

International Conference for Implementing Article 6 of the Paris Agreement

Development of institutional Arrangement and capacity-building needs
through sharing of examples of Article 6 implementation

MOEJ/IGES/UNFCCC



Juan Pedro Searle Solar

February 17, 2022

Agenda

01

**Context for
Article 6
implementation**

02

**Article 6
activities**

03

**Institutional
arrangements**

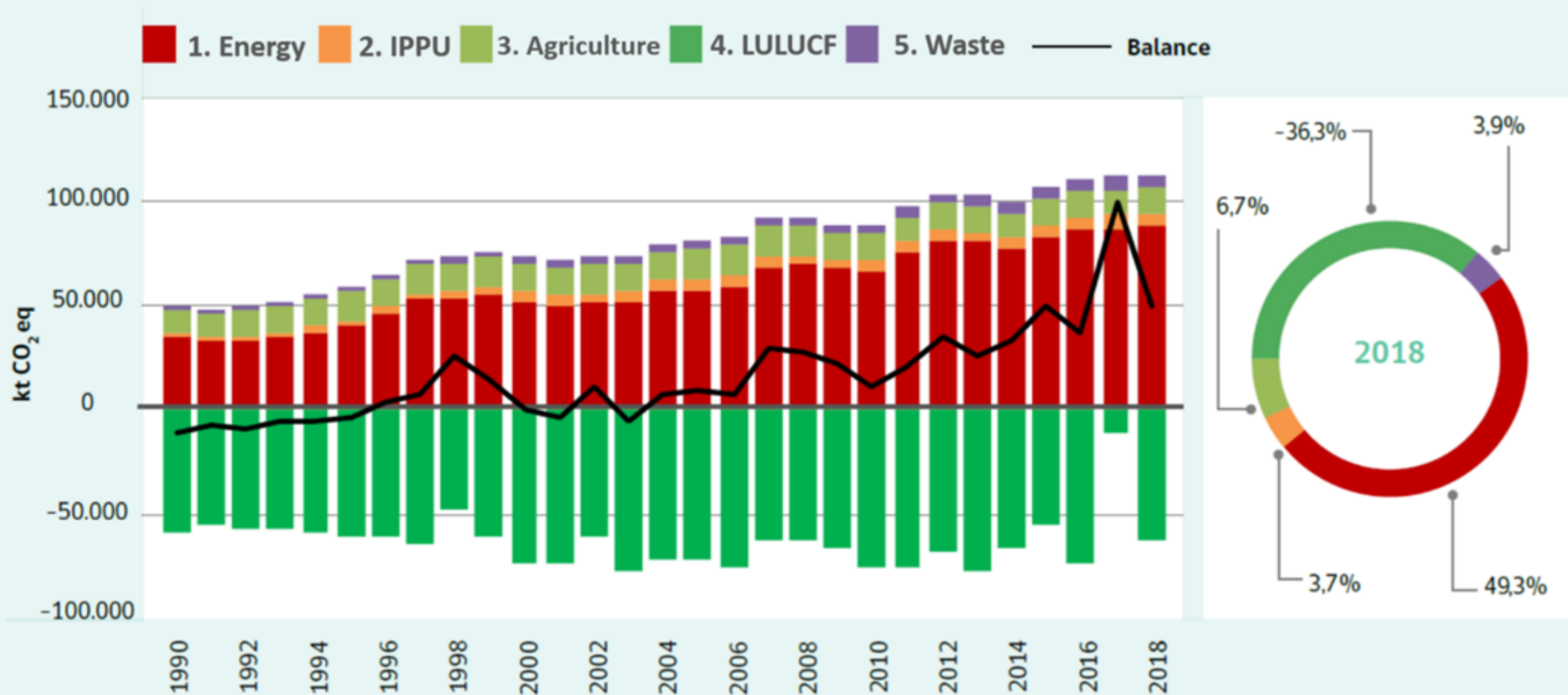
- **What kind of mechanisms or activities are you implementing under Article 6 of the Paris Agreement?**
- **What kind of policy and institutional and governance arrangement are you preparing in in your country accordance with Article 6 rule agreed at COP26?**



01

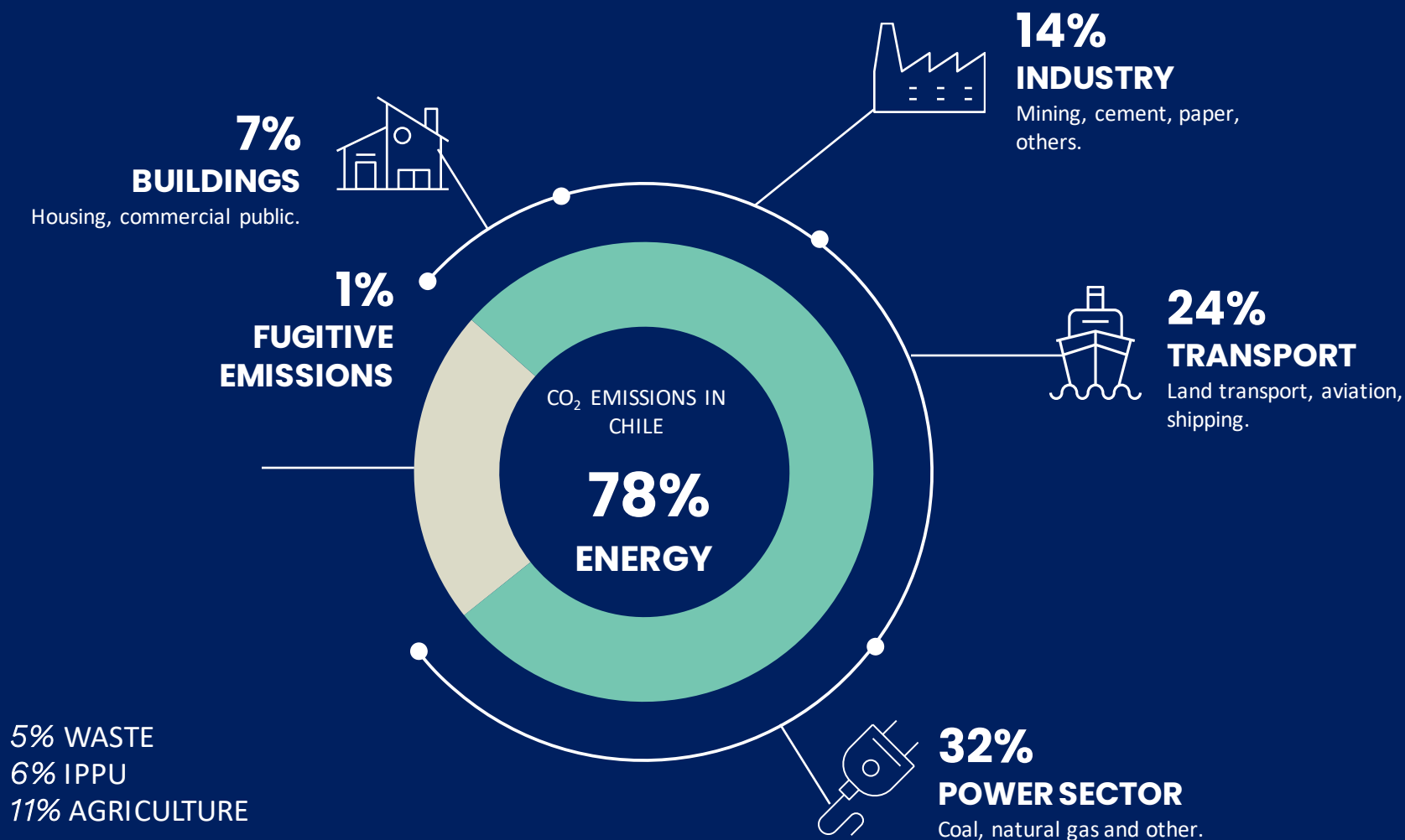
**Context for Article 6
Implementation**

Greenhouse gases in Chile



Source: Inventario Nacional de GEI Chile
Ministerio del Medio Ambiente

Greenhouse gases in Chile



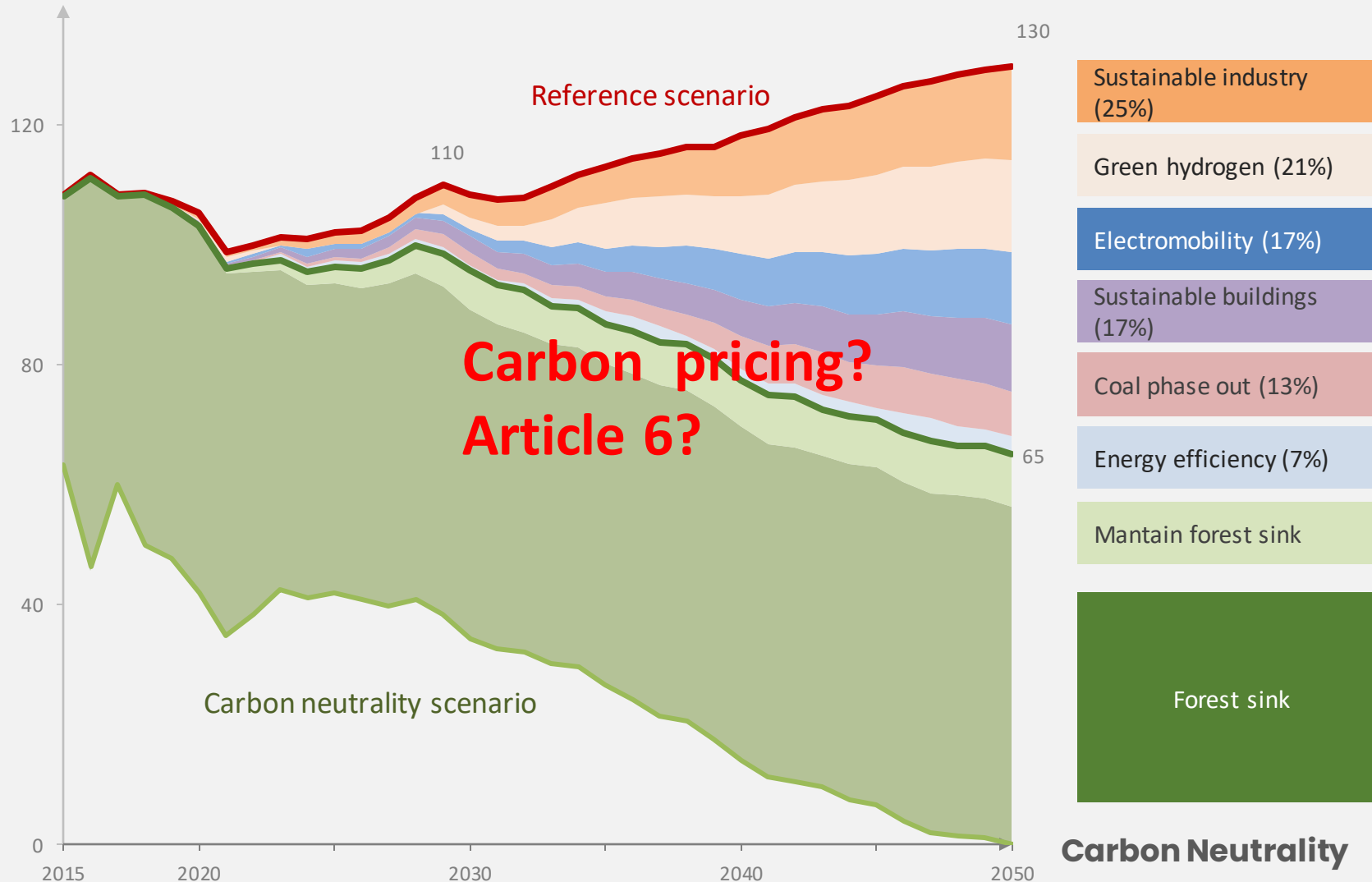
Energy
as a solution
for the climate
change crisis
and air
pollution



Inventario Nacional de GEI Chile
Ministerio del Medio Ambiente

Carbon neutrality pathway

MM tCO₂e



**6 great
mitigation
actions
towards net zero:
a country
commitment**

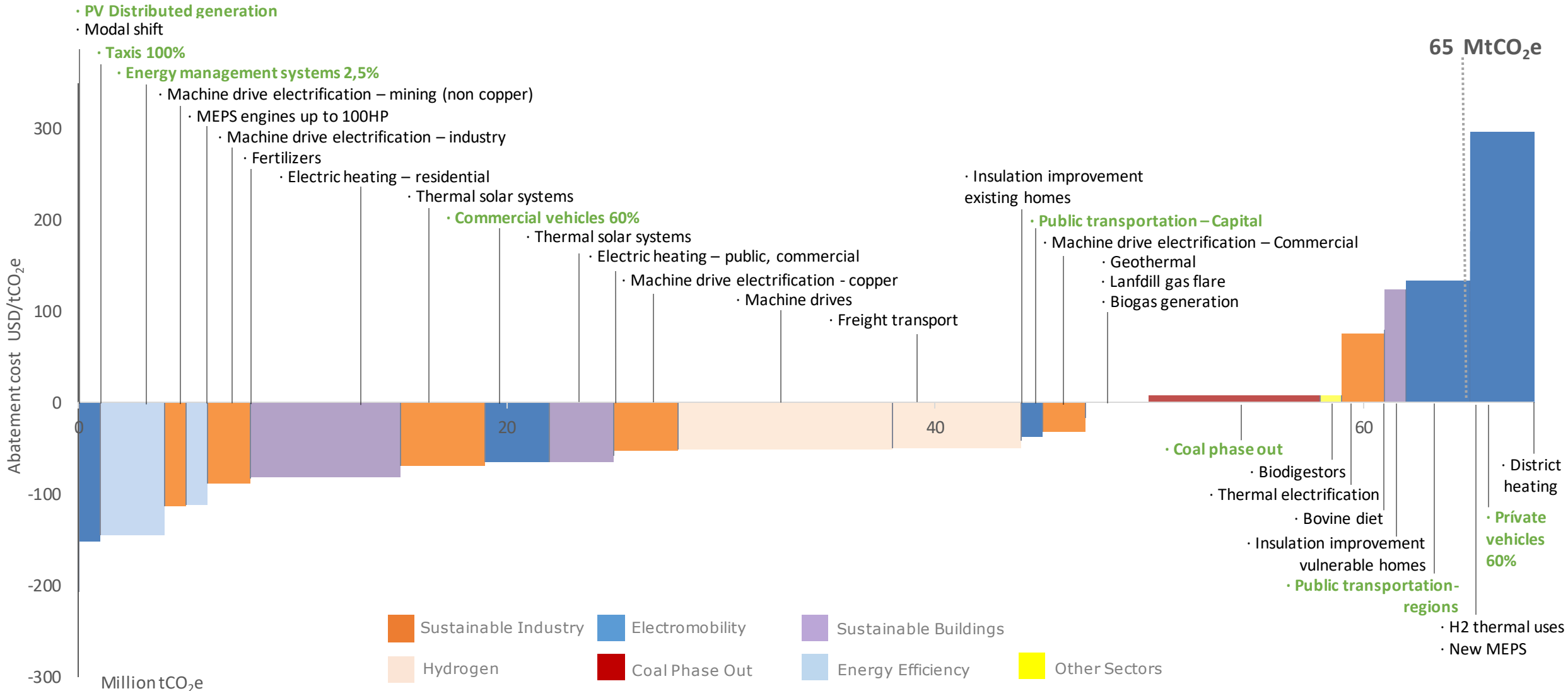


Carbono Neutralidad en el
Sector Energía
Ministerio de Energía

Carbon Neutrality

Nota: se considera una absorción de 57 MM de toneladas anuales del sector forestal, más un aumento de captura de 8 MM de toneladas en el 2050. Los porcentajes de reducción presentan el agregado del periodo 2020-2050

Marginal abatement cost curve: Article 6 potential



In green: ongoing actions

Policy and regulatory landscape for Article 6



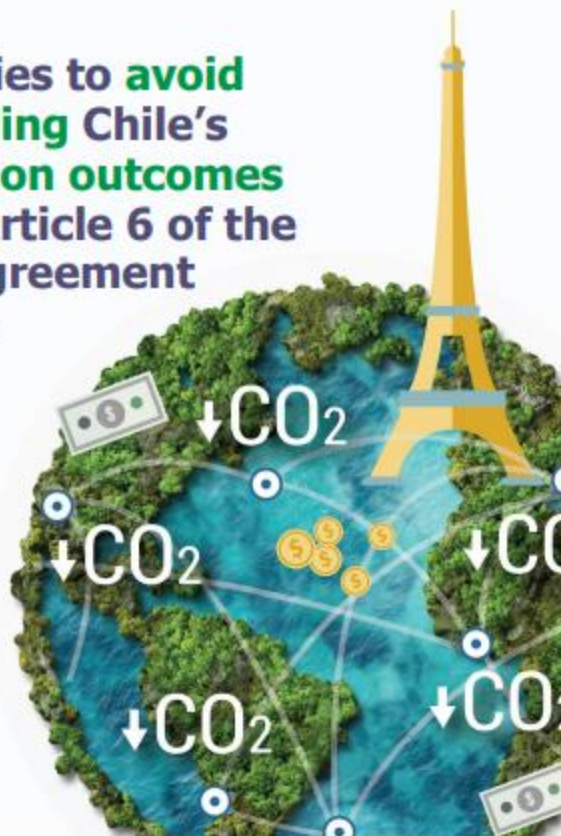
02

Article 6 activities

Studies

Strategies to **avoid overselling** Chile's mitigation outcomes under Article 6 of the Paris Agreement

FINAL REPORT



Pathways of (Inter) Regional Collaboration towards a joint implementation of Article 6 of the Paris Agreement

EXECUTIVE SUMMARY



Potential of **Article 6** and other financing instruments to promote Green Hydrogen in the **Steel**, **Cement** and **Mining** Industries

EXECUTIVE SUMMARY



Bilateral and multilateral engagement



Infrastructure for ITMO MRV and trade

- Mitigation actions register
- Meta-registry Pilot using BCT
- Third Party verifier
- Authorization figures



Article 6 cooperation agreement

Possible Areas to consider:

- Authorization
- MRV, Issuance
- Recognition of transfers
- Reporting/Corr. Adjustments

Carbon Market
Club



Guidelines for piloting generation

tran

-Pol

-Co

Arra

No Agreements signed
No Art6 pilots yet

Climate Teams

gement for large-

neration

operation (part of a
udy) to understand

the main issues behind Art6 rules.



Virtual ITMO Pilot on RE (RPS)

- Firm and flexible RE
- Crediting threshold
- Quantification of ER
- Duration of crediting period



Joint Crediting Mechanism

Energy sector projects (5)

MLP to apply Art6 rules



Corresponding Adjustment

Waste sector



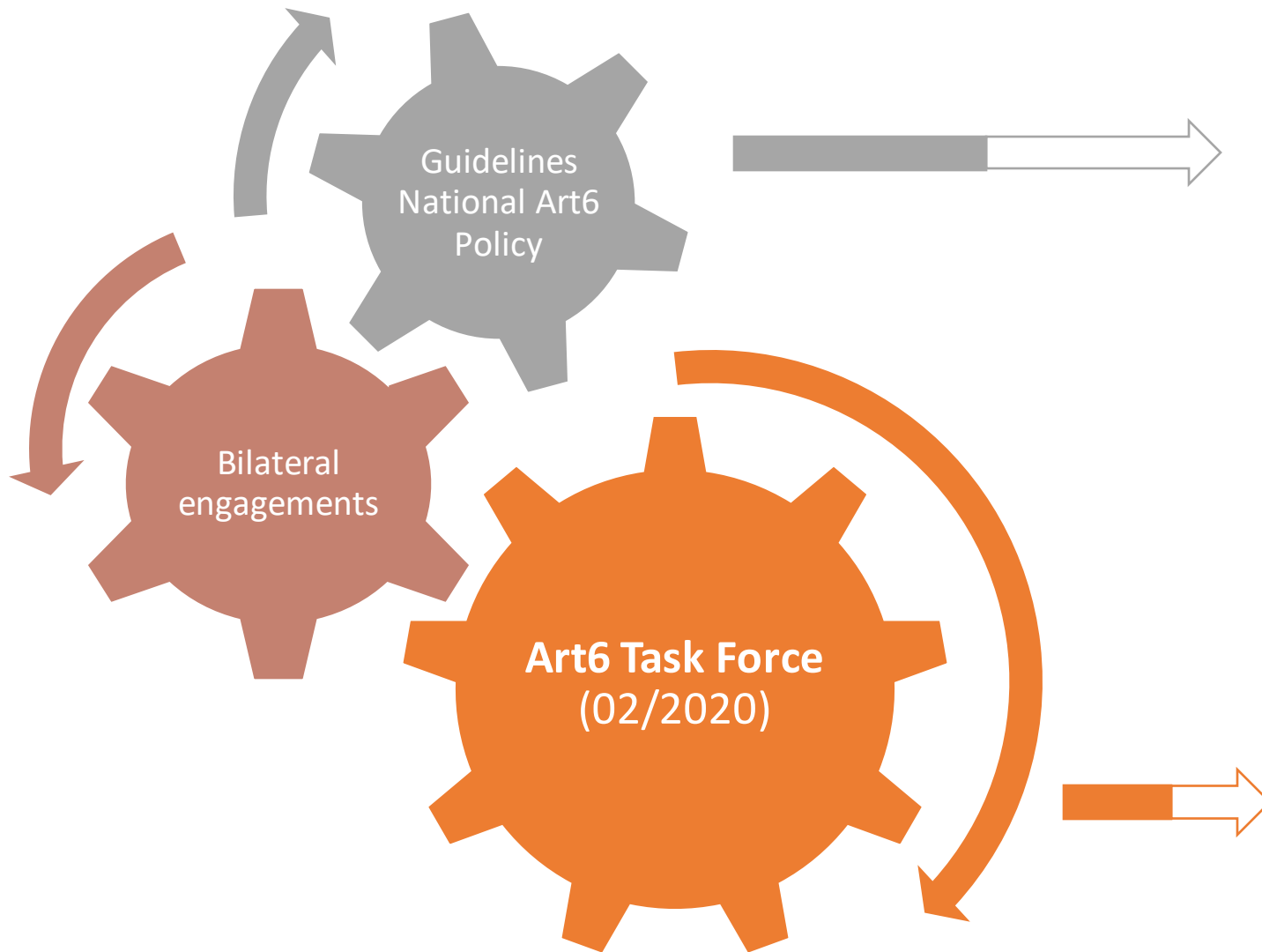
Ministerio de
Energía

Gobierno de Chile

03

Institutional Arrangements

Institutional Arrangements



Ministries of
Agriculture,
Energy,
Environment,
Finance and
Foreign Affairs

Next Steps

- Deep dive into Article 6 Rules (implications)
- Conform the Public&Private Roundtable for Art6 National Policy
- Develop the Art6 NP
- Continue bilateral and multilateral engagements
- Design and implement Art6 pilots

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