

**FOREST CARBON PARTNERSHIP FACILITY (FCPF)
SIXTH PARTICIPANTS COMMITTEE MEETING**

**June 28-July 1, 2010
Georgetown, Guyana**

Resolution PC6/2010/9

Sources and Uses of Funds

WHEREAS:

1. The PC has previously recognized the shortfall in committed funding available to the Readiness Fund when compared to the target capitalization of US\$185 million;
2. In light of such shortfall, the PC decided at PC2 that only 20 of the REDD Country Participants would have access to a Readiness Preparation Grant of up to US\$3.6 million¹ and an additional five REDD Participant Countries² have access to a R-PP Formulation Grant in the amount of US\$200,000 . The PC also decided at that time that there would be no grants or country implementation support made available to the last 12 REDD Country Participants selected into the FCPF³ (Resolutions PC 2008-2 and PC 2/2009/1);
3. The PC later decided to limit access to the Readiness Preparation Grants of US\$3.6 million to the first group of 20 REDD Participant Countries only up to and including the sixth meeting of the PC, and that thereafter all REDD Country Participants shall be equally eligible for the grant, taking into account regional balance (Resolution PC3/2009/4);
4. The FMT has provided an update of the committed sources and expected uses of the Readiness Fund as of June 2010, which indicates sufficient committed funding to provide R-PP Formulation Grants to all 37 REDD Country Participants and Readiness Preparation Grants of up to US\$3.6 million to approximately 19 REDD Country Participants. The FMT update also indicates that the pledged funding, when converted to commitment, would be sufficient to provide Readiness Preparation Grants to a further ten REDD Country Participants;

The Participants Committee:

1. Acknowledging that the target capitalization of the Readiness Fund of US\$185 million has not yet been achieved, encourages Donor Participants to increase their contributions, and invites additional donors to contribute to the Readiness Fund; in this context, appreciates the Additional Contribution in the amount of US\$4 million by the Government of Japan to the Readiness Fund;
2. Provides access to R-PP Formulation Grants of \$200,000 and associated Country Implementation Support to all REDD Country Participants that do not yet have access to such funding through

¹ Bolivia, Cameroon, Colombia, Costa Rica, Democratic Republic of Congo, Ethiopia, Gabon, Ghana, Guyana, Kenya, Lao PDR, Liberia, Madagascar, Mexico, Nepal, Panama, Paraguay, Peru, Papua New Guinea and Vietnam.

² Argentina, Nicaragua, Republic of Congo, Uganda and Vanuatu.

³ Cambodia, Central African Republic, Chile, El Salvador, Equatorial Guinea, Guatemala, Honduras, Indonesia, Mozambique, Suriname, Tanzania and Thailand.

the FCPF or another donor, provided that the grant agreement is signed by December 31, 2011 and an appropriate delivery partner can be arranged, unless otherwise decided by the PC;

3. Reiterates that, pursuant to Resolution PC3/2009/4, all REDD Country Participants shall be equally eligible to a Readiness Preparation Grant of US\$3.6 million after PC6, subject to the decision by the PC regarding each REDD Country Participant's R-PP, subject to the availability of sufficient committed funding, and taking into account regional balance.