

**FOREST CARBON PARTNERSHIP FACILITY (FCPF)
FOURTH CARBON FUND MEETING
June 24-25, 2012
Santa Marta, Colombia**

Resolution CFM/4/2012/2

Terms of Reference for the Carbon Fund Working Group

Whereas:

The Carbon Fund, through Resolution CFM/3/2012/2, decided to establish a Carbon Fund Working Group after the Twelfth meeting of the Participants Committee (PC). Further, the Carbon Fund, in the same Resolution, specified the composition of the Carbon Fund Working Group, and noted that it will discuss and adopt the terms of reference of the Carbon Fund Working Group at the Fourth carbon Fund meeting.

The Carbon Fund Meeting (CFM),

1. Notes the decision adopted in Resolution CFM/3/2012/2, and the Carbon Fund Participants will select their representatives, and Observers will select up to three representatives (one representative from the Indigenous Peoples, one representative from the Non-governmental Organizations, and one representative from the Private Sector Entities) as members of the Working Group. In addition, the Carbon Fund Participants invite REDD Country Participants to express interest in joining the Working Group to the PC Bureau by July 27, 2012. The PC Bureau will then be invited to nominate up to five REDD Country Participants to participate in the Working Group by August 10, 2012.
2. Adopts the following terms of reference for the Carbon Fund Working Group:
 - a. Notwithstanding paragraph 1 in the Resolution CFM/3/2012/2, the Working Group will provide periodic feedback and advice to the Facility Management Team (FMT), as requested, during the FMT's development of a draft methodological framework for consideration by the Carbon Fund Participants at the Sixth Carbon Fund meeting. The Working Group members are encouraged to consult with the Carbon Fund Participants and Observers outside the Working Group to provide feedback on the draft methodological framework's building blocks as they evolve. FMT is invited to provide a timeline to organize such inputs.
 - b. The Working Group is anticipated to meet virtually, and potentially at one face to face meeting prior to each of the Fifth and the Sixth Carbon Fund meetings, and potentially to attend one or more relevant meeting(s) organized by other initiatives to learn from other approaches on how to address issues considered in the methodological framework.
 - c. The Working Group will report on its activities at the Fifth and Sixth Carbon Fund meetings, or at any other times as requested by the Carbon Fund Participants, to share its views with Carbon Fund Participants and Observers outside the Working Group.