Mitigation action and financial transfers

Building trust and efficiency in financing North-South mitigation actions Etienne Espagne (CEPII)

The 100 billions pledge: some estimations

• OECD-CPI report: « Climate finance in 2013-14 and the USD 100 billion goal »

~57 billions annually

 Indian ministry of finance: « Climate change finance, analysis of a recent OECD report: some credible facts needed »

~2,2 billions annually

A huge gap indeed.

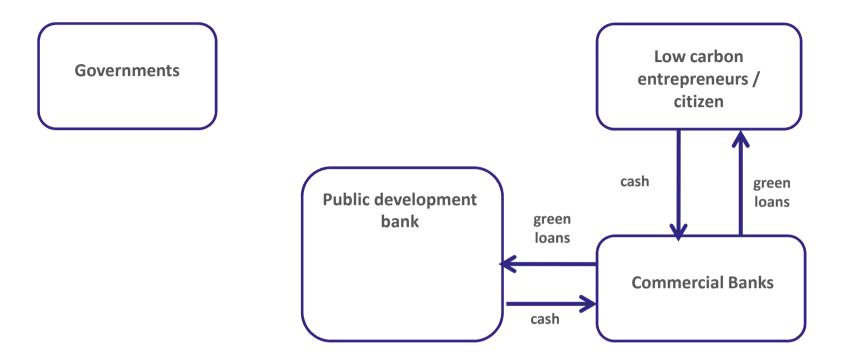
Some common vocabulary needed !

The 100 billions pledge: constraints for any solution

- North:
 - Confidence on the quality of the investments
 - Maximum leverage effect to finance mitigation actions
- South:
 - No double counting, new and additional funding
 - Maximum co-benefits

Positive carbon pricing as a common ground for discussion.

3

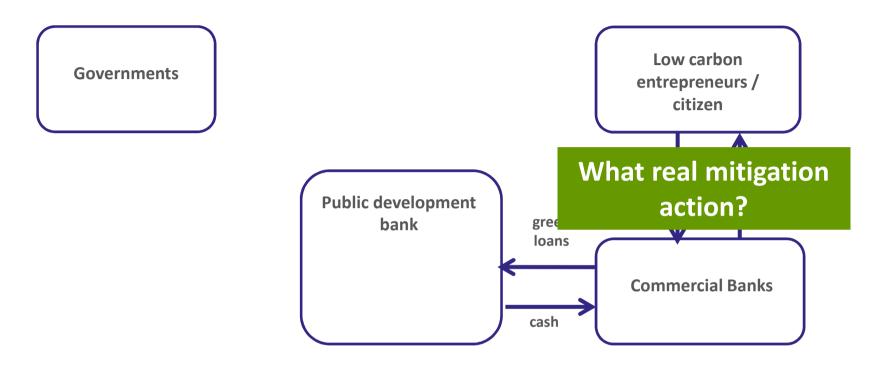


Legend

→ --->

Flow of Carbon Certificates (CC)

Monetary flow

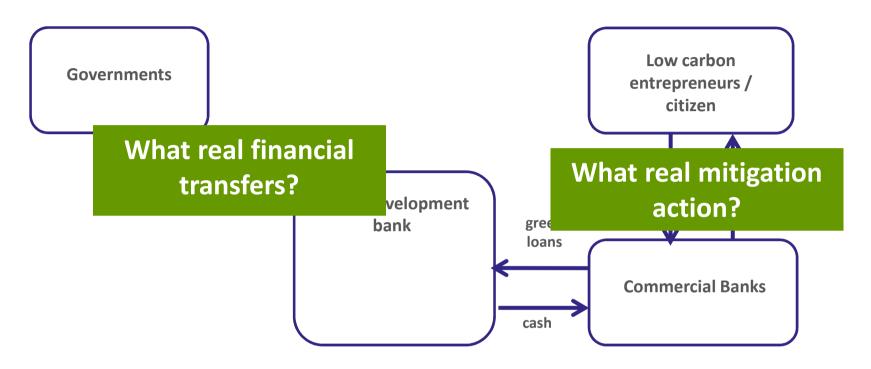


Legend

 \rightarrow

Flow of Carbon Certificates (CC)

Monetary flow

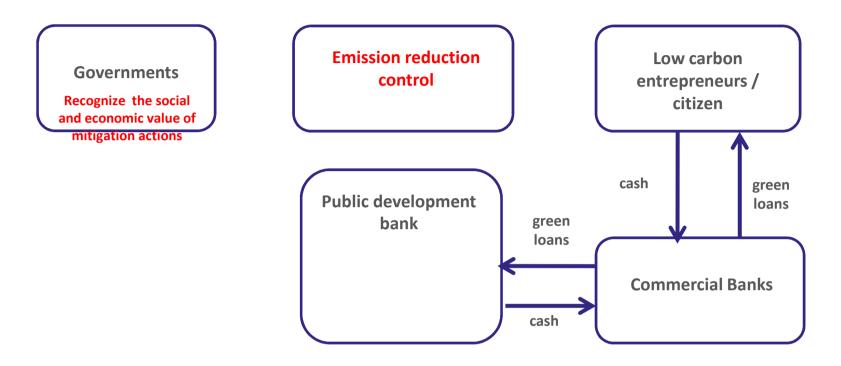


Legend

→ --->

Flow of Carbon Certificates (CC)

Monetary flow

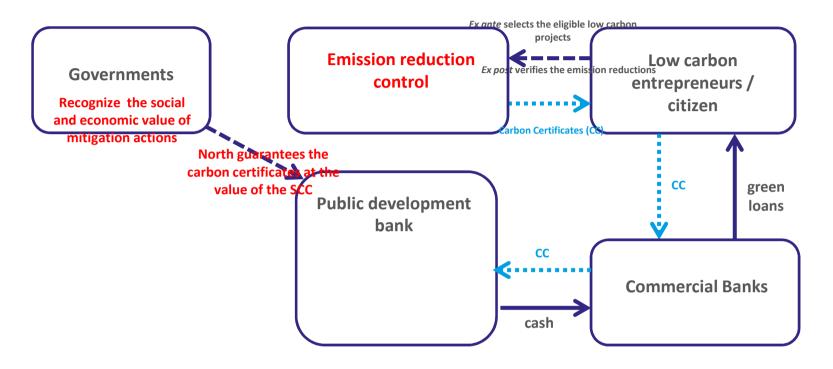


Legend

→ --->

Flow of Carbon Certificates (CC)

Monetary flow



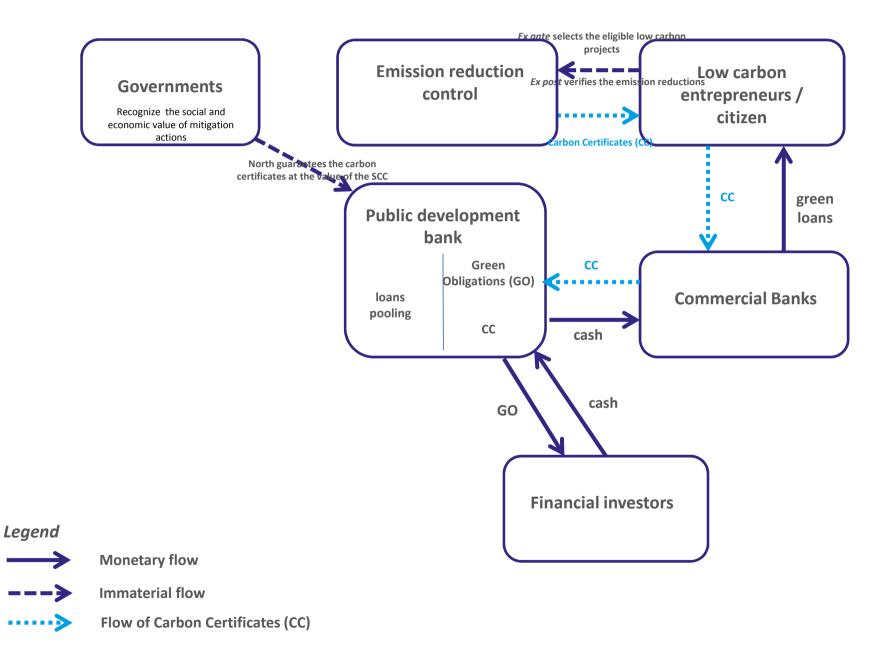
Legend

→ --->

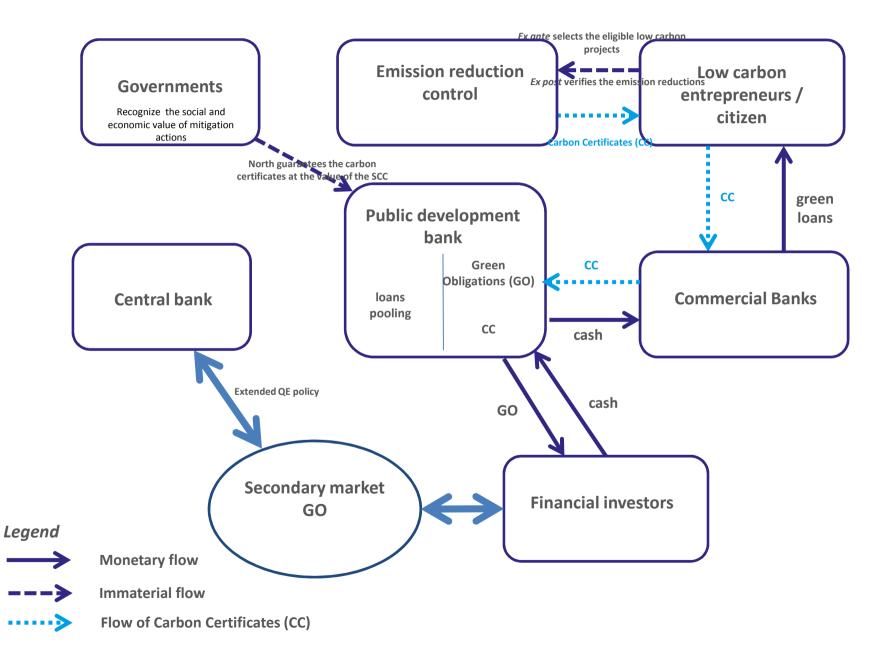
Flow of Carbon Certificates (CC)

Monetary flow

An attractor to global savings and long-term investors



A tool to solve the tragedy of the horizons



international predges in order to promote environmental integrity and avoid double counting of integration outcomes,

- 4. *Recognizes* the social and economic value of voluntary mitigation actions and their co-benefits to adaptation, health and sustainable development;
- 5 Resolves to strengthen in the period 2016_2020, the existing technical examination process on mitigation as defined

A new sentence in the text to fill the gap and officialize a credible guarantee mechanism?

Merci !