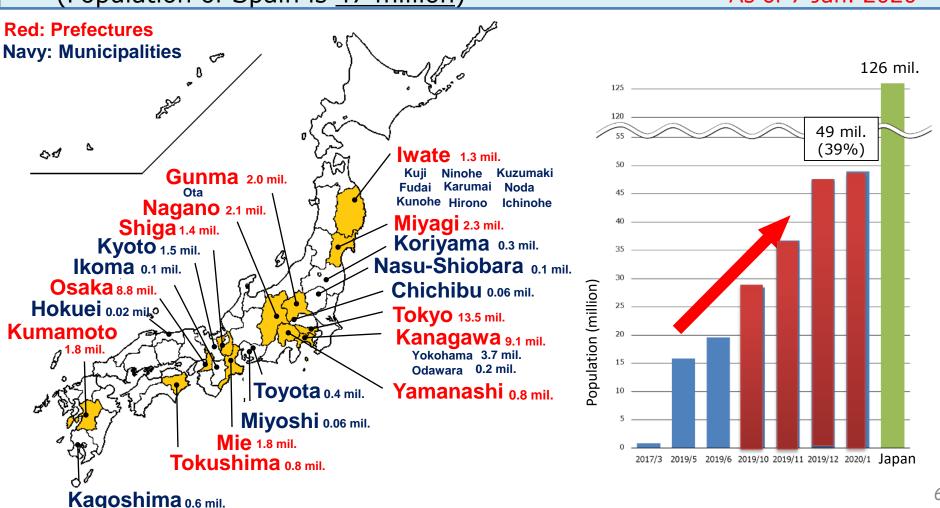


2050 Zero Carbon Cities in Japan

- 33 local governments including Tokyo, Kyoto, and Yokohama announced to aim at net zero carbon emissions by 2050.
- These local governments represent 49 million people (39% of Japan's population), and 2.5 trillion USD in GDP.

(Population of Spain is 47 million)

As of 7 Jan. 2020



City to City Collaboration Program



Outline of city-to-city collaboration program

- -Basic concept is transferring the knowledge and experience of Japanese cities for creating low carbon society to foreign cities which have the mutual relationship.
- -Private companies formulate the consortiums with Japanese cities and support foreign cities to create low carbon cities.
- Ex) Support to design city masterplan and install low carbon technology etc.

Company

Japanese city

Surveying local needs and information

·Identifying suitable technology

Foreign city

- Transferring the knowledge of designing the local systems
- · Providing lecture for city management
- Collaboration
- communication and negotiation with stakeholders in own country
- · supporting low-carbon society creation
- Creating low carbon project efficiently and effectively
- Designing the local systems to promote low carbon society
 Ex) low carbon action plan and technology evaluation criteria etc.
- Capacity building for local staffs

Promotion of private investment

Self-sustained development of foreign city

Transferring low-carbon technology to other fields



Cities joining the city to city collaboration program FY 2013 - 2019

Lao PDR				Mongolia		Vietnam			
Foreign city	Japa	anese city		Foreign city	Japanese city		Foreign city	Japanese city	
Vieng chan Kyoto				Ulaanbaatar	Sapporo		Hai phong	Kitakyushu	
Myanmar				Ulaaribaatai	Hokkaido pre	Hokkaido pref.		Yokohama	
Foreign city				10 countries and 32 cities			Ho chi minh	Osaka	
Yangon(region)	Yangon(region) Kitakyush		N.					Kobe	
Yangon(city) Kawasa		aki		and area			Kiên Giang Can Tho	Hiroshima pref.	
Ayeyarwady	Ayeyarwady Fukushima			from Asia				riliosilina prei.	
Sagaing	Fukushima 1		14	4 municipalities from Japan			Philippines Foreign city	Japanese city	
Mandalay	Kitakyushu						Quezon	Osaka	
India							Davao	Kitakyushu	
Foreign city Japanese city								ritaltydorid	
Bangalore Yokohama				17 collaborations in 2019FY			Indonesia Foreign city	Japanese city	
Thailand									
Foreign cit	Japanes		1//	Y /4		Denpasar	Tokyo union		
Bangkok	Yokoh	ama			Surabaya	Kitakyushu			
Rayong Kit			ushu		F	4	Batam	Yokohama	
Chiang mai Kita			ushu	Malaysia / Foreign city	Japanese city	_	Semarang	Toyama	
Eastern Thailand(EEC) Osaka				Iskandar	Kitakyushu		Bandung	Kawasaki	
Cambodia Foreign city Japanese city				Penang	Kawasaki		Jakarta	Kawasaki	
Phnom penh	Kitakyushu			Kuala Lumpur	Tokyo Metropolitan Government		Bali	Toyama	
Siem reap	Siem reap Kanagawa pref.			*New entry cities from FY2019			Rokan Hulu	Kawasaki ₉	



Cities joining the city to city collaboration program in FY 2019

17 collaborations in 2019FY

- 1. Ho Chi Minh City (Vietnam) Osaka City
- 2. Bali City (Indonesia) Toyama City
- 3. <u>Hlegu township, Yangon (Myanmar) Kitakyushu City</u>
- 4. <u>Iskandar Development Area(Malaysia) Kitakyushu City</u>
- 5. Bangkok and Laem Chabang (Thailand) Yokohama City
- 6. Yangon City (Myanmar) Kawasaki City
- 7. Can Tho city(Vietnam) Hiroshima pref. government
- 8. Sagaing Region (Myanmar) Fukushima City
- 9. Rokan Hulu Regency (Indonesia) Kawasaki City
- 10. Kuala Lumpur City (Malaysia) Tokyo Metropolitan Government
- 11. Davao City (the Phlippines) Kitakyushu City
- 12. Quezon City(the Phlippines) Osaka City
- 13. Hai Phong City (Vietnam) Kitakyushu City
- 14. Eastern Economic Corridor (EEC) and Bangkok (Thailand) City of Osaka
- 15. <u>Jakarta(Indonesia) Kawasaki City</u>
- 16. Ayeyarwady Region (Myanmar) Fukushima City
- 17. Semarang City (Indonesia) Toyama City

Joint Crediting Mechanism(JCM)

Climate Change Diplomacy by Minister Koizumi (UNFCCC Negotiation)

- Actively publicized Japan's position through the UNFCCC negotiation process, national statement and plenary session
- Supported COP25 Chile Chairman for agreement, including being entrusted with facilitating the Ministerial-level meeting on Article 6 of the Paris Agreement
- Demonstrated Japan's new climate change diplomacy, including coordinating views with Cabinet Ministers

Minister's attendance event and summary of Date remarks 1)Public Statement Highlighted Japan's contributions, including Japan's GHG emissions reduction for five 12/11 Wed

consecutive years, increasing the number of local governments that declare net zero, committing to Japan's de-carbonization, and contributing to the Green Climate Fund (GCF)



1)Statement (Reuters)



2)Chair Stocktaking Plenary (IISD/ENB)



Venue for Chair Stocktaking Plenary(IISD/ENB)

2)Chair Stocktaking Plenary

Sat

Sun

12/13 Made a positive remark that discussions should Fri proceed based on the first edition of the Chair's text



3) Ministerial meeting of Paris Agreement Article 6 (MOEJ)



4)Informal Stock Taking (IISD/ENB) Left:Ms. Teresa Ribera, Minister of Ecological Transition (Spain) Center: Ms. Carolina Schmidt Zaldivar(Chile)

3) Facilitating the Ministerial meeting of **Paris Agreement Article 6**

12/14 Major countries relating to Article 6 (China, Brazil, India, Saudi Arabia, Egypt, EU, Switzerland, Japan) participated. Minister facilitated to coordinate discussions.



ministerial stakeholders



5)Discussion with Ms. Carolina Schmidt Zaldivar(Chile) in Closing (Reuters)



5)Discussion with Mr. Ricardo de Aguino Salles(Brazil) in Closing (Reuters)



Discussion with Ms. Patricia Espinosa(UNFCCC) (IISD/ENB)

Climate Change Diplomacy by Minister Koizumi (bilateral meetings)

Held more than 30 bilateral meetings with major countries and UN organizations to work toward agreement under Article 6 of the Paris Agreement

Date Bilateral meetings

12/13

Fri

12/14

Sat

11:45 1st version of the Chair's text 16:00-01:55 13 bilateral meetings held Chile (1st,2nd) Brazil (1st,2nd,3rd) EU (1st,2nd,3rd) UN Mr. António Guterres, Secretary-General (1st,2nd) And Germany, New Zealand/South Africa, United States of America

9:15 2nd version of the Chair's text

08:25-22:50 bilateral meetings

Chile (3rd)
Brazil (4th,5th,6th)
EU (4th)

And China, Singapore, Saudi Arabia, African Group(Egypt, Senegal)

18:15 Ministerial meeting of Paris

Agreement Article 6

Chile (4th,5th) EU (5th)

UNFCCC Ms. Patricia Espinosa, Executive Secretary (1st, 2nd)

12/15 <u>00:20-1:10 Final Chair's text issued</u>
Sun <u>02:00 Informal Stocktaking</u>





Mr. António Guterres,(UN)

Ms. Patricia Espinosa (UNFCCC)



Ms. Carolina Schmidt Zaldivar (Chile)

Bilateral meeting with (Brazil)



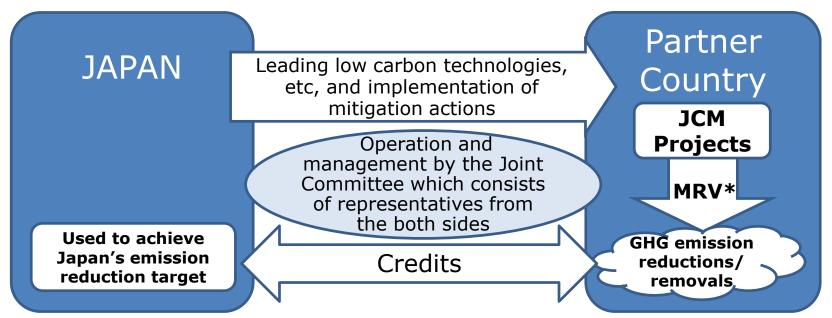
Ms. Barbara Creecy, Minister of Environment, Forestry and Fisheries(South Afica)

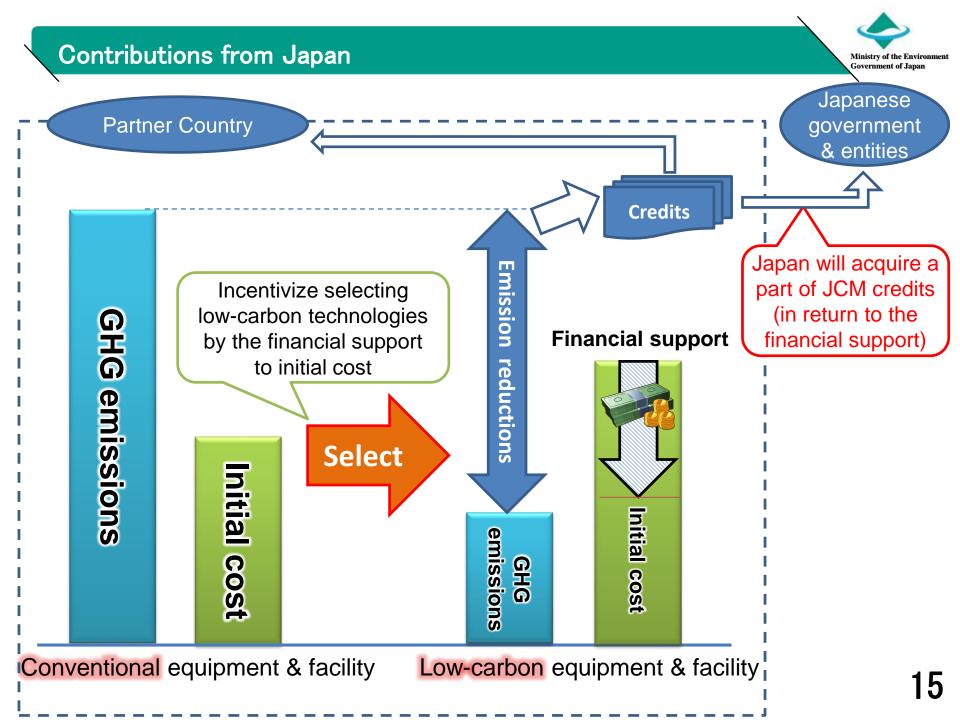
Mr. Masagos Zulkifli Bin Masagos Mohamad, Minister for the Environment and Water Resources(Singapore)

Basic Concept of the JCM



- Facilitating diffusion of leading low carbon technologies, products, systems, services, and infrastructure as well as implementation of mitigation actions, and contributing to sustainable development of developing countries.
- Appropriately evaluating contributions from Japan to GHG emission reductions or removals in a quantitative manner and use them to achieve Japan's emission reduction target.
- ➤ Contributing to the ultimate objective of the UNFCCC by facilitating global actions for GHG emission reductions or removals.





JCM Partner Countries



> Japan has held consultations for the JCM with developing countries since 2011 and has established the JCM with 17 countries.



Mongolia
Jan. 8, 2013
(Ulaanbaatar)



Bangladesh Mar. 19, 2013 (Dhaka)



Ethiopia May 27, 2013 (Addis Ababa)



Kenya Jun. 12,2013 (Nairobi)



Maldives Jun. 29, 2013 (Okinawa)



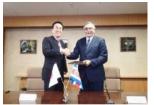
Viet Nam Jul. 2, 2013 (Hanoi)



Lao PDR Aug. 7, 2013 (Vientiane)



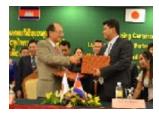
Indonesia Aug. 26, 2013 (Jakarta)



Costa Rica Dec. 9, 2013 (Tokyo)



Palau Jan. 13, 2014 (Ngerulmud)



Cambodia
Apr. 11, 2014
(Phnom Penh)



Mexico Jul. 25, 2014 (Mexico City)



Saudi Arabia May 13, 2015



Chile May 26, 2015 (Santiago)



Myanmar Sep. 16, 2015 (Nay Pyi Taw)



Thailand Nov. 19, 2015 (Tokyo)



the Philippines
Jan. 12, 2017
(Manila)

JCM Model Projects by MOEJ



Budget for projects starting from FY 2019 is <u>9.9 billion JPY</u> (approx. <u>USD 99 million</u>) in total by FY2021

(1 USD = 100 JPY)

Finance part of an investment cost (less than half)

Government of Japan



Includes collaboration with projects supported by JICA and other governmental-affiliated financial institute.

Conduct MRV and expected to deliver at least half of JCM credits issued

International consortiums (which include Japanese entities)







- Scope of the financing: facilities, equipment, vehicles, etc. which reduce CO₂ from fossil fuel combustion as well as construction cost for installing those facilities, etc.
- ➤ Eligible Projects: starting installation after the adoption of the financing and finishing installation within three years.

The Joint Crediting Mechanism (JCM)





Waste heat recovery in Cement Industry, JFE engineering, Indonesia

Eco-driving with Digital Tachographs, NITTSU, Vietnam

stores, Panasonic, Indonesia

High efficiency air-conditioning Energy saving at convenience and process cooling, Ebara refrigeration equipment & systems, Indonesia

High-efficiency Heat only Boilers, Suuri-Keikaku, Mongolia



Upgrading air-saving loom at textile factory, TORAY etc., Indonesia, Thai, Bangladesh

Installing solar PV system, PCKK, Palau Maldives

Amorphous transformers in power distribution, Hitachi Materials, Vietnam

Co-generation system at factory, Toyota, Nippon Steel & Sumikin Engineering, Indonesia, Thai



High efficiency air-conditioning system, Hitachi, Daikin, Vietnam



Solar power ,Farmdo Co., Ltd., Mongolia

Waste to Energy Plant, JFE engineering, Myanmar

High efficient refrigerator, Mayekawa MFG, Indonesia



Regenerative Burners in industries, Toyotsu Machinery Indonesia



LED street lighting system with ,wireless network control, MinebeaMitsumi. Cambodia

JCM Financing Programme by MOEJ (FY2013~2019) as of Nov 26, 2019



Total 153 projects (● Model Project: 144projects, ■ ADB: 5 projects, ◆ REDD+: 2 projects, ▲ F-gas: 2 projects) Other 1 project in Malaysia **94 underlined projects** have been started operation. **48 projects with *** have been registered as JCM projects. Cambodia:5 projects Mongolia:10 projects LED Street Lighting 200kW Solar PV at International School* ● Heat Only Boiler (HOB)** ●2.1MW Solar PV in Farm* ●10MW Solar PV* Solar PV & Centrifugal Chiller
 Inverters for Distribution Pumps •8.3MW Solar PV in Farm •15MW Solar PV 20MW Solar PV ■ Battambang Wastewater Treatment Project ● 21MW Solar PV ■ Upscaling Renewable Energy Sector ● Fuel Conversion by Introduction of LPG Boilers ■ Improving Access to Health Services Myanmar:7 projects 700kW Waste to Energy Plant Viet Nam: 23 projects Brewing Systems to Brewery Factory ◆ Digital Tachographs*
 ◆ Amorphous transformers1*
 ◆ Air-conditioning in Hotel*
 ◆ Electricity Kiln Once-through Boiler in Instant Noodle Factory • Air-conditioning in Lens Factory* • Container Formation Facility* • Amorphous transformers 2* • 320kW Solar PV in Shopping Mall* • Air-conditioning Control System • High Efficiency Water Pumps1* • 1.8MW Rice Husk Power Generation Refrigeration System in Logistics Center Energy saving Equipment in Lens Factory*
 Amorphous transformers 3* • 8.8MW Waste Heat Recovery in Cement Plant • Energy Saving Equipment in Wire Production Factory* ◆ Amorphous transformers 4 Brewing Systems and Biogas Boiler to Brewery Factory Energy Saving Equipment in Brewery Factory
 High Efficiency Chiller
 Modal Shift with Reefer Container ■ Inverters for Raw Water Intake Pumps A Collection Scheme and Dedicated System of F-gas. Bangladesh: 6 projects Waste to Energy Plant
 High Efficiency Water Pumps2 Biomass Boiler to Chemical Factory Centrifugal Chiller Loom at Weaving Factory* Air-Conditioning System and Air Cooled Chillers 315kW PV-diesel Hybrid System* • 50MW Solar PV Power Plant Mexico:7 projects Centrifugal Chiller* ■ High Efficiency Transmission Line 2.4MW Power Generation with Methane Gas Recovery System
 Once-through Boiler and Fuel Switching Saudi Arabia: 1 project ●64MW Wind Farm ●20MW Solar PV ●30MW Solar PV1 ●Energy Efficient Distillation System Electorolyzer in • 30MW Solar PV2 Chlorine Production Plant Phillipines:11 projects Maldives: 3 projects 15MW Hydro Power Plant •4MW Hydro Power Plant • 1.53MW Rooftop Solar PV • 1MW Rooftop Solar PV 186kW Solar Power on School Rooftop* ■ Smart Micro-Grid System • 1.2MW Rooftop Solar PV 4MW Solar PV • 1.1MW Rooftop Solar PV 2.5MW Rice Husk Power Generation Costa Rica: 2 projects 0.16MW Micro Hydro Power Plant
 18MW Solar PV 5MW Solar PV Kenya:2 projects 19MW Hydro Power Plant Chiller and Heat Recovery System • 1MW Solar PV at Salt Factory Biogas Power Generation and Fuel Conversion ● 38MW Solar PV Chile:3 projects

11MW Solar PV Thailand:31 projects

Laos:4 projects-

Energy Saving at Convenience Store

◆ REDD+ through controlling slush-and-burn

- Upgrading Air-saving Loom*
- Centrifugal Chiller in Tire Factory
- Air Conditioning System & Chiller*
- Ion Exchange Membrane Electrolyzer

- LED Lighting to Sales Stores
 2MW Solar
- 3.4MW Solar PV* Co-generation System PV

Amorphous transformers
 14MW Floating Solar PV

- 30MW Solar PV
- Heat Recovery Heat Pump Boiler System in Rubber Belt Plant
- Biomass Co-generation System
- Co-generation in Fiber Factory
 Biomass Boiler
 25MW Solar PV in Industrial Park
- 3.4MW Solar PV 0.8MW Solar PV and Centrifugal Chiller
- 37MW Solar PV and Melting Furnace
- Heat Exchanger in Fiber Factory

- 1MW Solar PV on Factory Rooftop*
- Centrifugal Chiller & Compressor*
- Co-generation in Motorcycle Factory
- Refrigeration System Chilled Water Supply System
- 12MW Waste Heat Recovery in Cement Plant
 - Refrigerator and Evaporator 5MW Floating Solar PV
 - Air-conditioning Control System
 - Energy Saving Equipment in Port
- ▲ Introduction of Scheme for F-gas Recovery and Destruction

Palau:5 projects

- 370kW Solar PV for Commercial Facilities*
- 155kW Solar PV for School*
- 445kW Solar PV for Commercial Facilities II *
- 0.4MW Solar PV for Supermarket 1MW Solar PV for Supermarket

Indonesia:33 projects

- Centrifugal Chiller at Textile Factory*
- Refrigerants to Cold Chain Industry**
- Centrifugal Chiller at Textile Factory 2*
- 507kW Solar Power Hybrid System
- Centrifugal Chiller at Textile Factory 3* Upgrading to Air-saving Loom*
- Smart LED Street Lighting System Gas Co-generation System*
- 1.6MW Solar PV in Jakabaring Sport City* Looms in Weaving Mill*
- 10MW Hydro Power Plant
- Industrial Wastewater Treatment System
- Gas Co-generation system
- High Efficiency Autoclave • 2MW Mini Hydro Power Plant
- Absorption Chiller
- 10MW Hydro Power Plant
- CNG-Diesel Hybrid Public Bus

Energy Saving at Convenience Store*

30MW Waste Heat Recovery in Cement Industry*

Once-through Boiler System in Film Factory*

Once-through Boiler in Golf Ball Factory*

◆REDD+ through controlling slush-and burn

Double Bundle-type Heat Pump*

Old Corrugated Cartons Process*

Centrifugal Chiller in Shopping Mall*

Regenerative Burners

0.5MW Solar PV*

LED Lighting to Sales Stores

1MW Rooftop Solar PV*

2.3MWh Storage Battery

3.4MW Rice Husk Power

• 1.4MW Solar PV and

Generation

- Rehabilitation of Hydro Power Plant
 ●12MW Biomass Power Plant
 ●Injection Molding Machine3 Boiler to Carton Box Factory

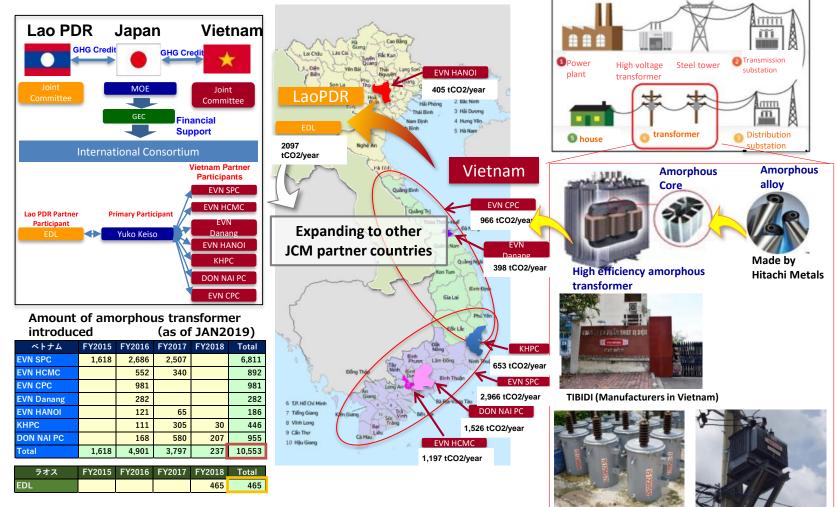
Examples of successful activities

JCM Expansion Example①



High efficiency amorphous transformers from Vietnam to Lao PDR

- ★ Transformers in Vietnam are being replaced with amorphous high efficiency transformers from 2015 through 2020.
- ★ Succeeded in developing the same product and technology in Lao PDR since 2018. Preparing for expansion to other countries.
- ★ Providing excellent amorphous alloy low carbon technology. A total of 10,000 transformers introduced throughout Vietnam.

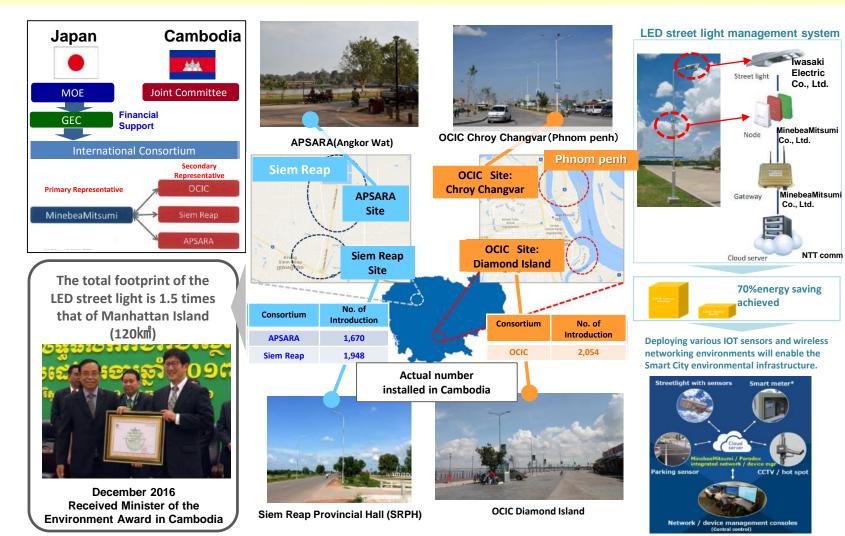


JCM Expansion Example 2



Expansion into smart city environment from LED street light network in Cambodia

- ★70% energy saving is achieved by LED street light in emerging city and world heritage.
- ★Commenced joint study with local partners to build smart city environment by wireless network environment deployment.
- ★LED street light of 5,600 installed in Cambodia such as Phnom Penh and Angkor Wat (total installation area is 120km in total).



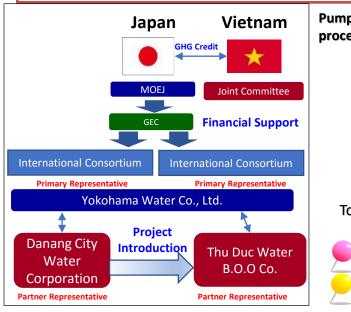


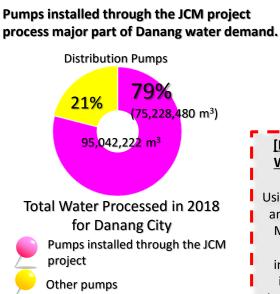
[Danang City Water

Basic infrastructure of water business in Vietnam

- ★ Yokohama City and Da Nang City signed a Memorandum of Understanding on Technical Cooperation for Sustainable Urban Development.
- ★ Representative participant utilized JCM Model Project to introduce high efficiency pumps to Danang Water Supply Joint Stock Company. Monitoring is being conducted.
- ★ Based on the achievement in Danang project, JCM Model Project is expanding to other cities in Vietnam, such as Ho Chi Minh and Hue.

Introduction of high efficiency pumps and inverters in Vietnam (Representative Participant: Yokohama Water Co., Ltd.)





Corporation] Explained the effectiveness of JCM Model Project and high efficiency pump at the ceremony [Ho Chi Minh City **Water Treatment** Plant] Using the ceremony as an opportunity, JCM Model Project was utilized implementation of **Danang City Water** inverter of water Corporation intake pump (project ongoing)

9 Cấn Thơ 10 Hậu Giang Thu Duc Water B.O.O Co. (Ho Chi Minh City Water

Purification Plant)

High efficiency pumps(Da Nang City Water Corporation)





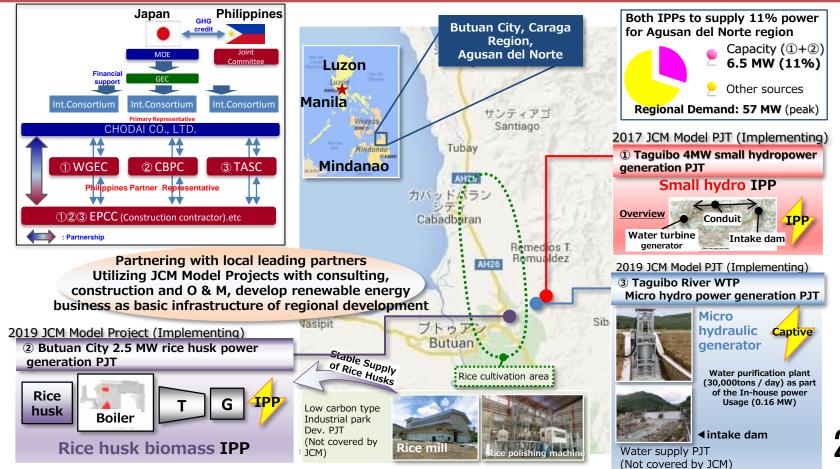




Basic Infrastructure of Regional Development in the Philippines

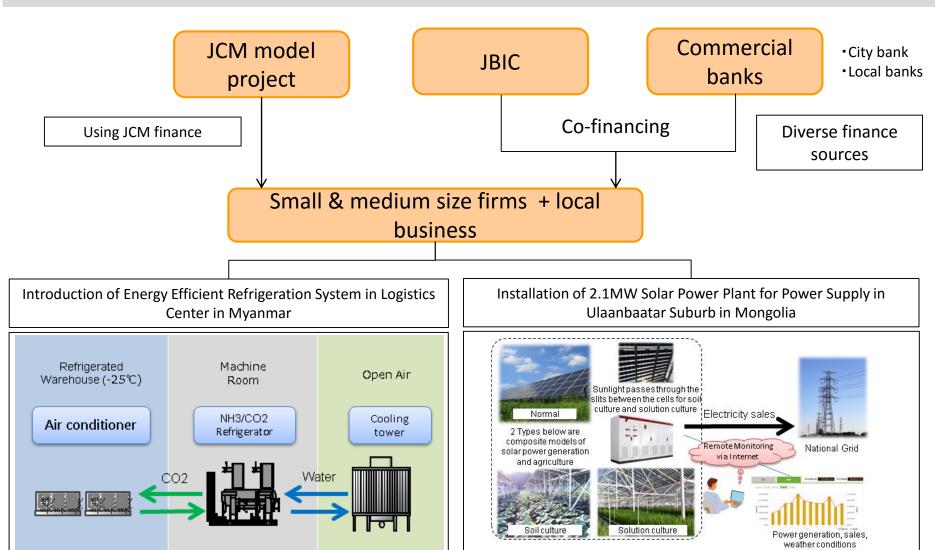
- ★The representative participant aims to realize a stable supply of basic infrastructure by participating in and investing in power generation and water supply against the unstable infrastructure of Butuan City.
- ★ Small/micro hydropower generation and biomass power generation are implementing by three JCM Model Projects.
- ★ Partnering with local leading partners, developing three projects. Supply one third of peak demand in Northern Agusan.

Taguibo River Small Hydroelectric Power Project / Taguibo River Water Treatment Plant Micro Hydro Power Project / Butuan City Rhinoceros Power Generation Project (Representative Participant: CHODAI CO.,LTD.)



Facilitating oversee business development utilizing support and co-financing

- > JCM financing programme supported small & medium size firms for oversee business development
- > The project used several financing sources such as JBIC and private banks in addition to the JCM

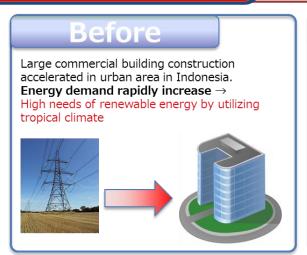


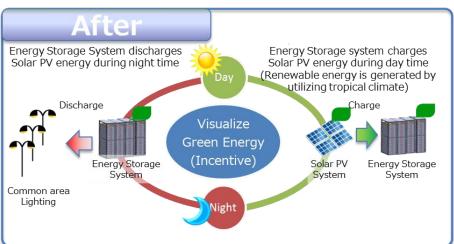
Installation of Solar Power System and Storage Battery to Commercial Facility

PP (Japan): Itochu Corporation, PP (Indonesia): PT. Aeon Mall Indonesia

Corporation for Transportation & Urban Development)

Outline of GHG Mitigation Activity





This project installs solar power system and storage battery to commercial facility because Indonesia has a demand for the electricity with economic growth. The electricity from solar power system is supplied to lighting equipment. In a daytime, surplus power is charged to storage battery, and it is used during the night. The project achieves GHG mitigation by reducing a purchase of the electricity from the electric company.

Expected GHG Emission Reductions Sites of JCM Model Project

549tCO₂/year

(PV generation+(Storage Battery discharged energy — Storage Battery charged energy)) × Emission Factor

The site is located at Aeon Mall Jakarta Garden City in eastern Jakarta.



The way forward

Long Term Strategies

 Sharing the LTS in Japan and support developing LTS in other countries

Zero carbon Cities

 Promote Zero carbon cities in the world through city to city cooperation

JCM

 Create City Scale JCM projects to realize Zero Carbon Cities



Thank you for your attention