

CDM portfolio management: optimising pre-2012 supply and long-term project performance

AUSTRIAN JI/CDM WORKSHOP 2010

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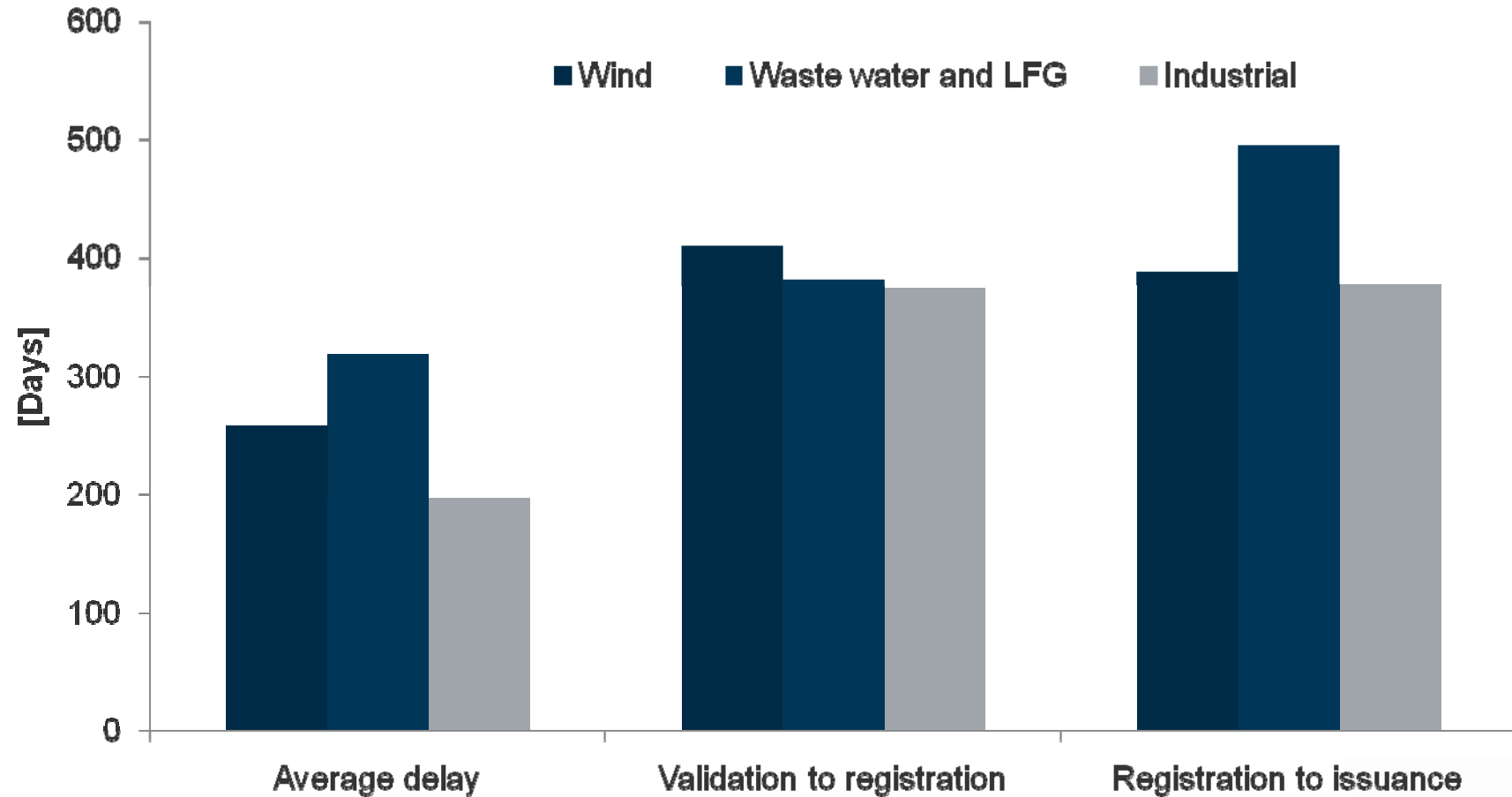


Current portfolio management issues

- How can I extract maximum CERs out of existing portfolio before end 2012?
- How can I plan for post-2012 at the same time (optimise short & long-term)?

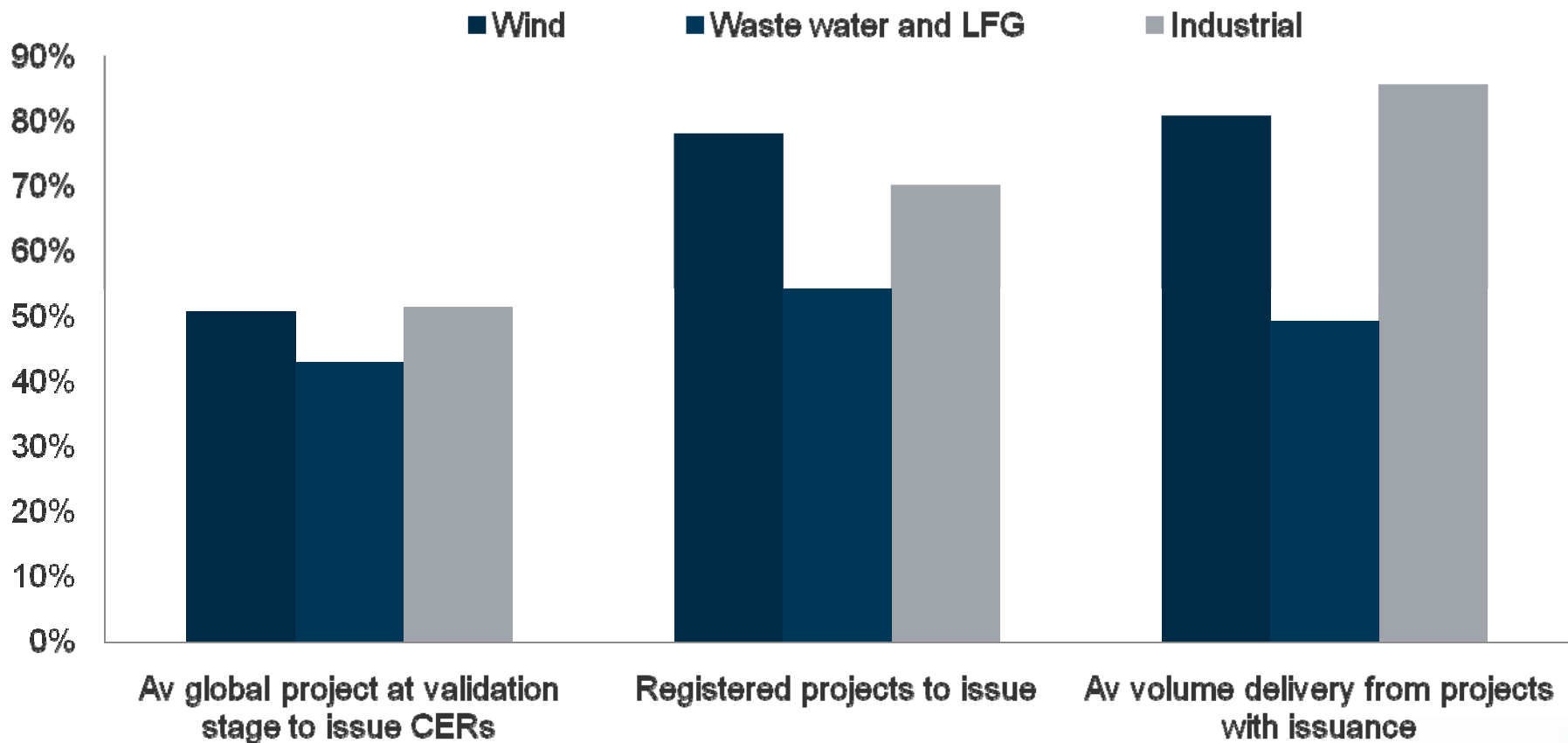


Benchmark time (average days) – waste takes longest



Source: Point Carbon Valuation Tool (2010)

Probability of survival & delivery



Source: Point Carbon Valuation Tool (2010)

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Strategic considerations for optimal resource utilisation I (pre-2012)

- **Focus on high volume projects**
- **Performance**
 - Where are underperformers? Why? Continue? Which measures?
- **Project stage**
 - Lead time until registration/delivery?
 - Opportunities to decrease lead time?
- **Countries**
 - CDM-to-JI conversion („New OECD“)?
 - Who will buy CERs from China post-2012?
 - Stronger focus LDCs?
 - Sector affected by host country policies post-2012?



Strategic considerations for optimal resource utilisation II (pre-2012)

- **Project types?**
 - Potential of PoAs pre-2012?
 - Waste time now on new categories post-2012: CCS?
- **DIY vs outsourcing?**
 - Expertise in-house for important key projects?
 - Do you need external support?
- **What are your internal costs/CER?**
 - Is your portfolio big enough? Can someone else manage it more efficient for you?



DOE management (pre-2012)

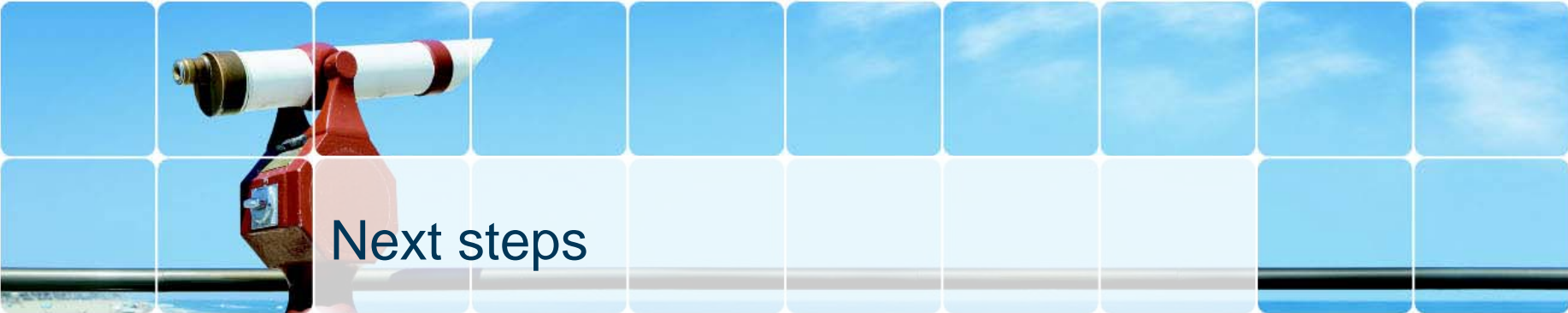
- **26 DOEs to choose from**
- **Quality varies**
- **Not all eggs in one basket**
- **How to create transparency of DOE performance in your company?**



Long-term measures (post-2012)

- **Methodology optimisation for methane projects**
- Biogas and landfill gas projects suffer from complex monitoring methodologies (and underperformance)
 - methane content measurement
 - flare efficiency measurements
- Expand applicability conditions, revise unnecessary conservatism & improve consistency
- Request for revision suiting your methane project portfolio project conditions

- **Measures for LDC countries**
- Strategic partnerships; collaborate w
- Engage in suppressed demand and grid emission factor debate at UNFCCC Secretariat level => suitable methodologies



Next steps

- **Identify critical success projects (volume)**
- **Identify underperformers**
- **Build realistic project timelines**
- **Assess options to enhance performance**
- **Proper DOE management**
- **Test your post-2012 position against international developments (UN, US)**
- **For Post-2012 bet on those horses with political capital (LDCs, PoAs)**

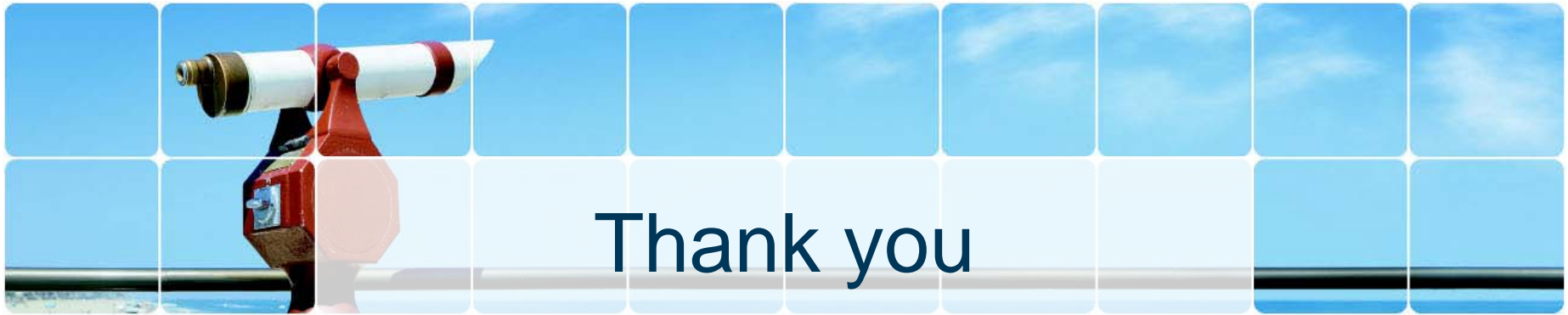


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- **Post-2012 climate negotiation analysis experts**



Thank you

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