Implementing REDD+ in the context of the Paris Agreement

1- Background: New paradigm for Rainforest Nations

1- The rational Pre-Paris Agreement

- The GCF has offered to pay \$5/tCO_2e to Rainforest Nations that comply with the relevant UNFCCC decisions.

- The relevant UNFCCC REDD+ decisions require the following:
  - National REDD+ Strategy
  - National Forest Monitoring System
  - National Information System for Safeguards
  - Green House Gas (GHG) Inventory
  - National Forest Emissions Reference Level (FREL) or Forest Reference Level (FRL)
  - Independent Review of FREL/FRL and REDD+ Results.

- From an economic perspective, the ex-post \$5/tCO_2e offered by the GCF presents several limiting factors:
  - Result-based payments create a demand for working capital and require pre-finance investment
  - The GCF has a limited resources in the context of potential supply (currently \$500 million in for REDD+)
  - A maximum price of \$5/tCO_2e significantly limits the ambition of Rainforest Nations' REDD+ policies.

2- The rational Post-Paris Agreement

- Implementing the Paris Agreement's Transparency Framework for NDCs, REDD+ and ITMOs
- A robust Transparency framework is critical to mobilize private sector finance for REDD+ Results and ITMOs

Rational of the approach – Logical model of the Forest Monitoring System