

Climate Forestation Projects

October 2010

Moriz Vohrer Chairman of the Technical Board at the CarbonFix Standard





Market Overview



EU ETS: 1.001 Mio tCOe

Kyoto-Market

- 2 000 registered projects
- 16 are forestry (0,1%)

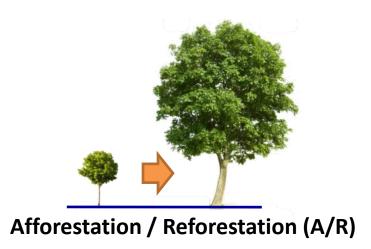


24% are forestry (~25 projects)



Type of Projects







Avoided Deforestation (REDD)

Reducing Emissions from Deforestation and Degradation



Improved Forest Management (IFM)

Process to get Carbon Credits







A/R Projects on the Market









CarbonFix is ...



... non-profit organisation registered in Stuttgart, Germany

... founded in 1999 to follow the UN process + advocate for A/R

... admitted by





... financed by donations & fees

... neither developing or certifying projects, nor buying or selling CO2

















A/R Projects on the Market





7 registered (3 certified, 4 pre-validated)
25 pipeline *



16 registered56 pipeline (many inactive)



1 registered - U.S.



1 registered 30 - 40 pipeline *



~10 registered - U.S.

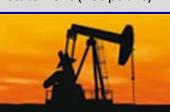
* own statement (not public)







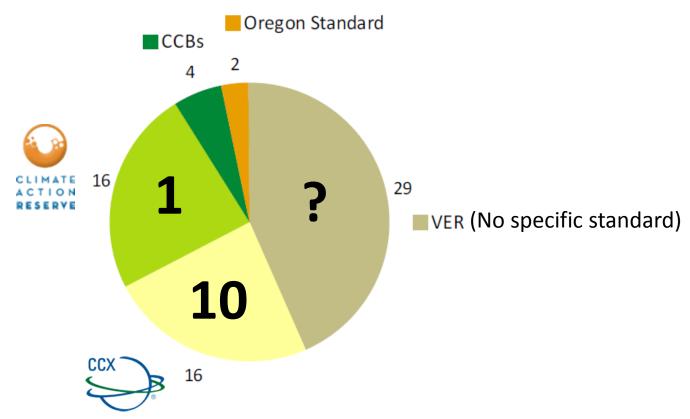




U.S. Forestry Projects by Standards



A/R



September 2010 Source: Project Database ONF



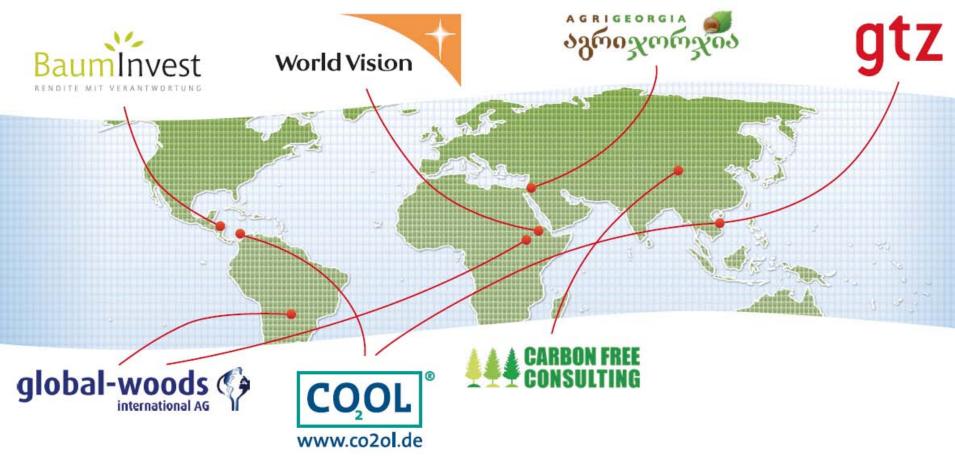






Applied by over 30 Projects















Where are A/R projects?



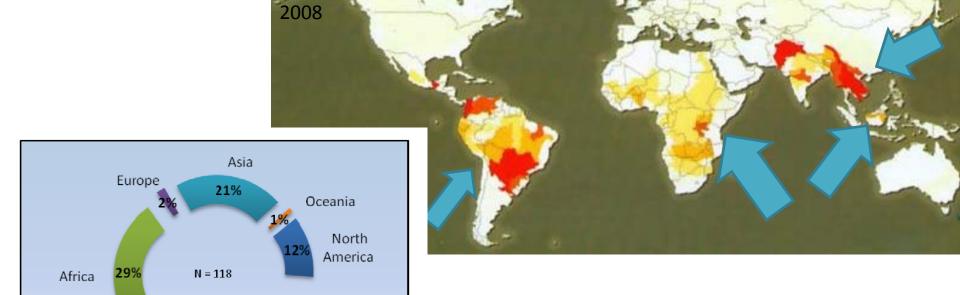


Figure 2: Location of A/R projects

August 2010 CarbonPositive Market report



South America



~ 40 projects





Type of Standards



Kyoto



Voluntary









No credits!

Add-On





No credits!











Cap&Trade in North America (🗳)



	California Assembly Bill 32	RGGI	wcı	MGGRA	ACESA (H.R. 2454)	CEJAPA (S.1733)	APA
Afforestation/							
Reforestation							
Conservation/							
Preservation				ped			
Improved				yet defined			
Forest				t de			
Management				: ye			

Which Standards: still uncertain

September 2010 Source: ONF, US Carbon Markets











CarbonFix Standard



... launched CarbonFix Standard v1.0 in December 2007

... to simplify UN standard





- simplified methodology
- easy understandable criteria
- clear structure
- → 400 vs 40 pages

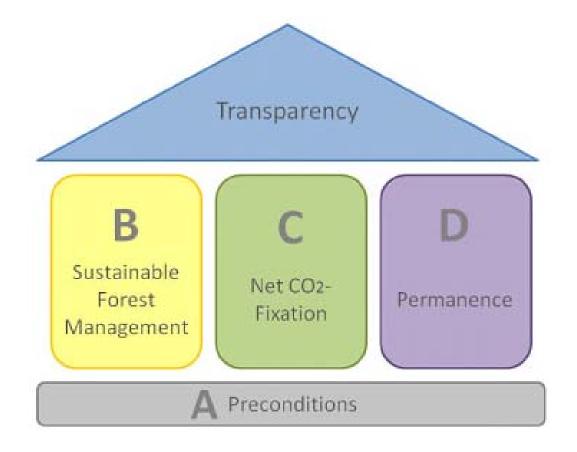
... 3 public reviews - Now Version 3.1

... developed & supported by over 60 organisations



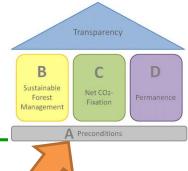
Structure of the CarbonFix Standard







A. Preconditions



Eligibility land

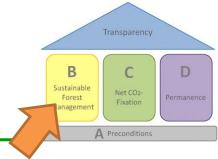
- ✓ 10 years 'no forest' OR Evidence on 'no relation'
- ✓ No wetlands
- ✓ No land endangering food security

Additionality

✓ Projects can only be implemented due to the additional money earned from the sale of credits



B. Sustainable Forest Management

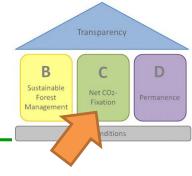


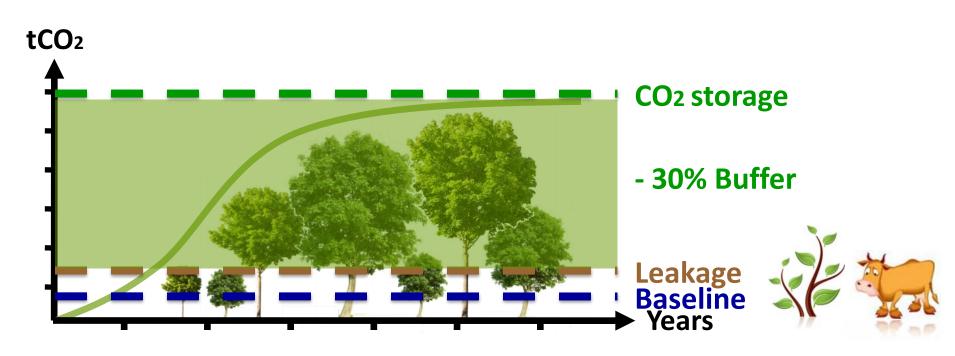
Ecological & Social Co-benefits

- ✓ Protection of rare species
- ✓ Habitat connectivity
- Minimized use of chemicals
- ✓ Stakeholder involvement
- Employment contracts
- ✓ No child-labor



C. Net CO₂-Fixation

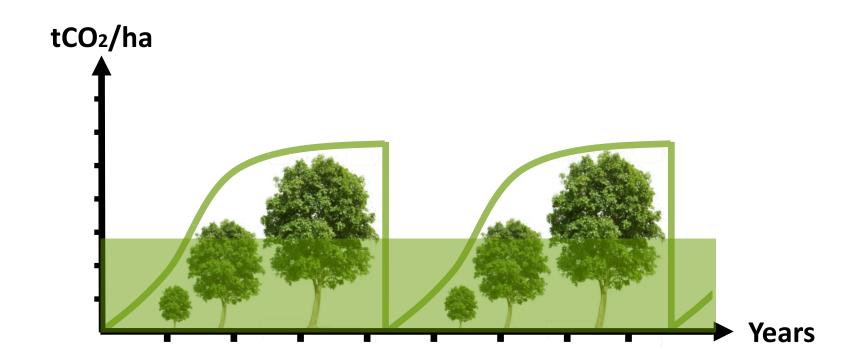






C. Net CO₂-Fixation







Simplified Methodology?



Emissions from burning the biomass of the Baseline =



$$E_{BiomassBurn,t} = A_S * B_{AB,shrub} (1 - f_{BL,Shrub}) * CF_{shrub} * 16/12 * ER_{CH 4} * GWP_{CH 4}$$



Emissions of Baseline burned = Baseline * 10%



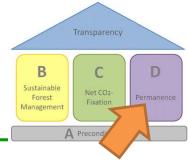








D. Permanence



Minimize Risks

- Animals (insects, animals, ...)
- Fire (human made, natural)
- Diseases (bacteria, viruses ...)
- Encroachment of people
- Land tenure
- Mismanagement

Tree species, Protection

Prevention, Protection

Mixed tree species

Stakeholder involvement

Clear long-term agreements

Management Plan, Certifications

+ Buffer (Insurance)



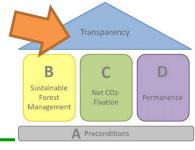


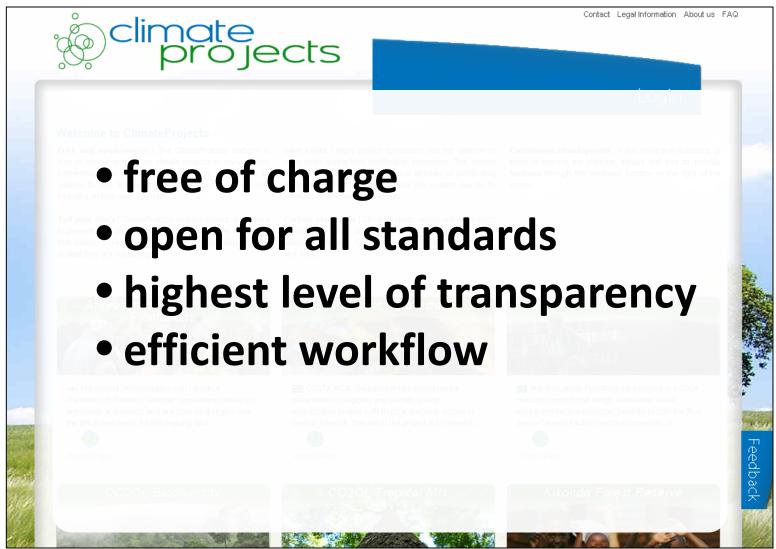




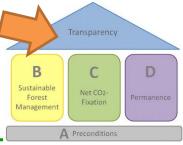


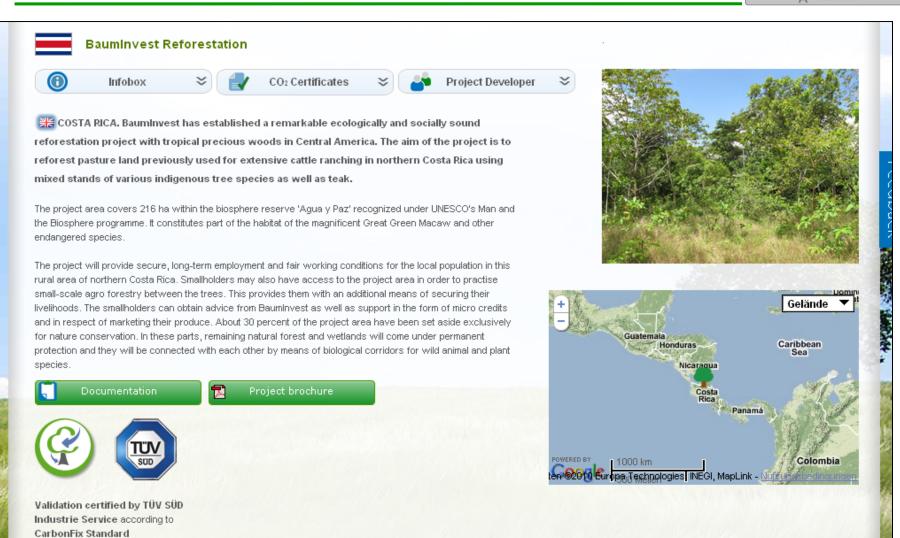
Transparency





Transparency





Efficient Workflow





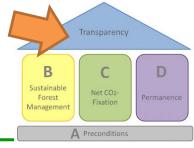


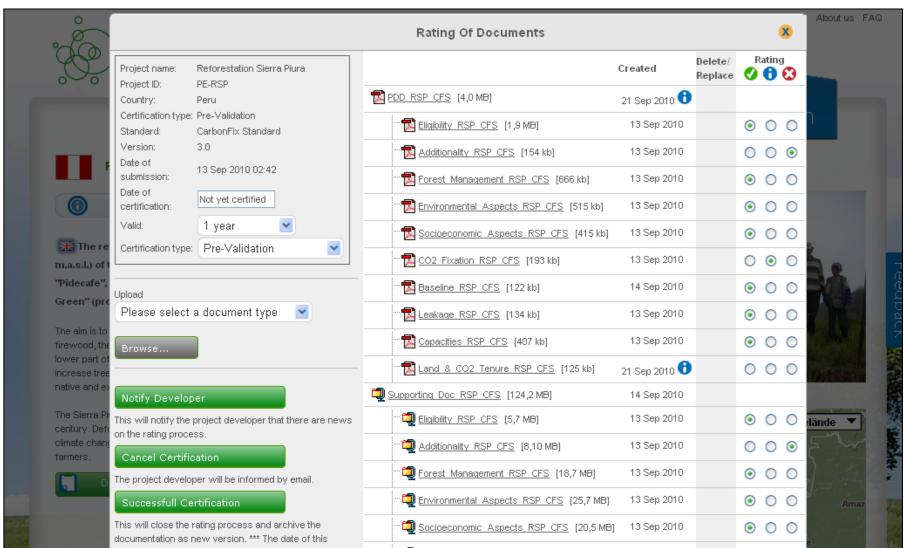






Efficient Workflow

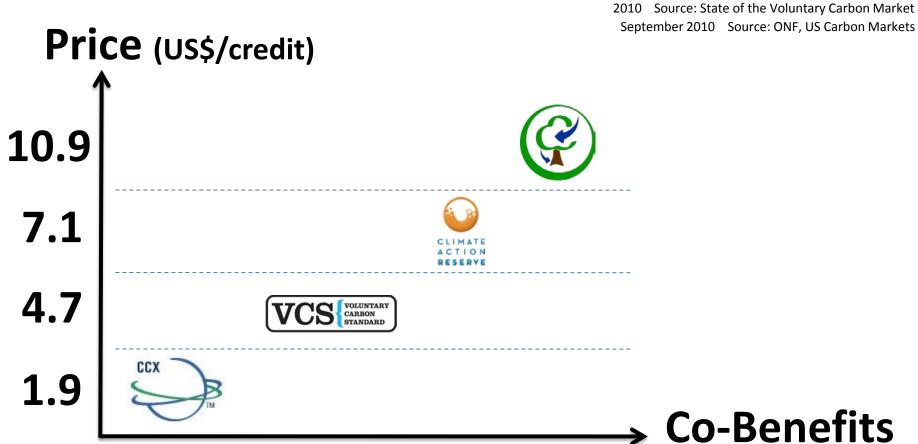






Co-Benefits drive Prices

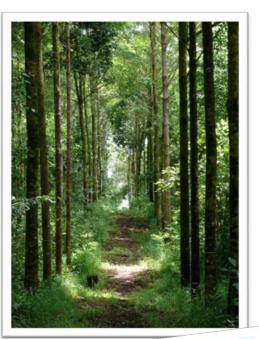






Tell the Project's Story









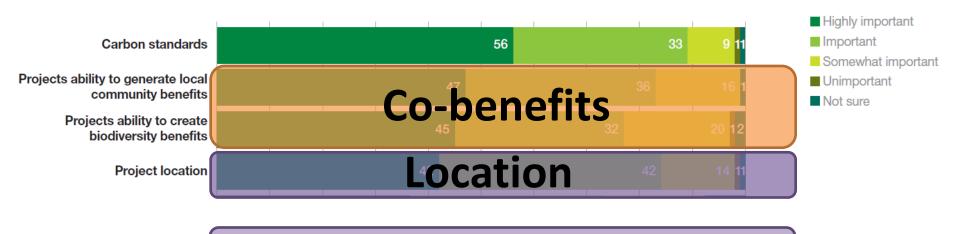




What U.S. buyers like



73% of corporates find A/R credits positive/very positive



79% desire close location of the project

2010 Source: Forest Carbon Offsetting Report September 2010 Source: ONF, US Carbon Markets





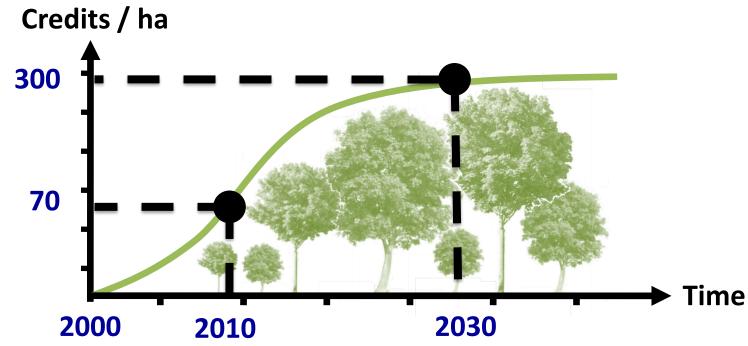






Ex-post vs Ex-ante





- Slower growing tree species
- Mixed stands









How much is Carbon worth?









300 credits/ha 150 credits/ha

x 10us\$ ≈ 1500 us\$/ha



x 2us\$ ≈ 300 us\$/ha











Differences of Standards





- Practicability
- Ex-ante credits
- Integral approach



- Focus on U.S.
- Minor co-benefits



- No co-benefits
- Ex-post credits
- UN methodologies



- Low prices
- Weak additionality





Carbon Footprint





32 kgCO₂

1 Night







4 kgCO₂

1 Plate

250 gCO₂ 2 Tabs



CarbonNeutral costs

@ 10 US\$ per credit





32 US\$ cent

1 Night

2.5 US\$ cent 10 Rolls





4 US\$ cent

1 Plate

0.25 US\$ cent 2 Tabs



CarbonNeutral costs

@ 10 US\$ per credit





+ 1%







Innovation in the Carbon Market

























Forestry & Carbon





Information



In the back of this room

www.CarbonFix.info



