

# Recent Development of The Joint Crediting Mechanism (JCM)

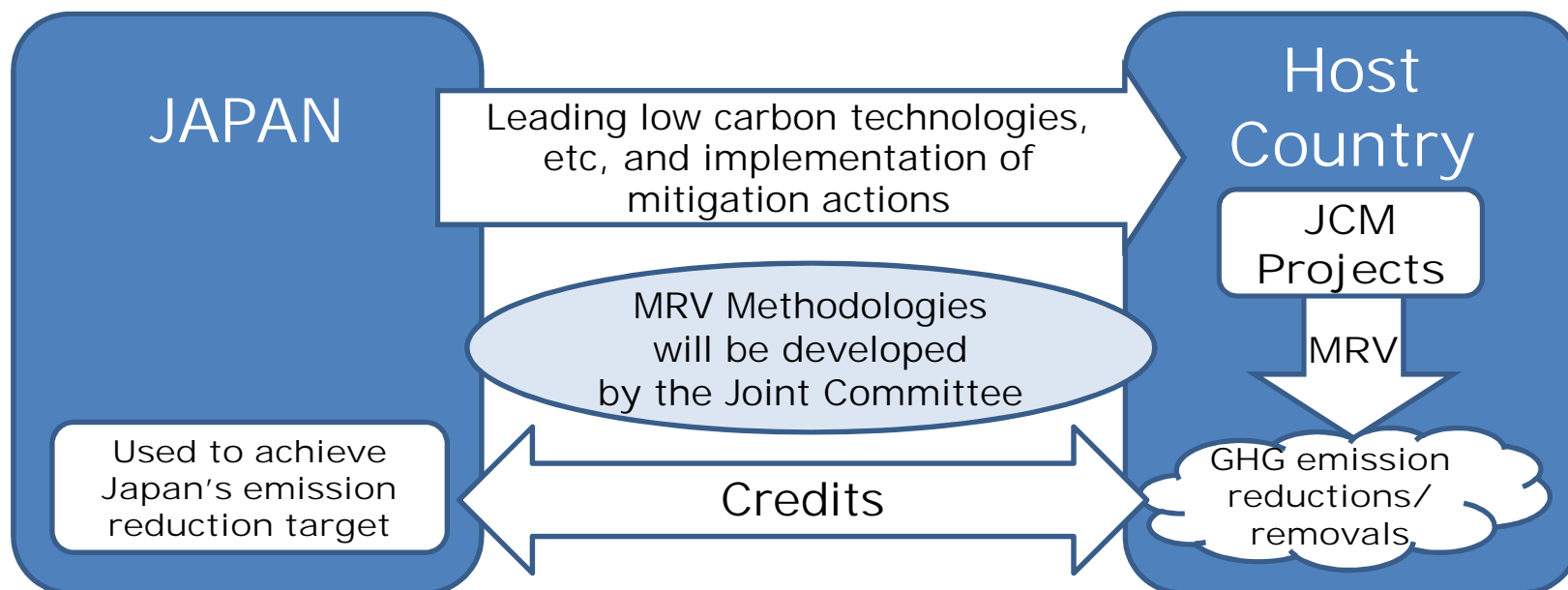
April 2015

Government of Japan

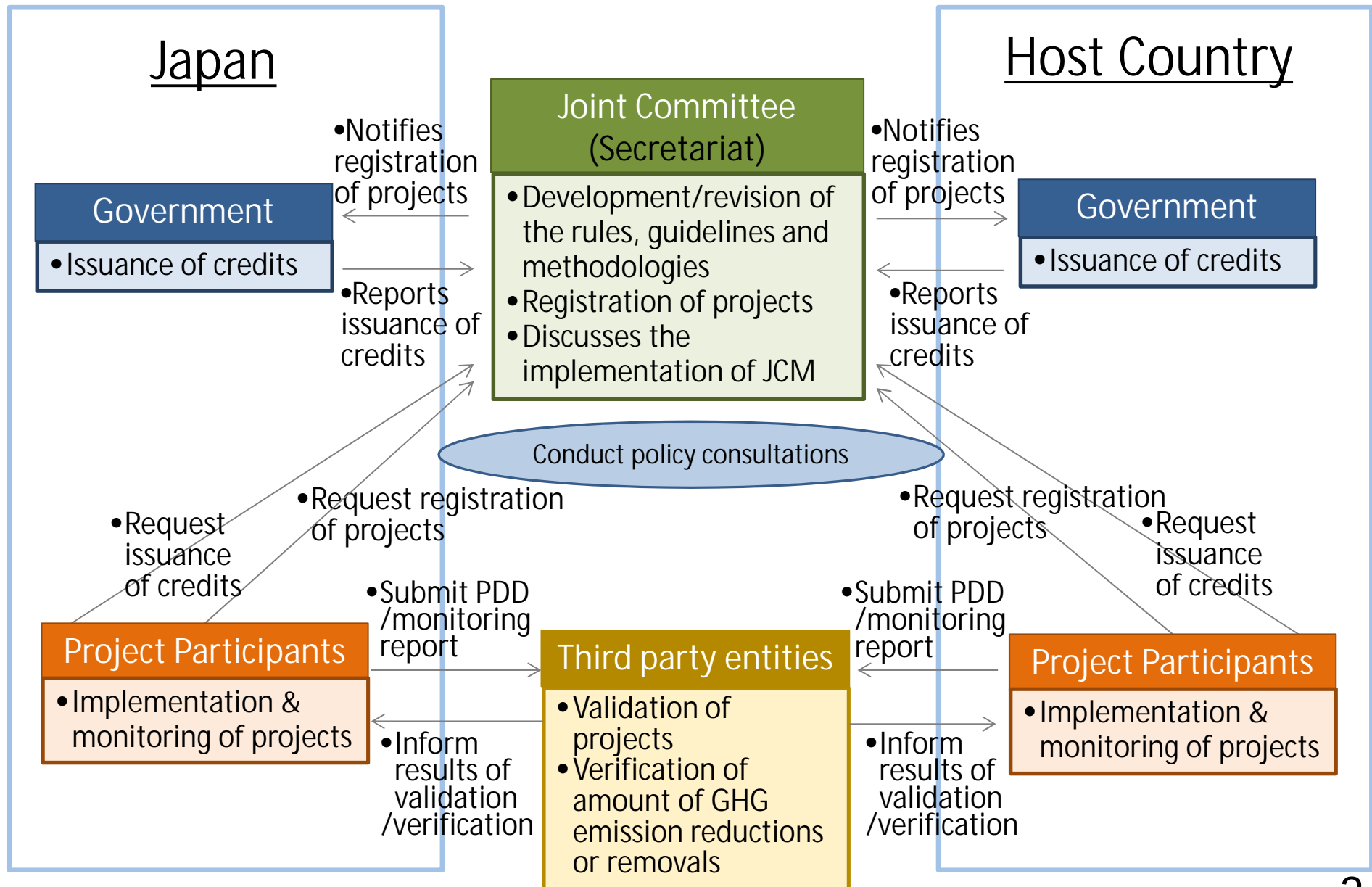
*All ideas are subject to further consideration and discussion with host countries*

## Basic Concept of the JCM

- Facilitating diffusion of leading low carbon technologies, products, systems, services, and infrastructure as well as implementation of mitigation actions, and contributing to sustainable development of developing countries.
- Appropriately evaluating contributions from Japan to GHG emission reductions or removals in a quantitative manner, by applying measurement, reporting and verification (MRV) methodologies, and use them to achieve Japan's emission reduction target.
- Contributing to the ultimate objective of the UNFCCC by facilitating global actions for GHG emission reductions or removals, complementing the CDM.



# Scheme of the JCM



## The role of the Joint Committee and each Government

- The Joint Committee (JC) consists of representatives from both Governments.
- The JC develops rules and guidelines necessary for the implementation of the JCM.
- The JC determines either to approve or reject the proposed methodologies, as well as develops JCM methodologies.
- The JC designates the third-party entities (TPEs).
- The JC decides on whether to register JCM projects which have been validated by the TPEs.
- Each Government establishes and maintains a registry.
- On the basis of notification for issuance of credits by the JC, each Government issues the notified amount of credits to its registry.

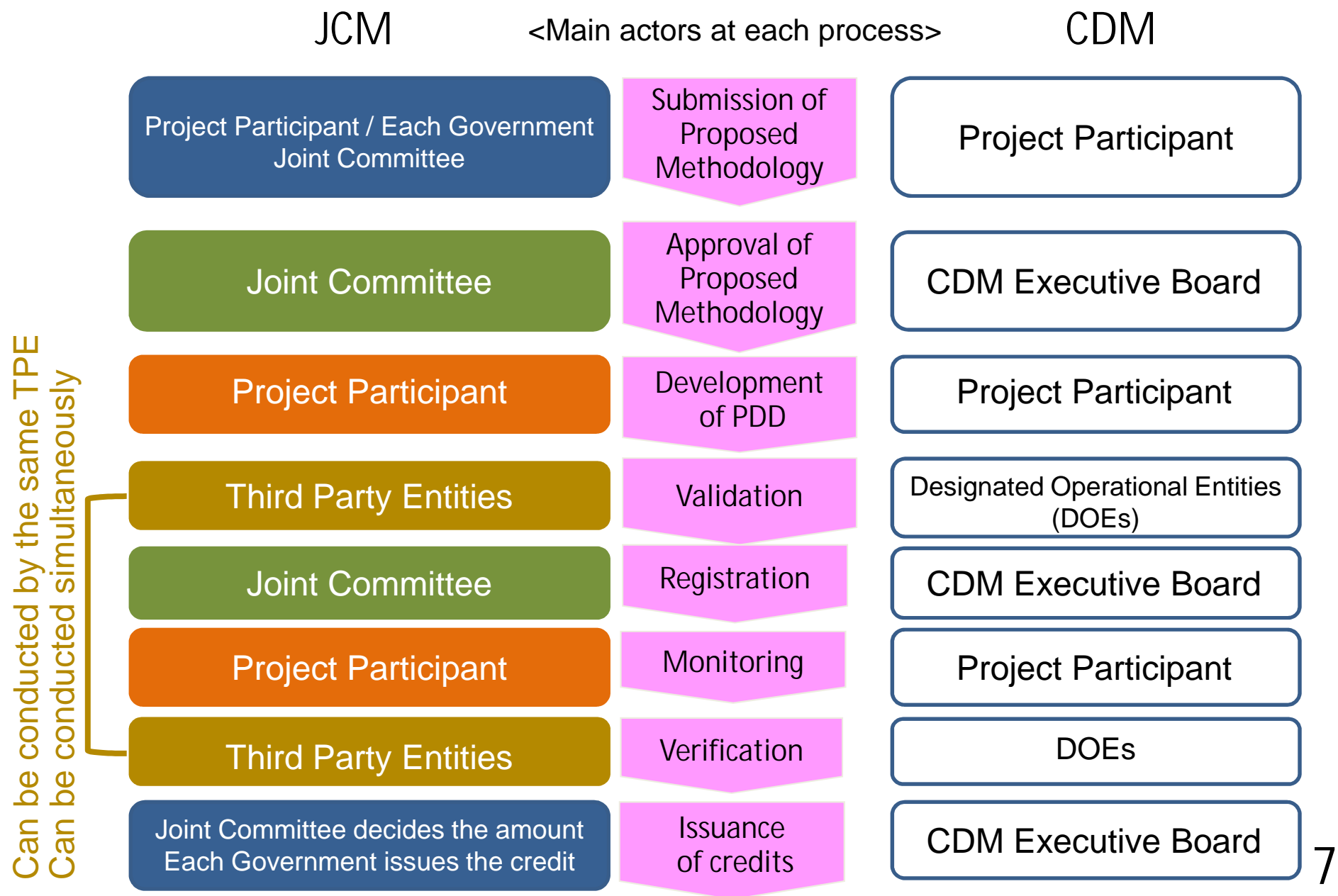
## Approaches of the JCM

- The JCM should be designed and implemented, taking into account the following:
  - (1) Ensuring the robust methodologies, transparency and the environmental integrity;
  - (2) Maintaining simplicity and practicality based on the rules and guidelines;
  - (3) Promoting concrete actions for global GHG emission reductions or removals;
  - (4) Preventing uses of any mitigation projects registered under the JCM for the purpose of any other international climate mitigation mechanisms to avoid double counting on GHG emission reductions or removals.

## Features of the JCM

- (1) The JCM starts its operation as a non-tradable credit type mechanism.
- (2) Both Governments continue consultation for the transition to a tradable credit type mechanism and reach a conclusion at the earliest possible timing, taking account of implementation of the JCM.
- (3) The JCM aims for concrete contributions to assisting adaptation efforts of developing countries after the JCM is converted to the tradable credit type mechanism.
- (4) The JCM covers the period until a possible coming into effect of a new international framework under the UNFCCC.

# Project Cycle of the JCM and the CDM

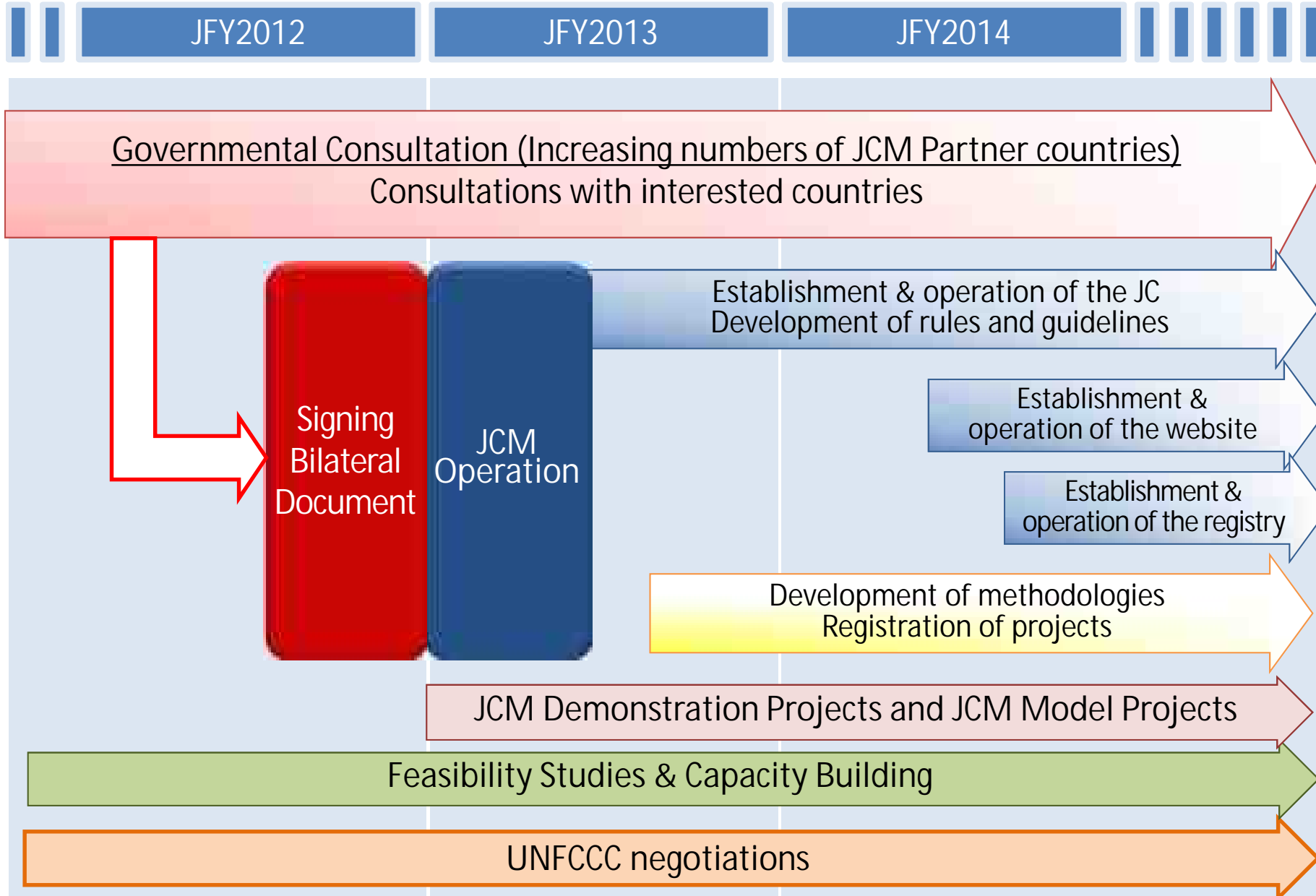


# Key features of the JCM in comparison with the CDM

(Subject to further consideration and discussion with host countries)

|                                    | JCM   | CDM   |
|------------------------------------|---|---|
| Governance                         | - "de-centralized" structure<br>(Each Government, Joint Committee)  | - "centralized" structure<br>(CMP, CDM Executive Board)   |
| Sector/project Coverage            | - Broader coverage  | - Specific projects are difficult to implement in practice<br>(e.g. USC coal-fired power generation)  |
| Validation of projects             | - In addition to DOEs, ISO14065 certification bodies can conduct<br>- Checking whether a proposed project fits eligibility criteria which can be examined objectively | - Only DOEs can conduct<br>- Assessment of additionality of each proposed project against hypothetical scenarios                                |
| Calculation of Emission Reductions | - Spreadsheets are provided<br>- Default values can be used in conservative manner when monitored parameters are limited.   | - Various formulas are listed<br>- Strict requirements for measurement of parameters  |
| Verification of projects           | - The entity which validated the project can conduct verification<br>- Validation & verification can be conducted simultaneously                                      | - In principle, the entity which validated the project can not conduct verification<br>- Validation & verification must be conducted separately |

# Roadmap for the JCM



## Countries with which Japan has signed on bilateral documents

- Japan has held consultations for the JCM with developing countries since 2011 and signed the bilateral document for the JCM with Mongolia, Bangladesh, Ethiopia, Kenya, Maldives, Viet Nam, Lao PDR, Indonesia, Costa Rica, Palau, Cambodia and Mexico.



Mongolia  
Jan. 8, 2013  
(Ulaanbaatar)

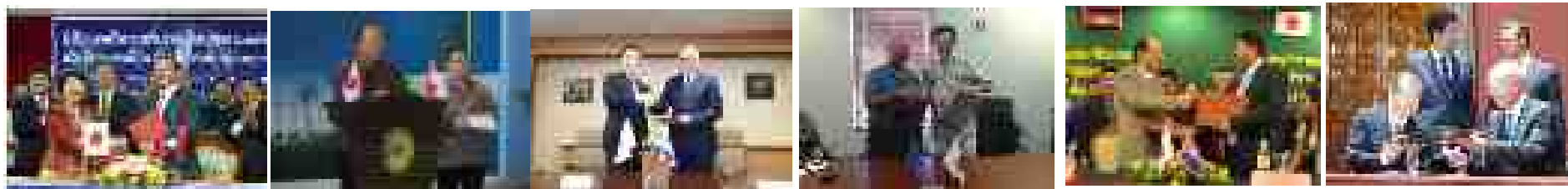
Bangladesh  
Mar. 19, 2013  
(Dhaka)

Ethiopia  
May 27, 2013  
(Addis Ababa)

Kenya  
Jun. 12, 2013  
(Nairobi)

Maldives  
Jun. 29, 2013  
(Okinawa)

Viet Nam  
Jul. 2, 2013  
(Hanoi)



Lao PDR  
Aug. 7, 2013  
(Vientiane)

Indonesia  
Aug. 26, 2013  
(Jakarta)

Costa Rica  
Dec. 9, 2013  
(Tokyo)

Palau  
Jan. 13, 2014  
(Ngerulmud)

Cambodia  
Apr. 11, 2014  
(Phnom Penh)

Mexico  
Jul. 25, 2014  
(Mexico City)

- Japan held Joint Committee meetings with Mongolia, Bangladesh, Ethiopia, Kenya, Maldives, Viet Nam, Lao PDR, Indonesia, Palau, Cambodia and Mexico respectively.
- First JCM project has been registered at 3rd Joint Committee between Indonesia and Japan on Oct. 2014 (Project title: Energy saving for air-conditioning and process cooling at textile factory)

## The current status of UNFCCC negotiation (1/2)

### Decision 1/CP18

41. Acknowledges that Parties, individually or jointly, may develop and implement various approaches, including opportunities for using markets and non-markets, to enhance the cost-effectiveness of, and to promote, mitigation actions, bearing in mind different circumstances of developed and developing countries;
42. Re-emphasizes that, as set out in decision 2/CP.17, paragraph 79, all such approaches must meet standards that deliver real, permanent, additional and verified mitigation outcomes, avoid double counting of effort and achieve a net decrease and/or avoidance of GHG emissions;
44. Requests the SBSTA to conduct a work programme to elaborate a framework for such approaches, drawing on the work of the AWG-LCA on this matter, including the relevant workshop reports and technical paper, and experience of existing mechanisms, with a view to recommending a draft decision to the COP for adoption at its 19th session;
45. Considers that any such framework will be developed under the authority and guidance of the Conference of the Parties;



# Technical Details Currently Considered for the JCM

(Subject to further consideration and discussion with host countries)

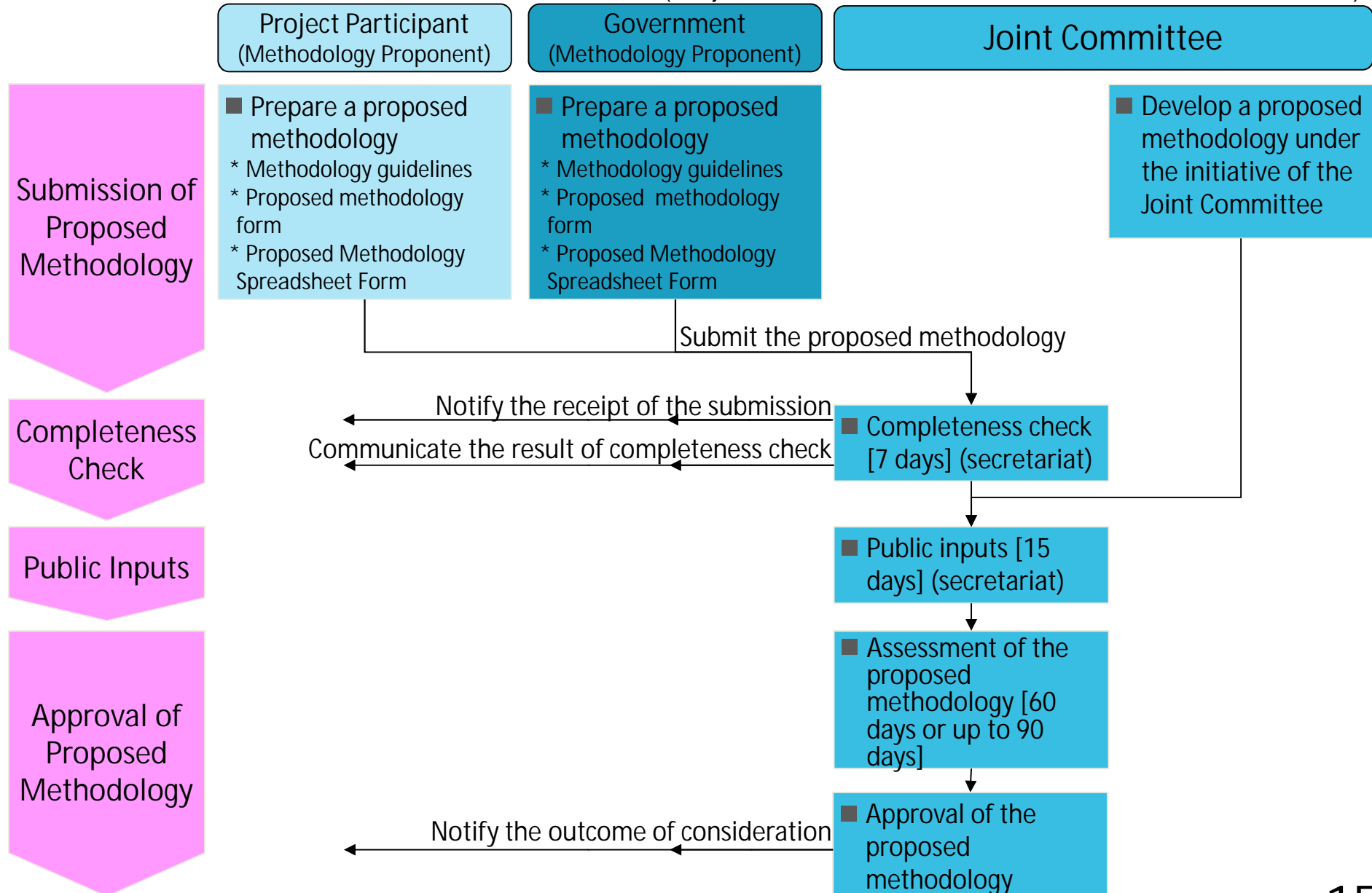
# Necessary documents for the JCM

(Subject to further consideration and discussion with host countries)

|                    |                  | Rules and Guidelines   |
|--------------------|------------------|--|
| Overall            |                  | <ul style="list-style-type: none"> <li>✓ Rules of Implementation</li> <li>✓ Project Cycle Procedure</li> <li>✓ Glossary of Terms</li> <li>✓ Guidelines for Designation as a Third-Party Entity (TPE guidelines)</li> </ul> |
| Joint Committee    |                  | <ul style="list-style-type: none"> <li>✓ Rules of Procedures for the Joint Committee (JC rules)</li> </ul>   |
| Methodology        |                  | <ul style="list-style-type: none"> <li>✓ Guidelines for Developing Proposed Methodology (methodology guidelines)</li> </ul>  |
| Project Procedures | Developing a PDD | <ul style="list-style-type: none"> <li>✓ Guidelines for Developing Project Design Document and Monitoring Report (PDD and monitoring guidelines)</li> </ul>  |
|                    | Monitoring       |  |
|                    | Validation       | <ul style="list-style-type: none"> <li>✓ Guidelines for Validation and Verification (VV guidelines)</li> </ul>   |
|                    | Verification     |  |

# Methodology Development Procedure of the JCM

(Subject to further consideration and discussion with host countries)



Note: Asterisk ( \* ) indicates documentation relevant for each step of the procedure

# Registration & Issuance Procedure of the JCM (1/2)

(Subject to further consideration and discussion with host countries)



Development  
of PDD

- Complete a PDD and develop a monitoring plan
- \* PDD form and Monitoring Spreadsheet
- \* PDD and monitoring guidelines
- Complete an MoC Form
- \* MoC Form

Submit the draft PDD and MoC, and request for validation and public inputs

Validation

Validation and verification can be conducted simultaneously or separately.

- Validate a project
- Prepare a validation report
- \* Validation and verification guidelines
- \* Validation report form

■ Public inputs[30 days] (secretariat)

Notify the receipt of the submission

Submit the validation report

Registration

- Complete a registration request form
- \* Registration request form

Submit registration request form, the validated PDD and MoC, and the validation report and request for registration

■ Completeness check [7 days] (secretariat)

■ Registration

Notify the receipt of the request

Notify the conclusion

Notify the registration

Notify the registration

# Registration & Issuance Procedure of the JCM (2/2)

(Subject to further consideration and discussion with host countries)



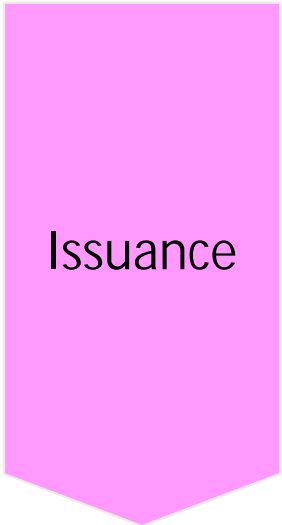
- Conduct monitoring
- Prepare a monitoring report
- \* PDD and monitoring guidelines
- \* Monitoring report sheet

Submit the monitoring report for verification



- Verify emission reductions
- Prepare a verification report
- \* Validation and Verification guidelines
- \* Verification report form

Submit the verification report



- Determine allocation of credits
- Complete a credit issuance request form
- \* Credit issuance request form

Request for notification for issuance

- Completeness check [7 days] (secretariat)

Notify the receipt of the request

- Decision on notification of amount of credits to be issued

Notify the result

Notify the amount of credits to be issued

Notify the issuance

- Issuance of credits

# Rules of Procedures for the Joint Committee

(Subject to further consideration and discussion with host countries)

## Members

- The Joint Committee (JC) consists of representatives from both Governments.
- Each Government designates members, which may not exceed [10].
- The JC has two Co-chairs to be appointed by each Government (one from the host country and the other from Japan). Each Co-Chair can designate an alternate from members of the JC.

## Decision making in the JC

- The JC meets no less than once a year and decision by the JC is adopted by consensus.
- The JC may adopt decisions by electronic means in the following procedure:
  - (a) The proposed decisions are distributed by the Co-Chairs to all members of the JC.
  - (b) The proposed decision is deemed as adopted when,
    - i) no member of the JC has provided negative assertion within [20] calendar days after distribution and both Co-Chairs have made affirmative assertion, or
    - ii) all members of the JC have made affirmative assertion.
- If a negative assertion is made by one of the JC members, the Co-Chairs take into account the opinion of the member and take appropriate actions.
- The JC may hold conference calls to assist making decisions by electronic means.

## External assistance

- The JC may establish panels and appoint external experts to assist part of its work.

**Languages:** English    **Secretariat:** The secretariat services the JC.

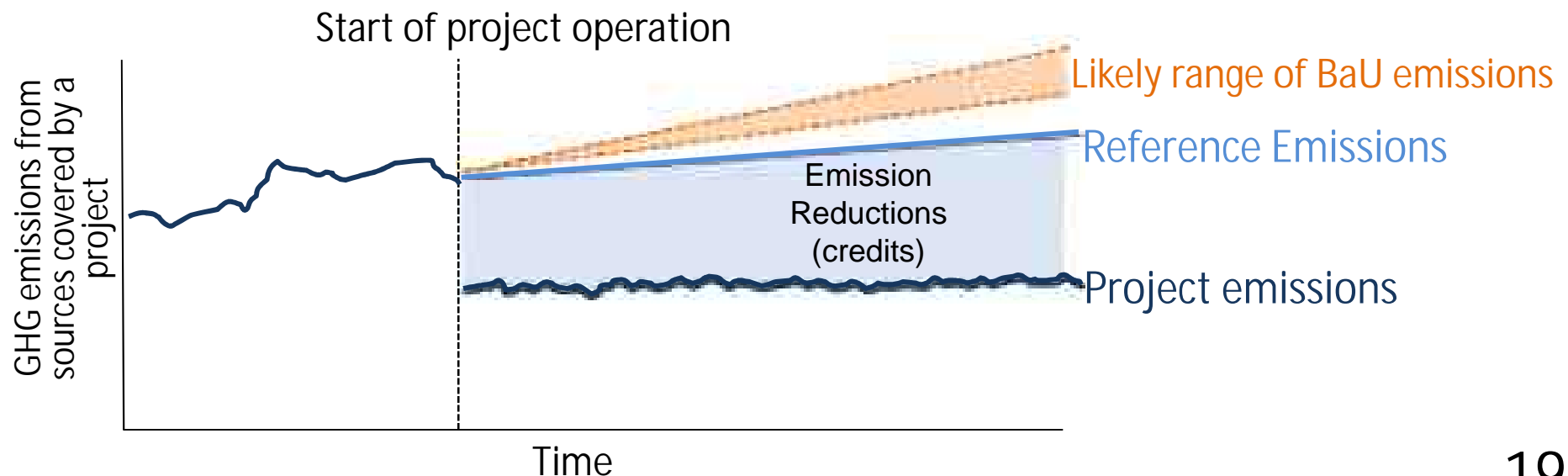
**Confidentiality:** Members of the JC, Secretariat, etc. respect confidentiality.

**Record of the meeting:** The full text of all decisions of the JC is made publicly available.

## Basic Concept for Crediting under the JCM

(Subject to further consideration and discussion with host countries)

- In the JCM, emission reductions to be credited are defined as the difference between “reference emissions” and project emissions.
- The reference emissions are calculated below business-as-usual (BaU) emissions which represent plausible emissions in providing the same outputs or service level of the proposed JCM project in the host country.
- This approach will ensure a net decrease and/or avoidance of GHG emissions.



## Crediting Threshold

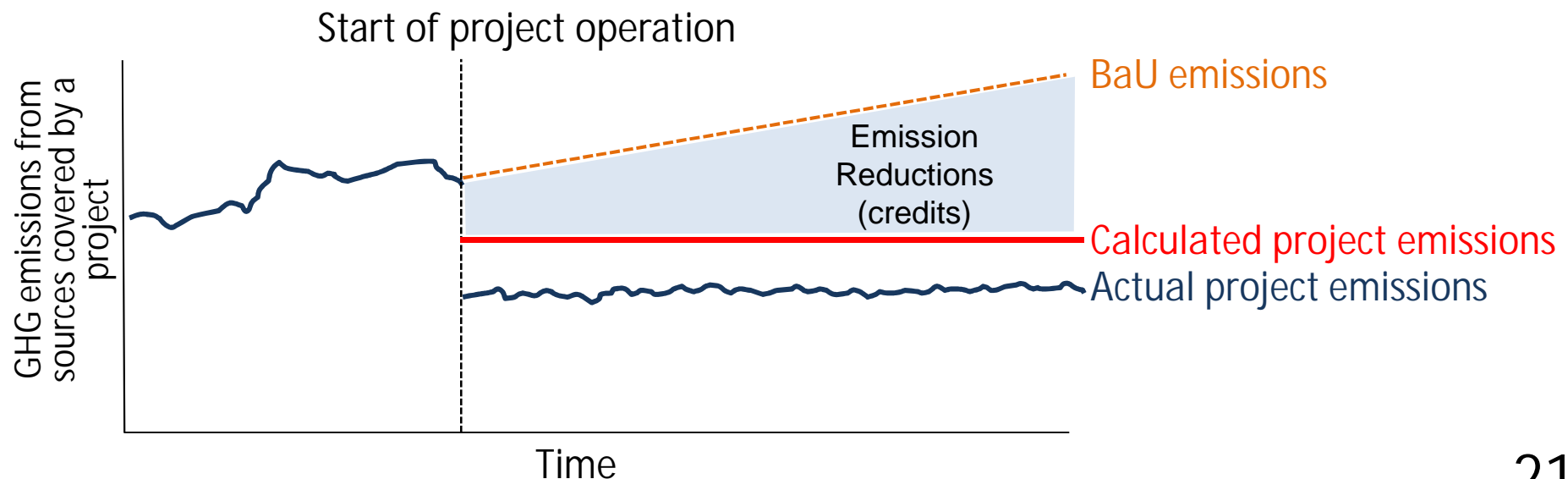
(Subject to further consideration and discussion with host countries)

- Reference emissions are calculated by multiplying a “crediting threshold” which is typically expressed as GHG emissions per unit of output with total outputs.
- A crediting threshold should be established ex ante in the methodology applicable for the same project type in the host country. It should also be established conservatively in order to calculate reference emissions below BaU emissions.
- This standardized approach will greatly reduce the burden of analyzing many hypothetical scenarios for demonstrating additionality of the proposed project such as under the CDM, while increasing transparency for calculating GHG emission reductions.

## Addendum: ways to realize net reduction

(Subject to further consideration and discussion with host countries)

- A net decrease and/or avoidance of GHG emissions can be realized in alternative way, instead of calculating the reference emissions below BaU emissions.
- Using conservative default values in parameters to calculate project emissions instead of measuring actual values will lead calculated project emissions larger than actual project emissions.
- This approach will also ensure a net decrease and/or avoidance of GHG emissions, as well as reduce burdens of monitoring.



# JCM Methodology

## ■ Key Features of the JCM methodology

- The JCM methodologies are designed in such a way that project participants can use them easily and verifiers can verify the data easily.
- In order to reduce monitoring burden, default values are widely used in a conservative manner.
- Eligibility criteria clearly defined in the methodology can reduce the risks of rejection of the projects proposed by project participants.

|                      |  |
|----------------------|--|
| Eligibility criteria | <ul style="list-style-type: none"><li>• A “check list” will allow easy determination of eligibility of a proposed project under the JCM and applicability of JCM methodologies to the project.</li></ul>   |
| Data (parameter)     | <ul style="list-style-type: none"><li>• List of parameters will allow project participants to determine what data is necessary to calculate GHG emission reductions/removals with JCM methodologies.</li><li>• Default values for specific country and sector are provided beforehand.</li></ul> |
| Calculation          | <ul style="list-style-type: none"><li>• Premade spreadsheets will allow GHG emission reductions/removals to be calculated automatically by inputting relevant values for parameters, in accordance with methodologies.</li></ul>   |

## Basic concept of Eligibility criteria in JCM methodology

(Subject to further consideration and discussion with host countries)

The eligibility criteria in each JCM methodology is established, in order to reduce emissions by:

- accelerating the deployment of low carbon technologies, products and services, which will contribute to achieving net emission reductions;
- facilitating the nationally appropriate mitigation actions (NAMAs) in host countries.



1. Both Governments determine what technologies, products, etc should be included in the eligibility criteria through the approval process of the JCM methodologies by the Joint Committee.
2. Project participants can use the list of approved JCM methodologies when applying for the JCM project registration.

## Eligibility Criteria of the JCM

(Subject to further consideration and discussion with host countries)

- Eligibility criteria in JCM methodologies contain the following:
  1. The requirements for the project to be registered as a JCM project. <Basis for the assessment of validation and registration of a proposed project>
  2. The requirements for the project to be able to apply the JCM methodology. <same as “applicability condition of the methodology” under the CDM>
- Examples of eligibility criteria 1.
  - Introduction of xx (products/technologies) whose design efficiency is above xx (e.g. output/kWh) <Benchmark Approach>
  - Introduction of xx (specific high efficient products/technologies, such as air conditioner with inverter, electric vehicles, or PV combined with battery) <Positive List Approach>
- Examples of eligibility criteria 2.
  - Existence of historical data for x year(s)
  - Electricity generation by xx (e.g. PV, wind turbine) connected to the grid
  - Retrofit of the existing boiler

# Overview of JCM Methodology, Monitoring Plan and Monitoring Report

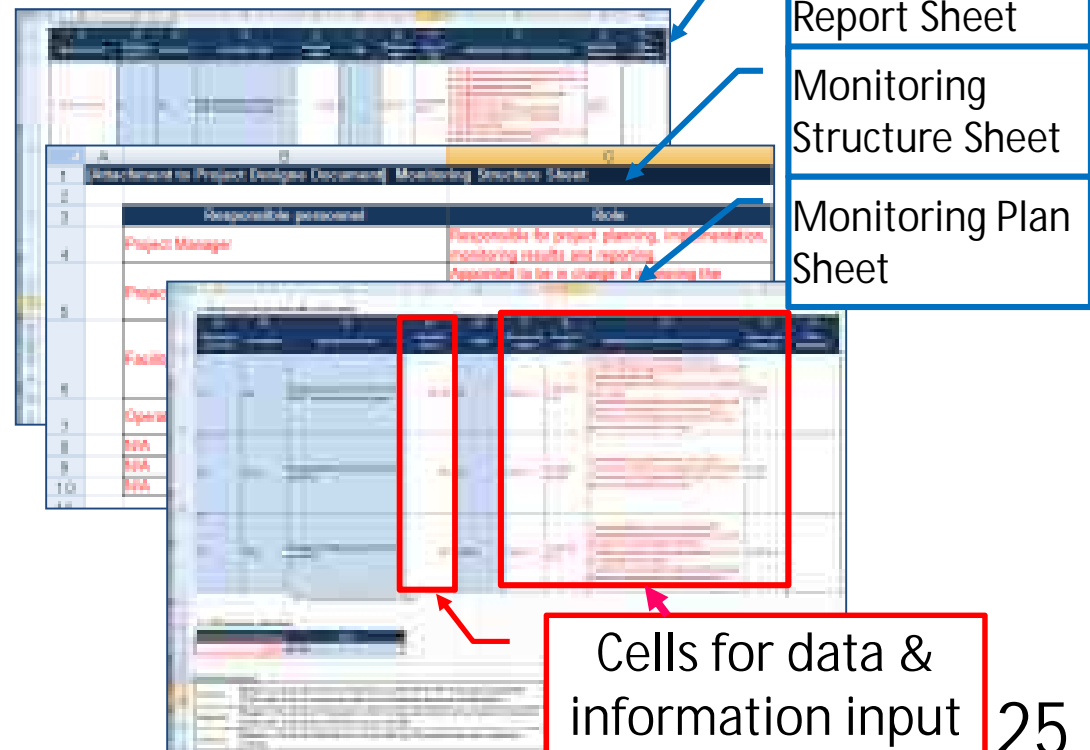
(Subject to further consideration and discussion with host countries)

- JCM methodology consists of the followings.
  - Approved Methodology Document
  - Monitoring Spreadsheet
    - Monitoring Plan Sheet (including Input Sheet & Calculation Process Sheet)
    - Monitoring Structure Sheet
    - Monitoring Report Sheet (including Input Sheet & Calculation Process Sheet)

## Approved Methodology Document



## Monitoring Spreadsheet



Monitoring Report Sheet

Monitoring Structure Sheet

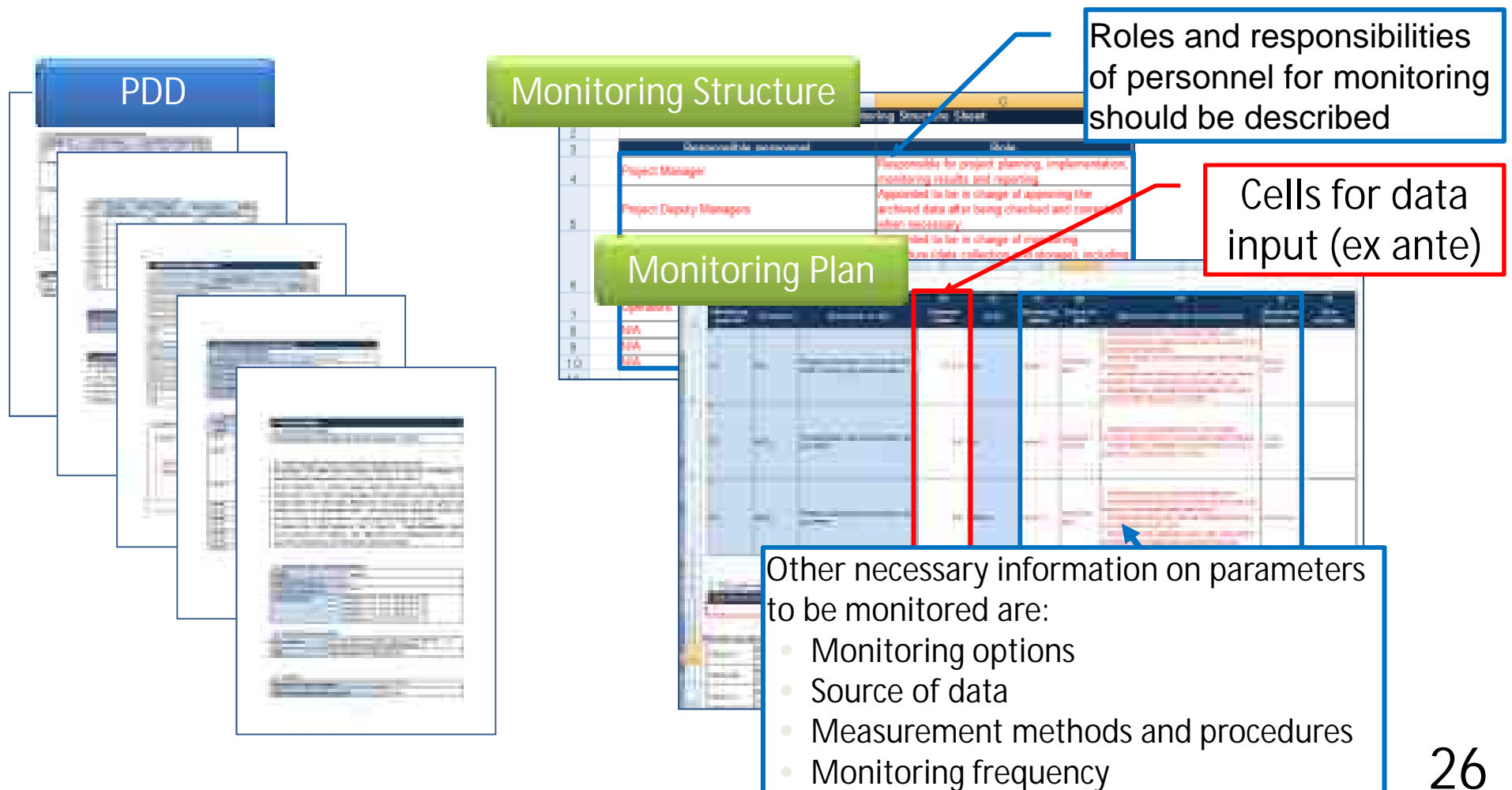
Monitoring Plan Sheet

Cells for data & information input

# PDD and Monitoring Plan

(Subject to further consideration and discussion with host countries)

- Developing a Project Design Document (PDD) and a Monitoring Plan
  - A PDD form should be filled in with information of the proposed project.
  - A Monitoring Plan consists of Monitoring Plan Sheet and Monitoring Structure Sheet, and it should be filled in as well.



# Possible Contents of the JCM PDD

## **A. Project description**

(Subject to further consideration and discussion with host countries)

- A.1. Title of the JCM project
- A.2. General description of project and applied technologies and/or measures
- A.3. Location of project, including coordinates
- A.4. Name of project participants
- A.5. Duration
- A.6. Contribution from developed countries

## **B. Application of an approved JCM methodology(ies)**

- B.1. Selection of JCM methodology(ies)
- B.2. Explanation of how the project meets eligibility criteria of the approved methodology

## **C. Calculation of emission reductions**

- C.1. All emission sources and their associated greenhouse gases relevant to the JCM project
- C.2. Figure of all emission sources and monitoring points relevant to the JCM project
- C.3. Estimated emissions reductions in each year

## **D. Environmental impact assessment**

## **E. Local Stakeholder consultation**

- E.1. Solicitation of comments from local stakeholders
- E.2. Summary of comments received and their consideration

## **F. References**

## **Annex**

Approved Methodology Spreadsheet consists of Monitoring Plan Sheet, Monitoring Structure Sheet and Monitoring Report Sheet, and it shall be attached to the PDD.

# Monitoring Report

(Subject to further consideration and discussion with host countries)

## ■ Making a Monitoring Report

- A Monitoring Report should be made by filling cells for data input (ex post) in the Monitoring Report Sheet with monitored values.
- Project participants prepare supporting documents which include evidence for stated values in the cells for data input.

The image shows a screenshot of a 'Monitoring Report' sheet. A green header bar at the top left contains the text 'Monitoring Report'. The main area is a grid with several columns and rows. A red box on the left side highlights a column, with an arrow pointing to it from a red-bordered box containing the text 'Monitoring period'. A red box at the top right highlights a column, with an arrow pointing to it from a red-bordered box containing the text 'Cells for data input (ex post)'. A blue box at the bottom right highlights a large section of the grid, with an arrow pointing to it from a blue-bordered box containing the text 'Other necessary information on monitored parameters are to be filled in:'. Below this text is a bulleted list: 'Monitoring options', 'Source of data', 'Measurement methods and procedures', and 'Monitoring frequency'. The grid itself contains various data points, some of which are highlighted in red and blue.

Monitoring Report

Monitoring period

Cells for data input (ex post)

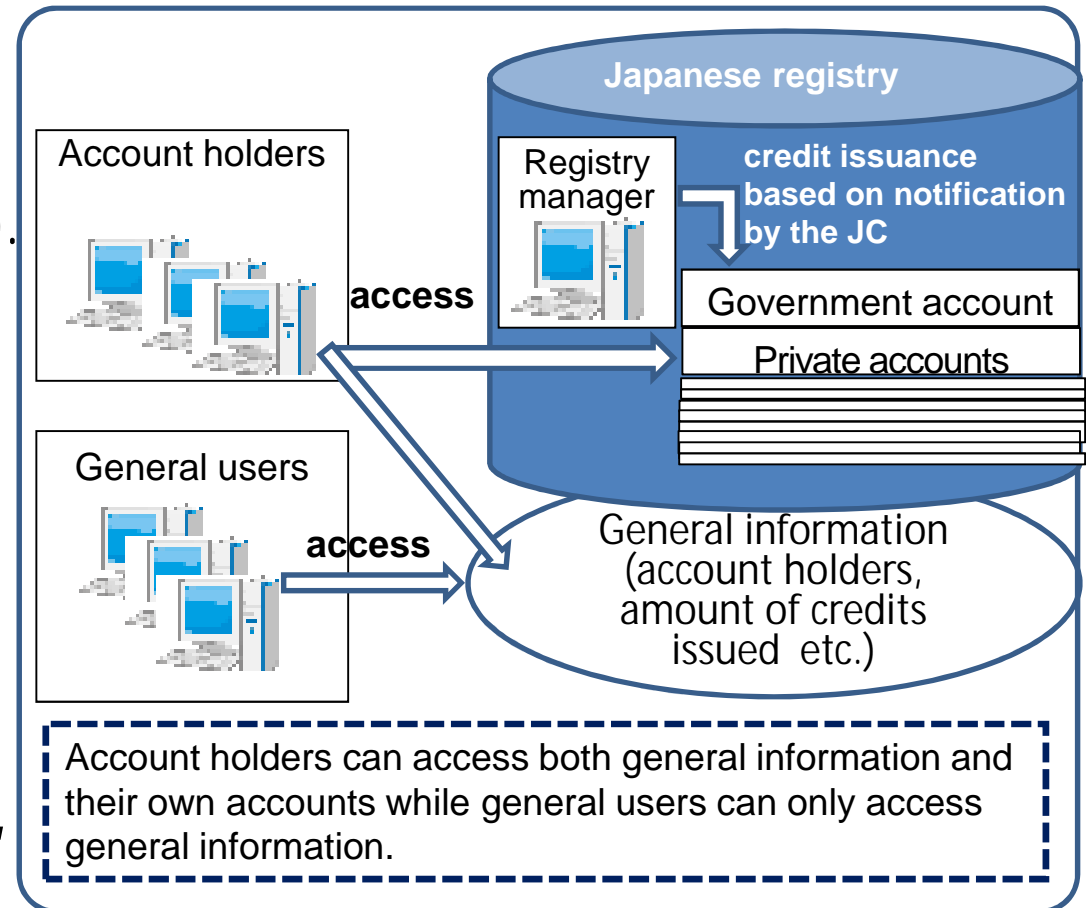
Other necessary information on monitored parameters are to be filled in:

- Monitoring options
- Source of data
- Measurement methods and procedures
- Monitoring frequency

# JCM Registry

## Establishment & operation

- A registry will be established by each side (RoI (draft) para13 (b)).
- The registries need to share "Common specifications", e.g.,
  - functions (e.g. issuance, retirement, holding, cancelation of credits)
  - account type (e.g. holding account, government holding account, cancellation account, and retirement account)
  - rules of serial number of the credit
  - information sharing
- Japan plans to establish its registry and start operation in FY 2015.
- The host countries will also establish their own registry.



# JCM Website

## Contents

- General information page
- Individual JCM Partner countries-  
Japan page

## Function

- **Information sharing** to the public, e.g.,
  - the JC decisions,
  - rules and guidelines,
  - methodologies,
  - projects,
  - call for public inputs/comments,
  - status of TPEs, etc.
- **Internal information sharing** for the JC members, e.g.,
  - File sharing for electric decisions by the JC



Image of the general information page <URL: <https://www.jcm.go.jp/>>



Image of the individual JCM Partner countries-Japan page

## References

- ◆ JCM Demonstration Projects and JCM Model Projects
- ◆ Feasibility Studies
- ◆ Capacity Building

# JCM Promotion Scheme by METI

## JCM Demonstration Projects

JCM Demonstration Projects are implemented by NEDO (New Energy and Industrial Technology Development Organization), which supports the project costs necessary to verify the amount of GHG emission reduction in line with JCM rules and guidelines.

**The budget for FY 2015: 3billion JPY (approximately \$30million)**

Coverage of project cost: Cost of the JCM Demonstration Projects necessary for MRV

e.g. Cost of design, machines, materials, labor, travel, etc.

Eligibility for the JCM Demonstration Projects:

- Concrete Projects to demonstrate the effectiveness of leading Japanese technologies and/or products installed and operated in the projects, and the amount of their GHG emission reduction with MRV methodology by actual operation
- Project Participants consist of entities from both countries, only the Japanese entities can apply for the JCM Demonstration projects. The projects shall be completed within 3 years.

## JCM Feasibility Study (FS)

**Budget will be fixed after approval by the Parliament**

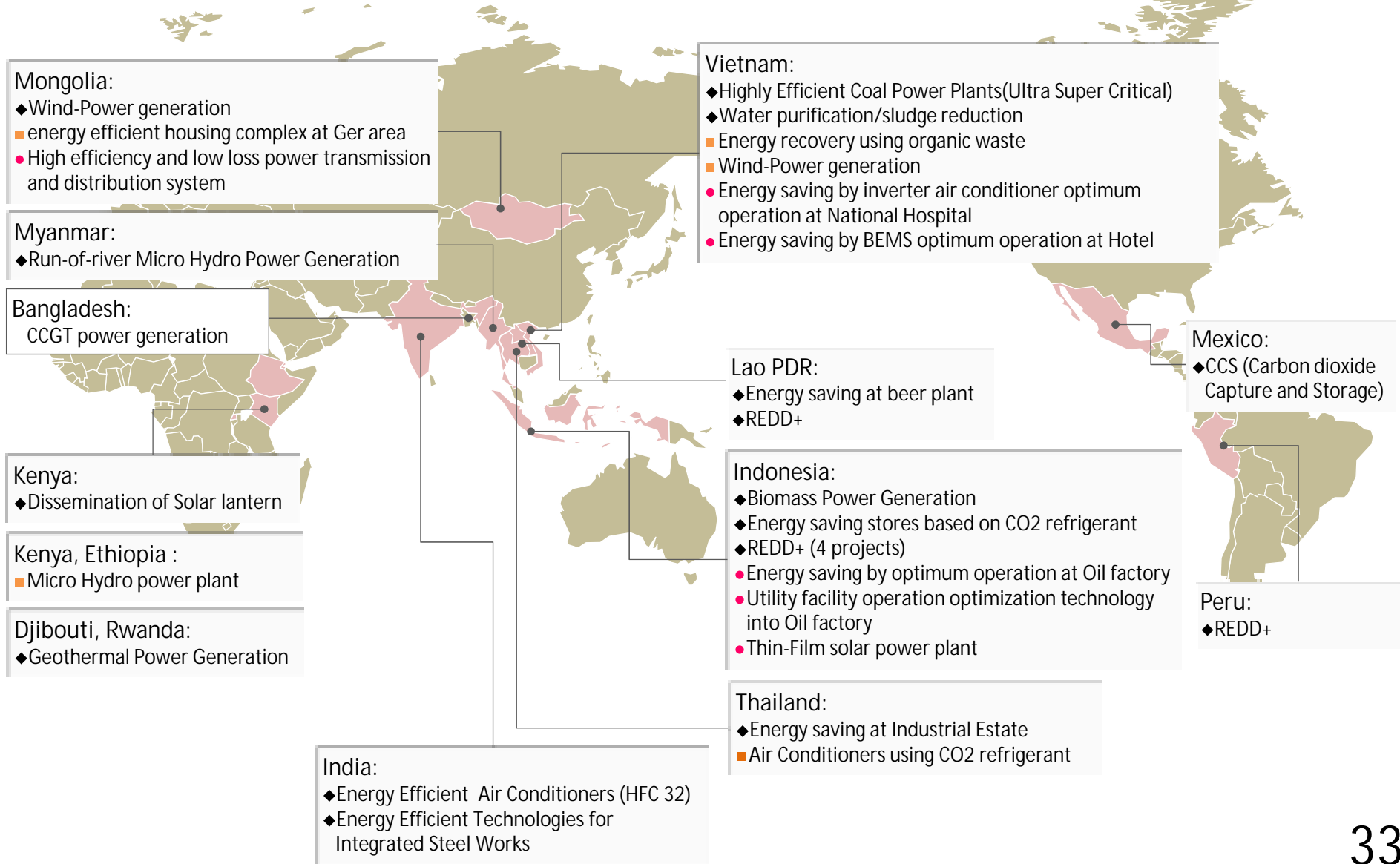
The study to promote potential JCM projects and to survey their feasibility as well as to check the practicality of the MRV methodology.

## Capacity Building Programmes

Variety of capacity building activities to increase technical experts (e.g., Experts on measuring amount of emission reductions by introducing low carbon technologies and products in the host country.)

JCM Feasibility Studies, MRV Applicability Verification Studies and Demonstration Projects by METI & NEDO in FY2013

- ◆→ METI's FSs for Policy Recommendation
- NEDO's FSs for Project Exploration /Development
- NEDO's MRV Applicability Verification Study
- NEDO's Demonstration Projects



# JCM Feasibility Studies, MRV Applicability Verification Studies and Demonstration Projects by METI & NEDO in FY2014

- ◆ → METI's FSs for Policy Recommendation
- → NEDO's FSs for Project Exploration /Development
- NEDO's MRV Applicability Verification Studies
- → NEDO's Demonstration Projects

NEDO's FSs and Demonstration Projects for FY2014 are in screening process

**Mongolia:**  
 ● High efficiency and low loss power transmission and distribution system (since FY2013)  
 ■ FA utilization for Cement manufacture process

**Bangladesh:**  
 CCGT power generation (since FY2013)

**Saudi Arabia:**  
 ◆ Solar power generation and gas-fired combined power generation

**Cambodia:**  
 ◆ Energy efficiency LED street light  
 ■ Hybrid(solar+diesel) power generation in SEZ(Special Economic Zone)

**Mexico:**  
 ◆ Energy efficiency technology in commerce and industrial sector  
 ■ Geothermal power plant for IPPs  
 ■ Ion exchange membrane in caustic soda and chlorine production  
 ■ Energy efficiency beverage and food factory

**Myanmar:**  
 ■ Energy saving at supermarket

**Lao PDR:**  
 ◆ Energy efficiency container data center

**Costa Rica:**  
 ■ Mega Solar power generation

**Kenya:**  
 ◆ Geothermal power generation

**Malaysia:**  
 ■ Woody biomass power generation

**Vietnam:**  
 ◆ Energy efficiency technologies for steel industry  
 ◆ Low carbon technology application for eco-city  
 ◆ Energy efficiency operation for ships  
 ■ Installing LED lighting into Fishing vessel  
 ■ Energy efficient paper making process  
 ● Energy saving by inverter air conditioner optimum operation at National Hospital (since FY2013)  
 ● Energy saving by BEMS optimum operation at Hotel (since FY2013)  
 Ecological convenience store

**Chile:**  
 ◆ Energy efficiency power generation  
 ■ Rooftop solar power generation

**Ethiopia, Kenya:**  
 ◆ Mega-solar power generation and Hydro power generation  
 ■ Rural electrification without power grid

**Maldives:**  
 ◆ Medium-size wind power generation

**Ethiopia:**  
 ■ Bioethanol from molasses

**Indonesia:**  
 ◆ Energy efficiency for mobile communication system     Low carbon waste treatment  
 ◆ LNG supply chain development and energy conversion     REDD+ (6 projects)  
 ■ Energy saving by operation at material factory  
 ■ Energy efficiency at data center     CCS  
 ● Energy saving by optimum operation at Oil factory (since FY2013)  
 ● Utility facility operation optimization technology into Oil factory (since FY2013)  
 ● Thin-Film solar power plant (since FY2013)

**Thailand:**  
 ◆ Energy efficiency technologies for steel industry  
 ◆ Bio-coke  
 ■ High efficiency small boiler

# Capacity Building Programmes & Feasibility Studies by MOE

## Capacity Building Programmes

### Region

Asia, Africa, Latin America, and Small Island countries

### Scope

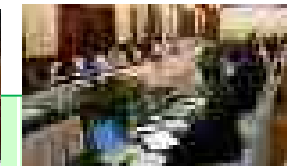
Facilitating understanding on the JCM rules and guidelines, enhancing capacities for implementing MRV

### Activities

Consultations, workshops, seminars, training courses and study tours, etc.

### Target

Government officials, private sectors, candidate for validation & verification entities, local institutes and NGOs



## Feasibility Studies

### Objective

Elaborating investment plan on JCM projects, developing MRV methodologies and investigating feasibility on potential JCM projects,

### Type of studies

#### JCM Project Planning Study (PS)

To develop a JCM Project in the next fiscal year

#### JCM Feasibility Study (FS)

To survey feasibility of potential JCM projects

#### Large Scale JCM Feasibility Study

To survey feasibility of potential large scale JCM projects including city level cooperation

### Reports

Available at GEC (Global Environment Centre Foundation) website <URL: <http://gec.jp>>



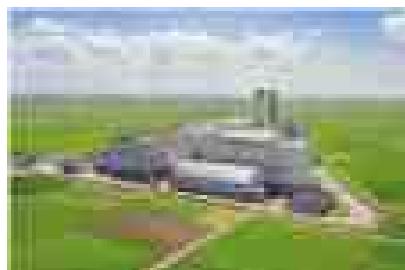
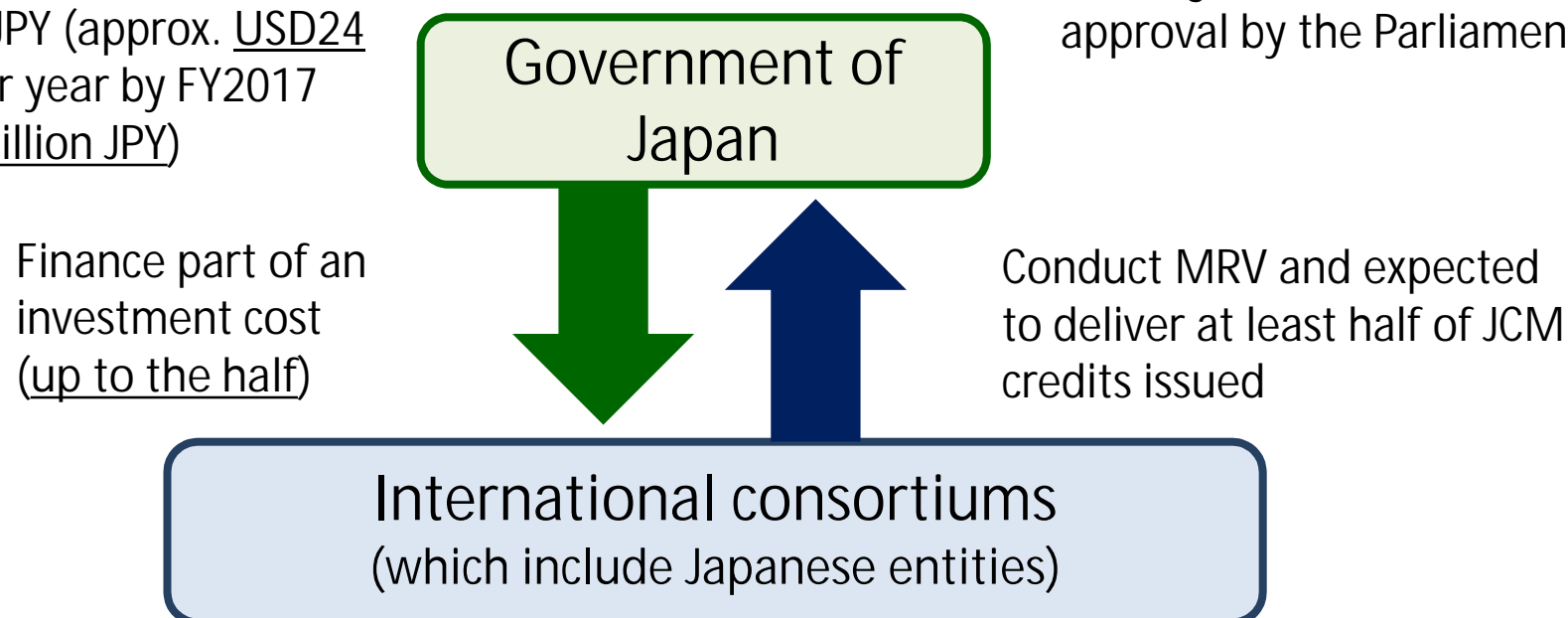
## Outreach

**New Mechanisms Information Platform** website provides the latest information on the JCM <URL: <http://www.mmechanisms.org/e/index.html>>

## Financing Programme for JCM Model Projects by MOE

The draft budget for FY 2015  
2.4 billion JPY (approx. USD24 million) per year by FY2017  
(total 7.2 billion JPY)

Budget will be fixed after  
approval by the Parliament



- Scope of the financing: facilities, equipment, vehicles, etc. which reduce CO<sub>2</sub> from fossil fuel combustion as well as construction cost for installing those facilities, etc.
- Eligible Projects : starting installation after the adoption of the financing and finishing installation within three years.

# Support Program Enabling "Leapfrog" Development (Finance/ADB) by MOE

Financial support for expansion of low-carbon technologies

**Draft Budget for FY 2015(Budget for FY2014)**

1.8 billion JPY (approx. USD18 million) per year by FY2018 (total 7.2 billion JPY) (4.2 billion JPY)

## Scheme

To finance the projects which have the better efficiency of reducing GHG emission in collaboration with other projects supported by JICA and other governmental-affiliated financial institute.

## Purpose

To expand superior and advanced low-carbon technologies for building the low carbon society as the whole city wise and area wise in the wider fields, and to acquire credits by the JCM.

ADB Trust Fund

**Draft Budget for FY 2015(Budget for FY2014)**

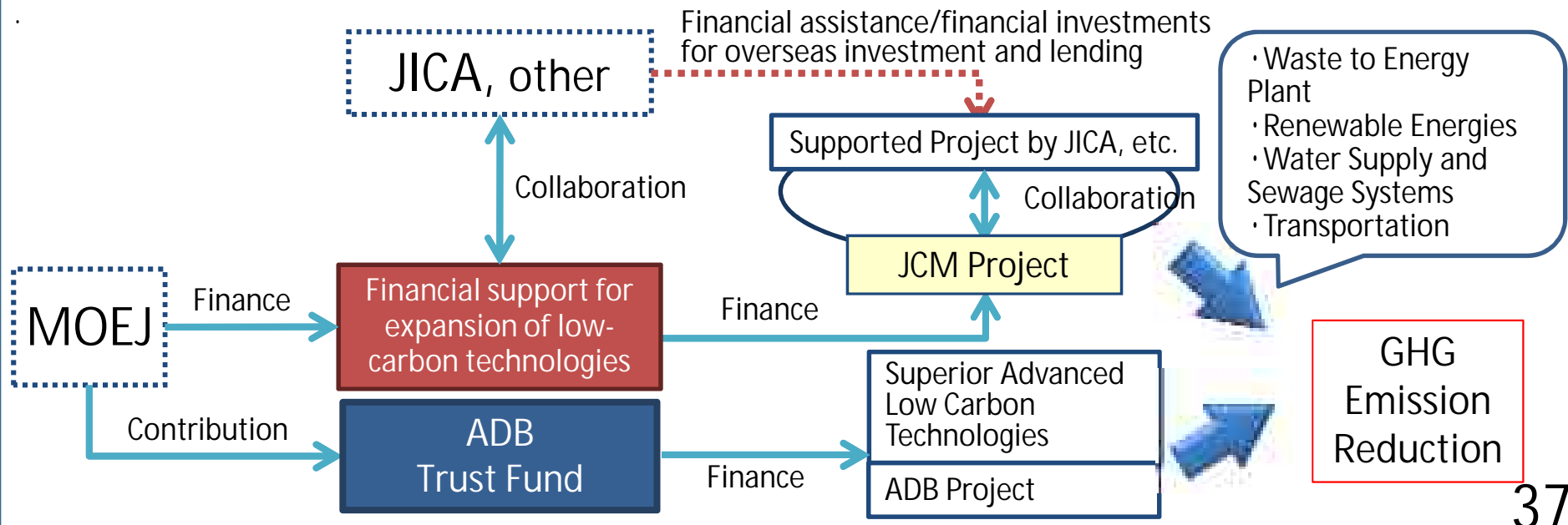
1.8 billion JPY (approx. USD18 million)(1.8 billion JPY)

## Scheme

To provide the financial incentives for the adoption of the advanced low-carbon technologies which are superior in GHG emission reduction but expensive in ADB- financed projects.

## Purpose

To develop ADB projects as the "Leapfrog" developments by the advanced technologies and to show the effectiveness of the JCM scheme by the acquisition of credits of the JCM.



# JCM Financing programs in 2013 and 2014 by MOEJ

## Mongolia:

**Upgrading and Installation of Centralized Control System of High-Efficiency Heat Only Boiler (HOB)**

## Viet Nam:

**Anaerobic Digestion of Organic Waste for Biogas Utilization at Market**  
**Eco-driving with the Use of Digital Tachographs**  
**Introduction of amorphous high efficiency transformers in power distribution systems**

## Bangladesh:

**Energy Saving for Air Conditioning & Facility Cooling by High Efficiency Centrifugal Chiller (Suburbs of Dhaka)**

## Palau:

**Small-Scale Solar Power Plant for Commercial Facilities in Island States Project**  
**Small-Scale Solar Power Plants for Commercial Facilities Project II**  
**Solar PV System for Schools Project**

## Kenya:

**Solar Diesel Abatement Projects**

## Indonesia:

**Energy Saving for Air-Conditioning and Process Cooling at Textile Factory (in Batang city)**  
**Energy Savings at Convenience Stores**  
**Energy Efficient Refrigerants to Cold Chain Industry**  
**Energy Saving by Double Bundle-Type Heat Pump at Beverage Plant**  
**Energy Saving for Air-Conditioning and Process Cooling at Textile Factory**  
**Power Generation by Waste Heat Recovery in Cement Industry**  
**Solar Power Hybrid System Installation to Existing Base Transceiver Stations in Off-grid Area**  
**Energy Saving through Introduction of Regenerative Burners to the Aluminum Holding Furnace of the Automotive Components Manufacturer**  
**Energy Saving for Textile Factory Facility Cooling by High Efficiency Centrifugal Chiller**  
**Introduction of high efficient Old Corrugated Cartons Process at Paper Factory**  
**Reducing GHG emission at textile factories by upgrading to air-saving loom**

## Maldives:

**Solar Power on Rooftop of School Building Project**  
**Smart Micro-Grid system for POISED Project in Addu Atoll**

## Malaysia:

**PV power generation and relevant monitoring system for the office building**

**Model project in FY 2013 (3 countries, 7 projects)**  
**Model project in FY 2014 (7 countries, 15 projects)**  
**ADB project in FY 2014(1 country, 1 project)**

# Overview of JCM Planning/Feasibility/REDD+ Studies in 2014 by MOEJ

## Mongolia:

**10MW-scale Solar Power Generation for Stable Power Supply**  
**Efficiency Improvement of Combined Heat and Power Plant by Thermal Insulation**

-- JCM Project Planning Study (PS)  
 -- JCM Feasibility Study (FS)  
 -- REDD+ Demonstration Study (REDD+)

## Bangladesh:

**Saving Energy through the installation of High efficiency Air Jet Loom in weaving field**  
**Waste Heat Recovery and Utilization in Textile and Garment Factories**

## Lao PDR:

**Biomass Utilization in Cement Kiln**  
**REDD+ in Luang Prabang Province**

## Sri Lanka:

**10MW-scale Biomass based Power Generation**

## Cambodia:

**Energy Saving by Efficiency Improvement of Water Treatment Plants of Phnom Penh Water Supply Authority**  
**REDD+ in Prey Long Area and Seima Area**

## Maldives:

**Installation of Solar PV and Storage Battery with Energy Management System (EMS)**

## Palau:

**Solar Power Generation System**

## Ethiopia:

**20MW-scale Geothermal Power Generation**

## Costa Rica:

**Promotion of Electric Vehicle for Taxi Usage**

## Kenya:

**Energy Saving by Micro Flush Toilet**

## Vietnam:

**Introduction of Energy-from-Waste Project in Ho Chi Minh City**  
**Saving Energy by introducing optimum pumps in water purification plant**  
**Energy Saving for Irrigation Facility by Introducing High-efficiency Pumps**  
**40MW-scale Hydro Power Generation in Lao Cai Province**  
**Recovery and Utilization of Biogas from Mixed-treatment of Waste and Septage**  
**Introduction of Co-generation System Using Bagasse in Sugar Factory**

## Myanmar:

**Introduction of Waste to Energy Plant in Yangon City**  
**Environment Improvement through Utilization of Biogas from POME Fermentation System**

## Indonesia:

**Installation of Combined Heat and Power System in Hotel**  
**Waste Heat Recovery and Electricity Generation in Flat Glass Production Plant**  
**Introduction of High Efficient Old Corrugated Cartons Process at Paper Factory**  
**3.7MW Run-of-river Hydro Power Generation in Sulawesi**  
**Improvement of REDD+ Implementation Using IC Technology**

# Large Scale JCM Feasibility Study in 2014 by MOEJ

## Selected Studies

1. The feasibility study to promote Low Carbon Technology application in India(Gujarat , Maharashtra ,Punjab )
2. Feasibility study on financing scheme development project for promoting energy efficiency equipment installation in Indonesia(Jakarta, Bali etc.)
3. Low Carbon City Planning Project in Surabaya, Indonesia(Surabaya City)
4. Feasibility Study on Eco-Lease Scheme for Low Carbon Vehicle towards Joint Crediting Mechanism Projects Expansion ( Indonesia National Level )
5. Collaboration on Project for Developing a Low Carbon Society under collaboration between Bandung city and Kawasaki city in Bandung, Indonesia(Bandung)
6. Study for Developing Environmentally and Culturally Sustainable Cities through the Joint Crediting Mechanism in Siem Reap(Angkor Park and Siem Reap city)
7. Study on the Accelerating Implementation of Bangkok Master Plan on Climate Change through the JCM(Bangkok)
8. Introduction of a recycling system for cars and parts in Thailand(Bangkok)
9. Strategic Promotion of Recovery and Destruction of Fluorocarbons ( Bangkok/Johor Bahru )
10. Demonstration Project on Installing an Evacuation Shelter with Renewable Energy as a "Low-Carbon/Resilient Model for Small Island Countries"(Palau etc.)
11. Feasibility study on comprehensive resource circulation system for low carbon society in Republic of Palau(Palau)
12. The feasibility study toward eco-island in cooperation between Kien Giang Province and Kobe City(Kien Giang Province)
13. Hai Phong Green Growth Action Plan Development in Association with Kitakyushu City ( Hai Phong City )
14. Ho Chi Minh City – Osaka City Cooperation Project for Developing Low Carbon City (Ho Chi Minh City)
15. Feasibility Study on a Large-Scale GHG Emissions-Reduction Project Development in the Iskandar Development Region, Malaysia(Iskandar Development Region)
16. Feasibility Study on Rice Husk Power Generation System for Low-carbon Communities in Ayeyarwady Region, Myanmar(Ayeyarwady)
17. Study for the development of JCM projects for comprehensive improvements in the power generation, transmission and distribution systems in Ulaanbaatar City and on the possibility of nationwide horizontal application of the same improvement model in Mongolia(Ulaanbaatar)
18. Feasibility study on a programme-type finance scheme for the JCM in Mongolia(Ulaanbaatar)
19. JCM Feasibility Studies of GHG Mitigation Projects Contributing to Low Carbon Old Capital based on City-to-City Cooperation between Vientiane and Kyoto("Vientiane")

