

**FOREST CARBON PARTNERSHIP FACILITY (FCPF)  
FIFTEENTH CARBON FUND MEETING  
December 12-15, 2016  
Washington, DC**

**Resolution CFM/15/2016/2  
Selection of Emission Reductions Program Document of Mexico into the  
Portfolio of the Carbon Fund of the FCPF**

1. As per Resolution CFM/9/2014/4, the Carbon Fund (Carbon Fund) of the Forest Carbon Partnership Facility (FCPF) selected Mexico's Emission Reductions Program Idea Note (ER-PIN) into the pipeline of the Carbon Fund and provided additional funding for Mexico to develop an Emission Reductions Program Document (ER-PD) for its Emission Reductions Program (ER Program);
2. In May 2016, as per Resolution PC/21/2016/3, the Participants Committee of the FCPF endorsed Mexico's Readiness Package;
3. Mexico issued its advanced draft ER-PD in July 2016. The Technical Advisory Panel (TAP) reviewed the ER-PD against the ER-PD requirements in the Carbon Fund's Methodological Framework dated December 20, 2013 and issued its TAP Review document in August 2016. The Carbon Fund Participants reviewed the advanced draft ER-PD and the TAP Review document and submitted their consolidated comments to the FCPF Facility Management Team (FMT) in October 2017. Based on the findings of the TAP Review and the comments of Carbon Fund Participants, Mexico submitted to the FMT a final ER-PD in November 2016. The TAP reviewed such final ER-PD and issued its final TAP Review document to the FMT in November 2016; and
4. Mexico has presented its final ER-PD during this meeting.

**The Carbon Fund Participants,**

1. Acknowledge the extensive efforts made by Mexico, and the high quality of the ER-PD;
2. Decide to provisionally include Mexico's ER-PD into the portfolio of both Tranche A and Tranche B of the Carbon Fund;
3. Provisionally authorize the International Bank for Reconstruction and Development (Bank), as trustee of Tranche A and Tranche B of the Carbon Fund (Trustee), to lead the ERPA negotiation with Mexico for the ER Program, in accordance with the ERPA negotiation process and subject to completion of Bank due diligence and final Bank approval, provided that ERPA negotiations shall not start before Bank management has appraised the ER Program;
4. The provisional inclusion of Mexico's ER-PD into the portfolio of both Tranche A and Tranche B of the Carbon Fund and the provisional authorization of the Trustee to lead the ERPA negotiations with Mexico are deemed approved upon fulfillment of the following condition:

Revision of ER-PD: Revision by Mexico of the ER-PD and submission of such revised ER-PD to the FMT (1) once the accuracy assessment has been completed (indicatively foreseen for May 2017) and (2) in substance satisfactory to the Trustee. The revised ER-PD shall address the following issue:

- Complete the proposed roadmap designed to conduct an accuracy assessment of the activity data on deforestation and forest degradation in the reference period based on the methodology described in the final ER-PD;
5. Unless decided otherwise by Carbon Fund Participants and subject to fulfilment of the condition in paragraph 4 above, commit to nominate, prior to the start of ERPA negotiations, for each Tranche of the Carbon Fund one (1) representative to act as Carbon Fund Representative of the respective Tranche of the Carbon Fund throughout the ERPA negotiation process and notify the FMT accordingly; and
  6. Encourage Mexico to further develop the additional issues identified by the Carbon Fund Participants in the Chair's Summary for this meeting, not listed under paragraph 4 above, and inform the FMT about corresponding developments, if any, to be shared with the Carbon Fund Participants and Observers, prior to ERPA signature.