

**FOREST CARBON PARTNERSHIP FACILITY (FCPF)
ELEVENTH PARTICIPANTS COMMITTEE MEETING
March 28-30, 2012
Asuncion, Paraguay**

Resolution PC/11/2012/2

Mozambique's Readiness Preparation Proposal

Whereas:

1. Mozambique submitted a Readiness Preparation Proposal (R-PP) to the Facility Management Team (FMT) in March 2012, which was reviewed by a Technical Advisory Panel (TAP), a working group consisting of FCPF Participants Committee (PC) members established for this purpose, and the World Bank;
2. The PC reviewed the R-PP in accordance with Section 11.1 (b) of the Charter Establishing the FCPF (Charter) at its eleventh meeting; and
3. The PC acknowledged the extensive efforts made by Mozambique, and the high quality of the R-PP.

The Participants Committee,

1. Decides to allocate funding to Mozambique to enable it to move ahead with the preparation for readiness.
2. For this purpose, requests:
 - i. Mozambique 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 of this resolution;
 - ii. The FMT to check on 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 Mozambique, in order to provide a grant of up to US\$ 3.6 million, in accordance with Resolutions PC/3/2009/4 and PC/Electronic/2012/1;
 - iv. Mozambique 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. Mozambique 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 Mozambique's experience.

Key Issues

The following are the key issues that Mozambique needs to address before entering into a Readiness Preparation Grant Agreement with the Trustee of the Readiness Fund.

1. Include information on how Mozambique is planning to build a monitoring and reporting system for co-benefits of REDD+ and allocate adequate funding;
2. Provide information on the current land tenure status of local communities, on land use rights, and on existing domestic processes to grant land use rights to different users; and inform how Mozambique plans to address land tenure as part of the readiness process;
3. Continue discussions with Tanzania and other neighboring countries, as appropriate, on collaboration with regards to cross-border trade on illicit forest products and identify possible options to advance law enforcement and improved governance at the national and regional levels to mitigate leakage of REDD+ interventions;
4. Provide further clarity as to what pilot projects are planned to be implemented as part of the readiness process, and how they will be funded.