MINISTRY OF ENVIRONMENT, HOUSING AND TERRITORIAL DEVELOPMENT

Market Readiness

Republic of Colombia
29/03/2011
<table>
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<th>Year</th>
<th>Events</th>
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| 2000-2002 | • KP Ratified 2000  
• MAVDT appointed as DNA 2002  
• CCMG created 2002  
• First approved project 2002 |
| 2004 | • First resolution: procedure to approve CDM projects  
• First estimation of Grid Emission Factor for CDM projects |
| 2006 | • First registered project |
| 2007 | • Second estimation of grid emission factor for CDM projects |
| 2009-2010 | • Second resolution modifying procedures to approve a CDM project  
• First resolution: procedures to approve CDM PoAs  
• Third estimation of grid emission factor for CDM projects |
LCDS, MRV AND MARKETS. WHERE WE ARE..

- LCDS PROCESS STARTED IN 2010
  MAINTAIN A LOW CARBON GROWTH
  - MAC CURVES - PILOT - INDUSTRY SECTOR 2010 – 2011
  - AGRICULTURE, ENERGY, TRANSPORT, WASTE BY DEC 2011
  - IDENTIFY:
    - CURRENT EMISSION LEVELS-REFERENCE
    - BAU SCENARIOS
    - MITIGATION POTENTIALS
    - TOOLS/INSTRUMENTS (2012)
WHAT IS NEEDED?

• BUILD ON WHAT IS ALREADY CREATED …HIGHLY COMPLEX TO CREATE NEW PUBLIC INSTITUTIONS
• PUBLIC AND PRIVATE SECTORS INSTITUTIONAL CAPACITY ESTIMATE BASELINES AND AGREE BAU SCENARIOS. CHALLENGE A PLANNING EXERCISE THAT GOES BEYOND TRADITIONAL PLANNING TIME
• DATA COLLECTION
• CAPACITY TO IDENTIFY AND DEVELOP INSTRUMENTS, AND EVENTUALLY INTEGRATE THEM WITH OTHER INSTRUMENTS
• ENHANCE PUBLIC AND PRIVATE DIALOGUE
• DEFINE CLEAR INSTITUTIONAL RESPONSIBILITIES-LEGAL BUDGETARY CONSTRAINTS
• DEFINE BOUNDARIES
• GUARANTEE INFORMATION FLOW FROM THOSE INSTITUTIONS TO CENTRAL GOVERNMENT FOR ACCOUNTING PURPOSES
SOME RELEVANT ISSUES...

- ACCELERATE AND MANTAIN THE PROCESS /
- INSTITUTIONAL CAPACITY /COORDINATION
- DATA GATHERING AND PROCESSING
- ACCESS TO MARKETS
- BUT CONCERNS ALSO RAISED ABOUT CREATING EXPECTATIONS WITHIN SECTORS?
  - SECTORS INVOLVED ASKING.....IS THERE REALLY A DEMAND?
  - SHOULD WE FOLLOW THE SAME UNFCCC RULES? IF NOT, WHICH ONES?