FOREST CARBON PARTNERSHIP FACILITY (FCPF) TENTH CARBON FUND MEETING June 16-19, 2014 Bonn, Germany

Resolution CFM/10/2014/3 Selection of Vietnam's Emission Reductions Program Idea Note into the Pipeline

Whereas:

- 1. The Carbon Fund Participants at their Fourth Meeting adopted Resolution CFM/4/2012/1 on the selection criteria of Emission Reductions Program Idea Notes (ER-PINs);
- 2. FMT Note CF-2012-1-Rev. lays out the detailed process guidelines for the Carbon Fund, including the selection of ER-PINs; and
- 3. In accordance with the FMT Note CF-2012-1-Rev., Vietnam submitted its ER-PIN to the Facility Management Team (FMT) in May 2014, which was reviewed by the FMT for completeness and forwarded to the Carbon Fund Participants.

The Carbon Fund Participants,

- 1. Acknowledge the extensive efforts made by Vietnam, and the high quality of the ER-PIN;
- 2. Decide to include Vietnam's ER-PIN in the pipelines of both Tranche A and Tranche B of the Carbon Fund;
- 3. Authorize the Trustee of the Carbon Fund to negotiate a Letter of Intent (LOI) with Vietnam based on the template attached to Resolution CFM/6/2013/1, for a Maximum Contract Volume of 10.3 million Emission Reductions (ERs)¹;
- 4. Allocate up to US\$ 650,000, subject to the LOI specified in paragraph 3 above, to support the development of Vietnam's ER-PIN into an ER Program Document (ER-PD) and the costs associated with such development, including the World Bank's due diligence. This allocation will be managed by the World Bank, in accordance with the Process Guidelines for the Carbon Fund of the FCPF (FMT Note CF-2012-1-Rev). The ER-PD will be prepared in accordance with the Methodological Framework of the Carbon Fund;
- 5. The LOI specified in paragraph 3 above shall include the key issues identified by the Carbon Fund Participants in the Chair's Summary for this Carbon Fund Meeting, and Vietnam shall consider these issues in the ER-PD it submits to the Carbon Fund Participants; and
- 6. Request the FMT to:
 - (i) Submit the negotiated LOI with Vietnam to the Carbon Fund Participants for a 14 calendar day review period (Review Period). If, at the end of the Review Period, the Carbon Fund Participants have no objection, the Trustee will enter into said LOI with Vietnam. The Review Period may be

¹ One ER represents one ton of CO₂ equivalent (tCO₂) of emissions avoidance or removal by sinks from REDD+ activities under an ER Program.

- extended by 7 calendar days by the FMT, as necessary, and such an extension will be communicated to the Carbon Fund Participants by the FMT;
- (ii) Reflect the allocation of a total of up to US\$ 650,000 in the Carbon Fund's annual budget approval process; and
- (iii) Include information on Vietnam's progress, where appropriate and relevant, as part of the FMT's regular reporting to the Carbon Fund Participants, as described in the Monitoring and Evaluation Framework.