

MARKETS FOR NATURAL CLIMATE SOLUTIONS AUGUST PROGRESS REPORT & OUTLOOK

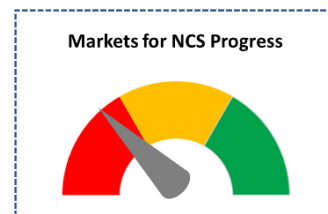
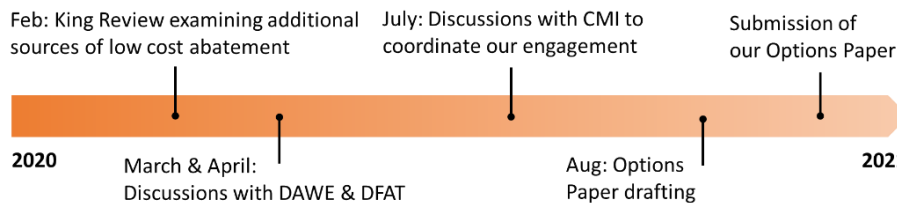
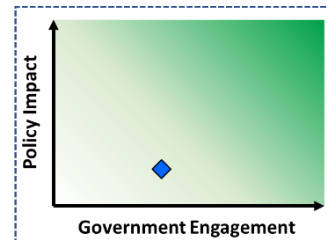
In August, we submitted our Options Paper to the Mexican Government and held the first of a series of meetings with the Colombian Government. They are enthusiastic to form a partnership with IETA to work on advancing a number of NCS issues. We also made progress in Australia as we work more closely with the CMI and continue to develop our NCS Methodology Catalogue. Here are further details on our activities and the outlook for September:

NCS Methodology Catalogue

- In August we held the first meeting of the Methodology Review Group, who have volunteered to help improve the data quality and coverage of the catalogue
- We also held a meeting with the NCS Alliance to coordinate our respective work in this area
- We are continuing discussions with a web designer to convert the catalogue into an online tool

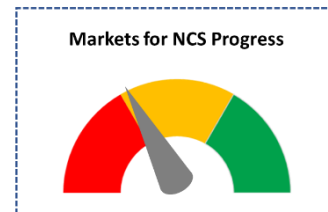
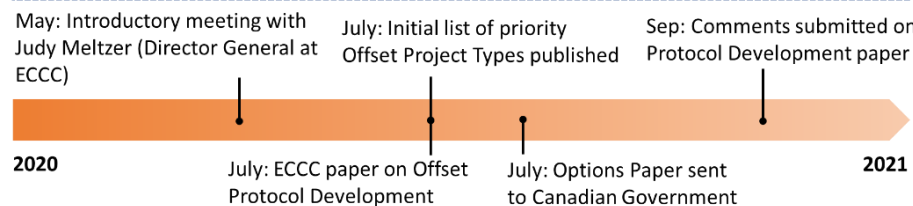
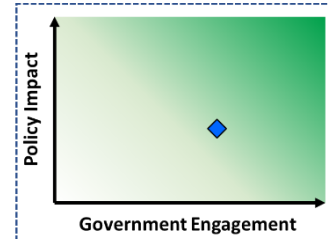
Australia

- We are in discussion with the Carbon Market Institute (CMI) in Australia to gather their input to the Options Paper and coordinate our engagement in Australia
- A draft of the Options Paper is out for review with the Steering Committee and CMI. Feedback requested by 10th September
- Once finalised, we will send the Options Paper and to the Department of Foreign Affairs & Trade (DFAT) and the Department of Agriculture, Water and the Environment (DAWE)



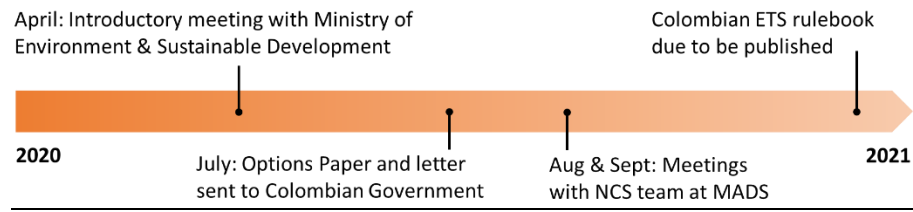
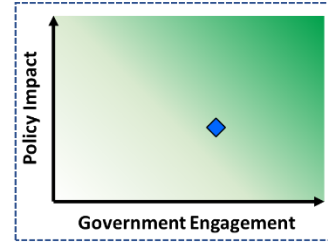
Canada

- Options Paper sent to the DG at Environment and Climate Change Canada (ECCC), Canadian Wildlife Services, Global Affairs Canada and Canada's Chief Climate Change Negotiator
- Preliminary discussions held with Canadian Wildlife Services and Chief Climate Negotiator, follow up calls planned with Government Departments to discuss options in more detail
- MOU in final stages for IETA-NGO Canadian NCS Alliance
- IETA has submitted comments on ECCC discussion paper on Protocol Development for use in the Federal Greenhouse Gas Offset System (including 4 NCS related protocols)



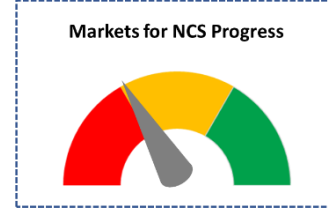
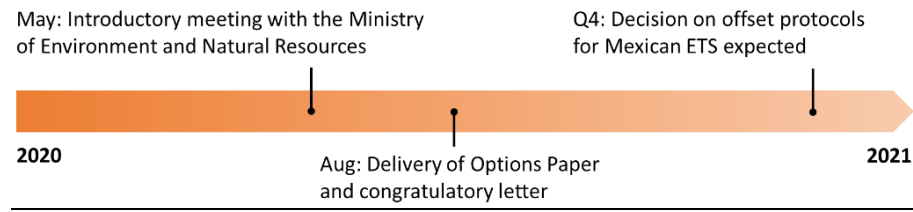
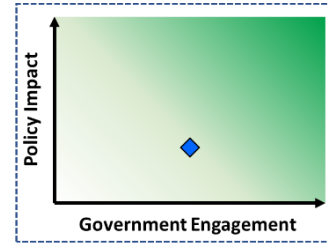
Colombia

- The NCS Options Paper and congratulatory letter have been sent to Roberto Esmeral (Vice Minister) and Francisco Charry (Director) at the Ministry of Environment and Sustainable Development (MADS)
- A follow up meeting with the NCS and Agriculture teams at MADS took place on 20th August with another scheduled for 14th September
- They are keen to agree a formal partnership with IETA and to develop an action for their new NCS team to work with us



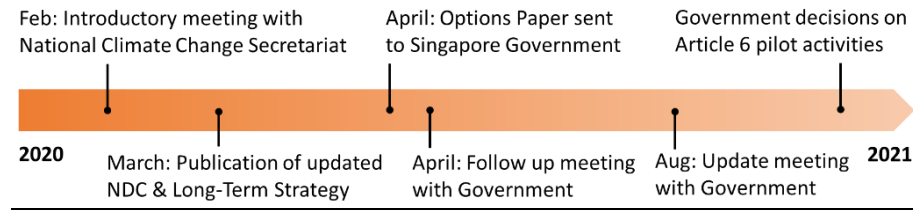
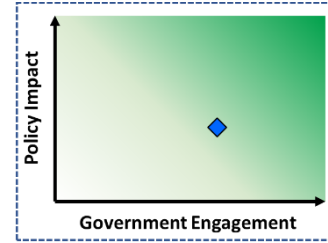
Mexico

- The NCS Options Paper and congratulatory letter have been sent to Julio Trujillo Segura (Vice Minister) and Rodolfo Godínez Rosales (Head of International Affairs) at the Ministry of Environment and Natural Resources (Semarnat)
- We are in discussion with Semarnat about organising follow up meetings to discuss the ideas in more detail
- On 2nd September, Victor Toledo (Head of Semarnat) resigned and will be replaced by María Luisa Albores (Secretary of Welfare)



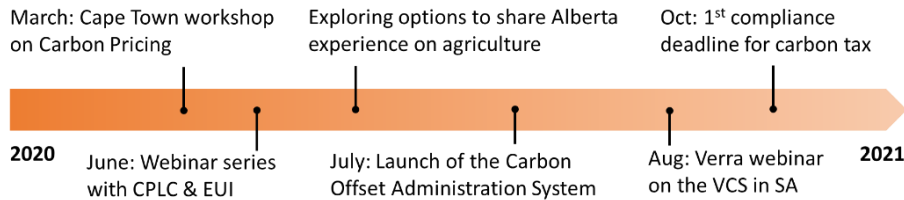
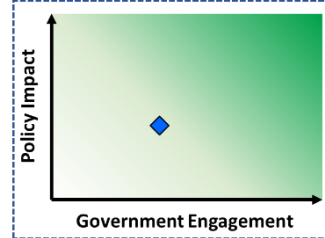
Singapore

- Our Options Paper was sent to the Singapore Government in April and was well received
- This was soon followed by a multi Government agency meeting to present and discuss the options in more detail
- We had a further update meeting with the Government in August who confirmed that they are currently exploring Article 6 pilots, though the first round will not include NCS



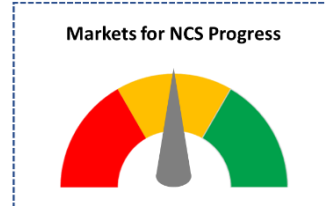
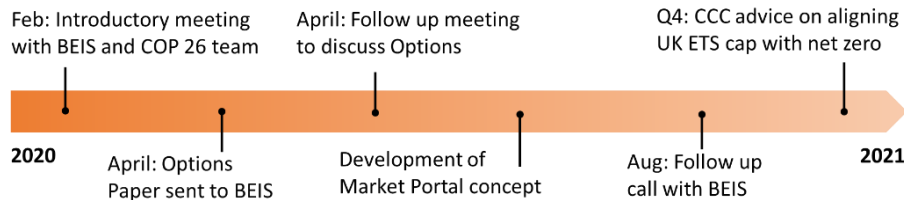
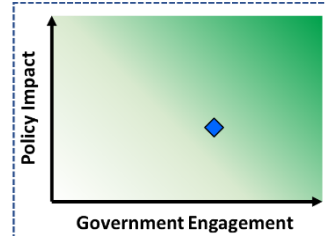
South Africa

- On 20th July we concluded our webinar series with the CPLC and EUI exploring carbon pricing in South Africa and the role of NCS.
- On 23rd July, South Africa launched their Carbon Offset Administration System (COAS). This allows developers to submit project applications and emitters to surrender offsets against the carbon tax
- In July Dirk joined an “international review panel” for a PMR-funded project that is reviewing the South Africa Offsets Framework



UK

- We are continuing to develop the Market Portal concept as our next engagement with the UK. The Advisory Panel and Steering Committee has responded to a consultation document on the topic
- We are seeking further assistance from Pollination, to provide an analysis of the legal requirements necessary for a portal
- We are in discussions with the World Bank's Climate Warehouse team, who are developing a similar concept (but without a focus on NCS)



Upcoming dates

- Feedback due on the Australia NCS Options paper: 10th September
- Steering Committee call: 15th September (3pm CEST)
- IETA Live series: Unpacking the "NET" in Net-Zero: Role of Markets & Removals at Scale: 23rd September 2020 (5pm CEST)
- IETA and ICAP: Ambitious and resilient carbon markets: a central pillar for green recovery: 24th September 2020 (5.15 CEST)
- Advisory Panel call: 28th September (3pm CEST)