

**FOREST CARBON PARTNERSHIP FACILITY (FCPF)
SIXTEENTH CARBON FUND MEETING
June 19-22, 2017
Paris, France**

**Resolution CFM/16/2017/1
Selection of Emission Reductions Program Document of Ghana into the
Portfolio of the Carbon Fund of the FCPF**

1. As per Resolution CFM/9/2014/3, the Carbon Fund (Carbon Fund) of the Forest Carbon Partnership Facility (FCPF) selected Ghana's Emission Reductions Program Idea Note (ER-PIN) into the pipeline of the Carbon Fund and provided additional funding for Ghana to develop an Emission Reductions Program Document (ER-PD) for its Emission Reductions Program (ER Program);
2. In September 2016, as per Resolution PC/22/2016/2, the Participants Committee of the FCPF endorsed Ghana's Readiness Package;
3. Ghana issued its draft ER-PD in August 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 October 2016. The Carbon Fund Participants reviewed the draft ER-PD and the TAP Review document and submitted their consolidated comments to the FCPF Facility Management Team (FMT) in December 2016. Based on the findings of the TAP Review and the comments of the Carbon Fund Participants, Ghana submitted to the FMT a final ER-PD in April 2017. The TAP reviewed such final ER-PD and issued its final TAP Review document to the FMT in May 2017; and
4. Ghana has presented its final ER-PD during this meeting.

The Carbon Fund Participants,

1. Acknowledge the extensive efforts made by Ghana, and the high quality of the ER-PD;
2. Decide to include Ghana's ER-PD into the portfolio of both Tranche A and Tranche B of the Carbon Fund, provided that any commercial terms (such as advance payments, price etc.) included in the ER-PD are subject to subsequent negotiations of the Emission Reductions Payment Agreement (ERPA);
3. 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 negotiations with Ghana for the ER Program, in accordance with the ERPA negotiations 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. Decide to include in a potential future ERPA the following 'Conditions of Effectiveness of Sale and Purchase', to be fulfilled by Ghana in form and substance satisfactory to the Trustee, unless such conditions are fulfilled prior to ERPA signature:
 - (i) Review and submission of an updated accuracy assessment of change detection for deforestation and uncertainty analysis of the activity data for deforestation that: a) are consistent with TAP recommendations and the FCPF Carbon Fund Methodological Framework; and b) include a transparent explanation for sample design, methodology applied, and approach to bias correction/adjustment;

- (ii) Submission of results from the collection and analysis of a new data point to enable calculation of historical average for the indicators used to estimate the contribution of degradation from illegal logging and fuelwood extraction to the reference level; and
 - (iii) Submission of explanation, including review of other approaches, for either: a) the modification(s) to the current methodology for proxy approach used for illegal logging; or b) the continued use of the current methodology, taking into consideration the requirements of the FCPF Carbon Fund Methodological Framework and comments from the Carbon Fund Participants.
5. Unless decided otherwise by the Carbon Fund Participants, 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 negotiations process and notify the FMT accordingly; and
 6. Encourage Ghana to further develop the additional issues identified by the Carbon Fund Participants in the Chair's Summary for this meeting and inform the FMT about corresponding developments, if any, to be shared with the Carbon Fund Participants and Observers, prior to ERPA signature.