



Forest Carbon Partnership Facility

Conflicts of Interest

FCPF Carbon Fund Meeting (CF7)

Paris, June 24-25, 2013

Overview

- I. Objective**
- II. Potential Conflicts of Interest**
- III. Process**
- IV. FCPF Charter Amendment**

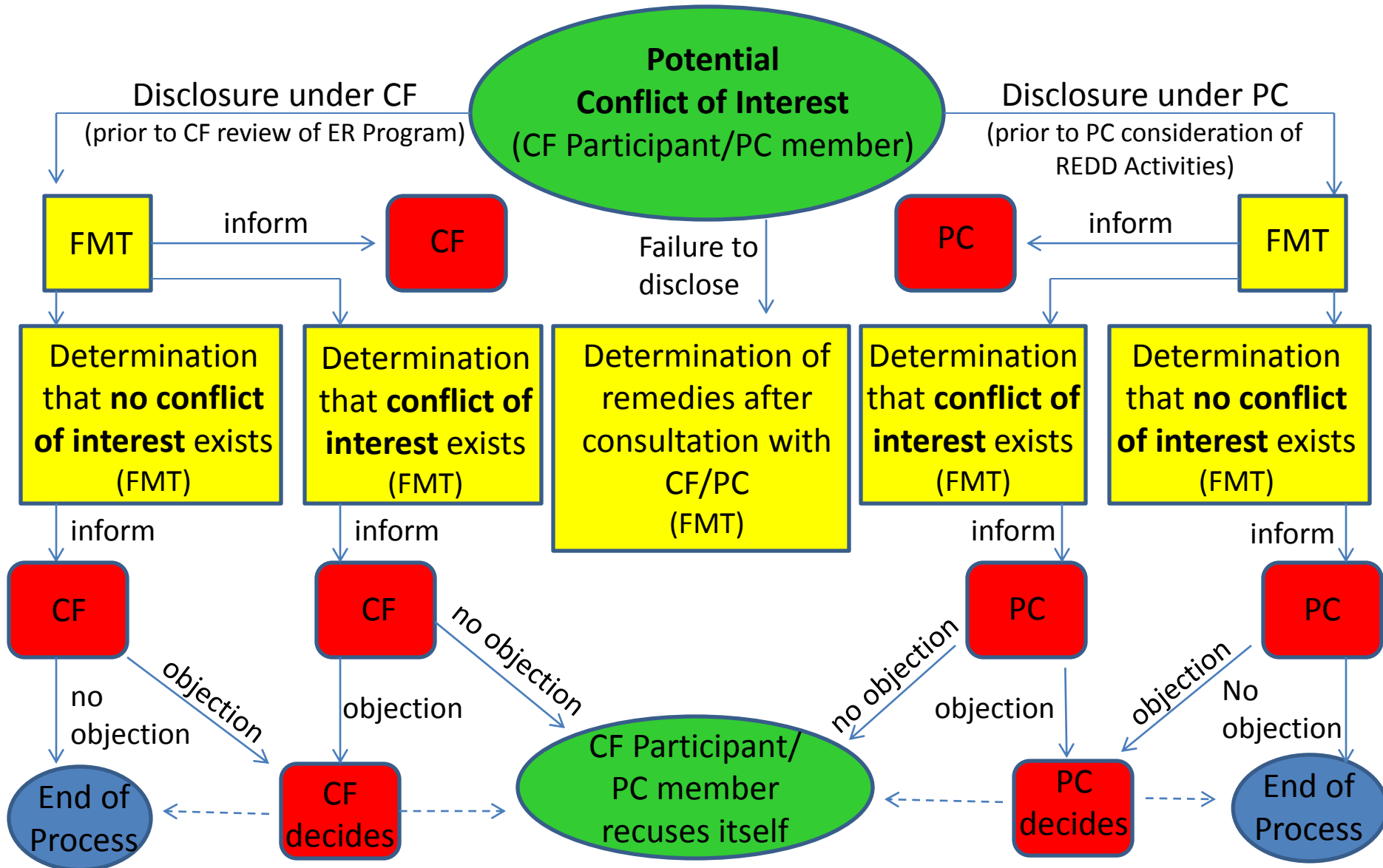
Objective

- FCPF Carbon Fund (**CF**) Participants and/or FCPF Participants Committee (**PC**) members (which are Donor Participants or CF Participants) may engage in other activities with respect to an ER Program (CF) or a Readiness Preparation Proposal/Readiness Package (PC) that may cause competing interests of such CF Participant(s)/PC member(s)
- The revised Conflicts of Interest provisions in the FCPF Charter shall ensure that each such CF Participant/PC member who engages in such other activities:
 - discloses its (potentially) competing interests to the Facility Management Team (**FMT**) through email or other written electronic means and
 - if so determined by the FMT (or confirmed by the CF/PC), recuses itself from the deliberation, discussion and/or decision-making process under the CF/PC with respect to the affected ER Program or Readiness Preparation Proposal/Readiness Package, as applicable

Potential Conflicts of Interest

- Other activities with a potential of establishing competing interests under the CF:
 - direct involvement in preparation/implementation of ER Program (including ER Program PIN and ER Program Document) or in designing ER Program;
 - Engagement in separate ER transaction from the ER Program
- Other activities with a potential of establishing competing interests under the PC:
 - direct involvement in preparation/implementation of Readiness Preparation Proposal/Readiness Package (**REDD Activities**)
- Failure to disclose such other activities to the FMT constitutes a breach of the FCPF Charter
- FMT shall determine what remedies to exercise after consultation with the other CF Participants/PC members

Process



FCPF Charter Amendment

- **FCPF Charter needs to be amended accordingly**

(draft FCPF Charter Amendment has been posted on both C7/PC15 websites)

- **FCPF Charter Amendment to be adopted by PC Resolution**

- Requires unanimous consent of PC members

plus

- 30-day no objection period for all other Participants

- PC Resolution to be drafted by PC Contact Group