

**FOREST CARBON PARTNERSHIP FACILITY (FCPF)
SIXTH PARTICIPANTS COMMITTEE MEETING
June 28-July 1, 2010
Georgetown, Guyana**

Resolution PC/6/2010/5

Nepal's Readiness Preparation Proposal

Whereas:

1. Nepal submitted a Readiness Preparation Proposal (R-PP) to the Facility Management Team (FMT) in April 2010, which was reviewed by a Technical Advisory Panel (TAP) and a working group consisting of Participants Committee (PC) members established for this purpose;
2. The PC reviewed the R-PP in accordance with Section 11.1 (b) of the Charter Establishing the FCPF (Charter) at its sixth meeting; and
3. The PC acknowledged the extensive efforts made by Nepal and the high quality of its R-PP.

The Participants Committee,

1. Decides to allocate grant funding to Nepal to enable it to move ahead with preparation for readiness; and
2. For this purpose, requests:
 - i. Nepal to submit a revised R-PP (Revised R-PP) to the FMT, reflecting the key issues in the summary report prepared by the FMT included in the annex to this resolution;
 - ii. The FMT to check the Revised R-PP for completeness, make it available on the FCPF website and notify the PC of its availability;
 - iii. The World Bank, as the Trustee of the Readiness Fund (Trustee), to complete its due diligence, in particular with regard to the World Bank's Operational Policies and Procedures, working closely with Nepal, in order to provide a grant of up to US\$3.4 million, in accordance with Resolution PC/3/2009/4;
 - iv. Nepal to consider the issues identified in the TAP's R-PP assessment as well as those raised by the PC at this meeting during readiness preparation; and
 - v. Nepal to report to the PC on progress made in accordance with Section 6.3 (b) of the Charter and to carry out its responsibilities in accordance with the grant agreement.

Annex

Summary Report Prepared by the FMT

The PC noted that the R-PP formulation process to date has been a positive one, and that the R-PP offers good opportunities for other REDD countries to learn from Nepal's experience.

Key Issues

The PC requests Nepal, in submission of its revised R-PP, to incorporate within the limits of data and information currently available the following issues in advance of signing a grant agreement with the Trustee of the Readiness Fund:

1. In Section 1A, identify elements of the Readiness Preparation process that may be affected by the constitutional reform process and consider whether the readiness proposal is flexible enough to accommodate possible changes.
2. In Component 6, provide text that describes the proposed activities and how monitoring and evaluation will be conducted to meet the standards of this component.