

Avoided Deforestation Partners: *Approach and Objectives*

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**Center for
International Policy**

*Promoting a foreign policy based on cooperation,
demilitarization and respect for human rights*



“Forests offer the single largest opportunity for cost-effective and immediate reduction of carbon emissions.” *Nicholas Stern 2006*



GLOBAL WARMING

In order to constrain average temperature increases to 2°C by 2030, at a cost of less than \$80 per tonne of CO₂,**35% of the required offsets would have to originate from forests, predominantly in the developing world.**

McKinsey Report, 2007



AVOIDED
DEFORESTATION
PARTNERS.org

Market driven solutions for saving forests

MISSION

Recognizing that climate change is the defining issue of our time and that forestry currently represent the largest potential source for cost-effective carbon emissions reductions, Avoided Deforestation Partners works to harness market forces toward halting tropical deforestation through innovative public and private sector partnerships. The future of the world's forests will ultimately be decided by land-use decisions. Accordingly, our goal is to advocate practical policy solutions for carbon finance that maximize both global and national benefits while improving the lives of indigenous communities on the ground.

[www. AD Parnters.org](http://www.ADPartners.org)

Avoided Deforestation Partners

our organization is..

- A platform for research and debate founded by leaders in carbon policy, finance, forestry, and conservation in May 2007.
- Support international efforts to halt tropical deforestation.
- We promote the adoption of a policy framework that creates robust and efficient mechanisms that motivate investments to avoid further deforestation.
- We seek to develop, facilitate and test policy solutions that endorse practical policy concepts that will trigger investments into projects that stop deforestation.

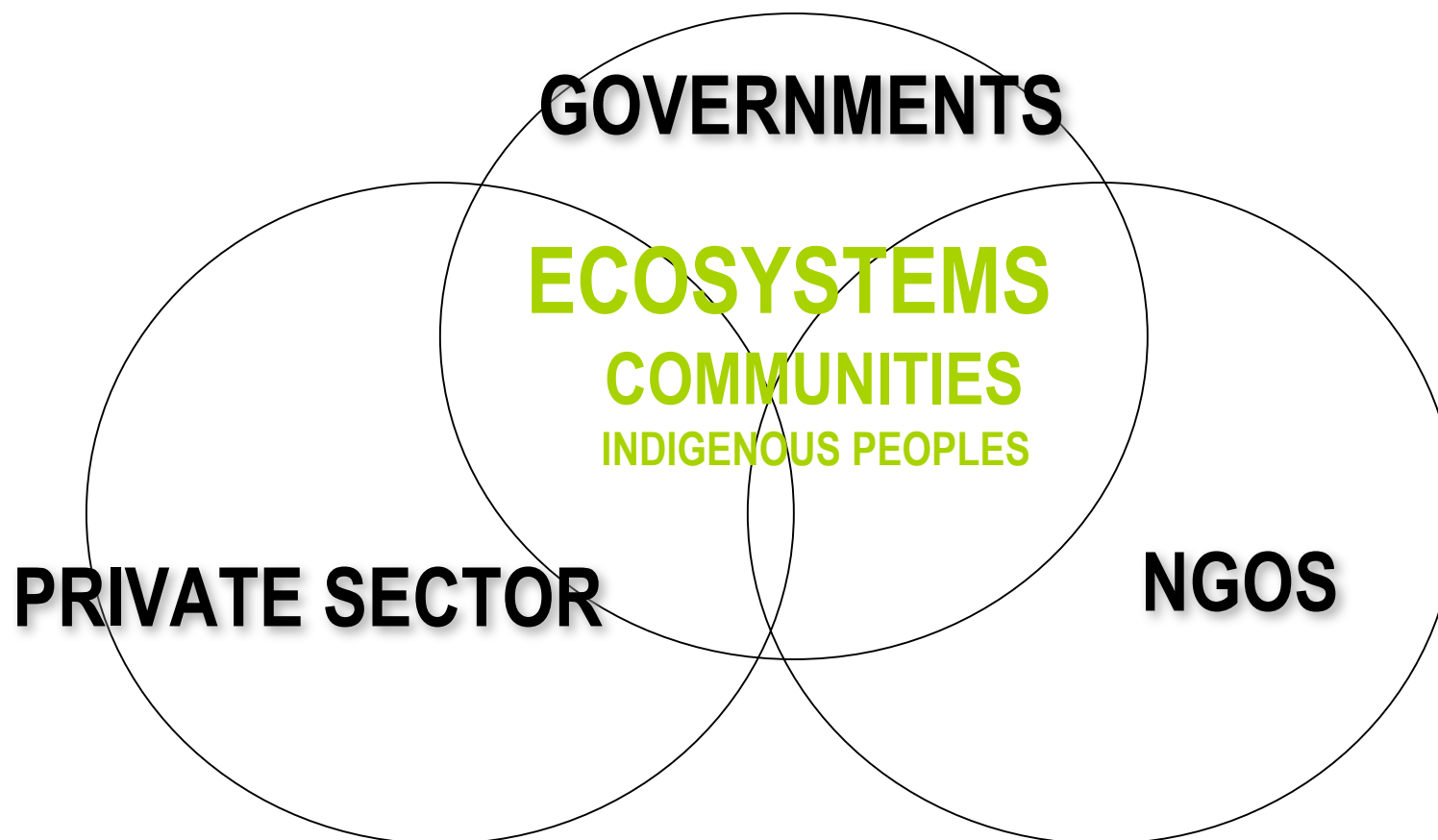
Avoided Deforestation Partners

we achieve these goals by...

1. **Commission research and organize workshops.**
2. **Connect the *public, private and social sectors* by acting as a clearinghouse for ideas behind proposed AD policies.**
3. **Participate in existing policy forums** that seek involvement of local, regional, national and international players from all sectors of society to reduce deforestation and land degradation.
4. **Publicize the issue of deforestation policy** and the global carbon market through articles in the mainstream press.
5. **Create a network of people around the world who are involved in and care about reducing the deforestation of the world's tropical forests.**

AVOIDED DEFORESTATION PARTNERS

REDD is too important...*



MITIGATING RISK / MAXIMIZING SUCCESS

**Reducing emissions from deforestation and degradation*

RESPECTING INDIGENOUS PEOPLES

...and the local communities

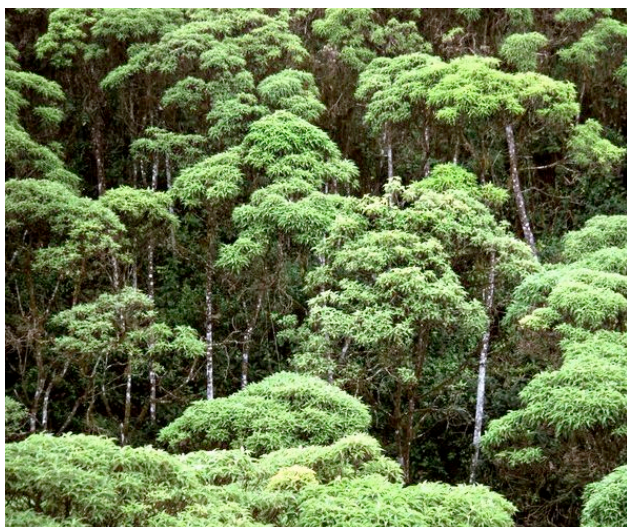
Policy discussions must engage and integrate views of the stakeholders on the ground



AD efforts will not succeed unless local social and livelihood issues are addressed...

FORESTRY AND REDD

Have a long way to catch up..



Expected CER delivery
through 2012

Issued
CERs

Registered Projects	819	1,060,000,000	85,098,672
A/R	1	340,000	0

Magnitude of the Markets:

Avoided Deforestation / 5-10 billion US

- **Mitigating deforestation of the 8 countries that account for 70% of the problem represents a market of \$5-10 billion US per year *or more...***

Options:

- **The World Bank:** Forest Carbon Partnership Facility: latest initiative represents a total of \$300 million US in two tranches..
- **Governments:** Under the Global Environment Facility, the Industrial Countries pledged US \$3.1 Billion over 5 years... *for all world-wide environmental problems.*
- **Private Sector:** \$30 Billion US of Carbon Credits (Current Prices) were traded under the Kyoto Protocol and the EU ETS in 2006 alone.

Avoided Deforestation Partners' APPROACH

- *Use private sector funding.* Given the scale of the problem and significant amount of funding needed to meaningfully reduce emissions from deforestation, Avoided Deforestation Partners recognizes that private sector engagement is crucial to provide the necessary funding.
- *Use market mechanisms.* The carbon market is the most efficient policy instrument at hand to engage the private sector and reduce global emissions cost effectively. Market mechanisms should therefore be used.
- *Environmental effectiveness and integrity.* Policy should stimulate real and verifiable reductions in emissions and benefits to the climate.

Avoided Deforestation Partners' APPROACH

- *Practicality.* Policy to reduce emissions from deforestation must be practical. It must create workable incentives for governments, NGOs, indigenous groups and the private sector to become engaged and effectively protect forests over the long term.
- *Respect indigenous people.* The rights of indigenous communities using or living in a forest must be respected. These groups should be engaged, and should also be the principal beneficiaries of financial incentives to reduce deforestation.



International Roundtable on Reducing Emissions from Deforestation and Forest Degradation in Developing Countries

Brussels, Belgium

October 24-25, 2007

Avoided Deforestation Partners

Wish for Bali and beyond...



1. Include RED in post 2012 regime
2. Create Markets - *invest in forest protection*
3. Prompt Start - *early action*
4. National and Project Accounting
5. Fully Fungible Credits
6. Capacity Building Funds
7. Respect indigenous peoples



Thank you..