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Looking ahead: Market Developments and Outlook post-2012

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Good COP? Bad COP?

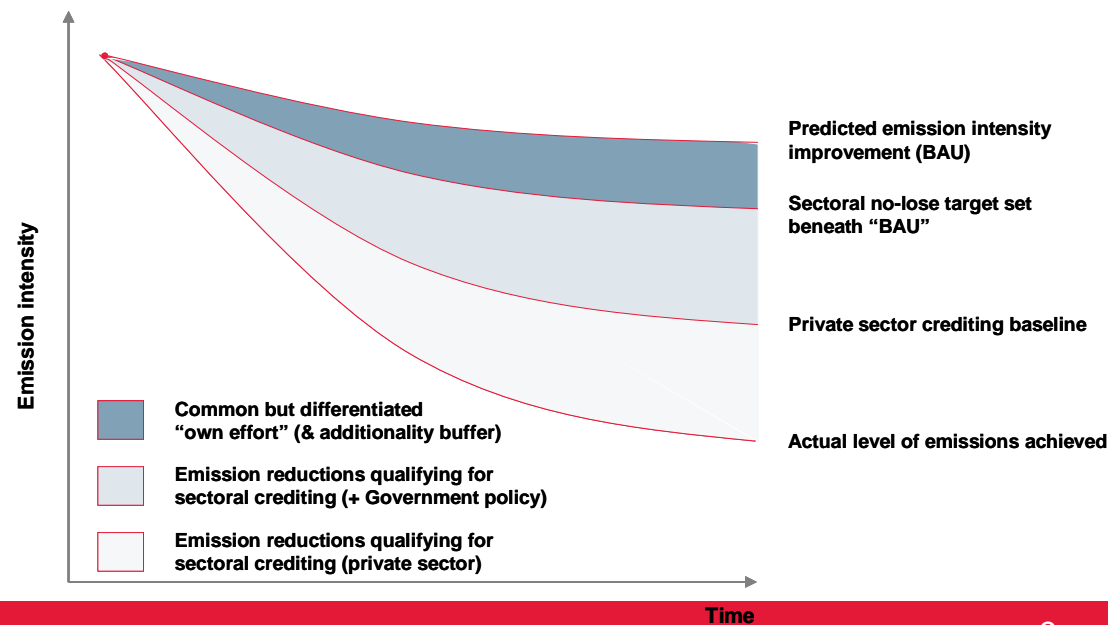
	Good COP	Bad COP
Agreement	<ul style="list-style-type: none"> • Framework signed onto by all major emitters and over 100 heads of state. • Process continues 	<ul style="list-style-type: none"> • No agreement. • No clear way forward. • International process discredited
Developed Country targets	<ul style="list-style-type: none"> • Targets necessary. • No backsliding on already announced targets 	<ul style="list-style-type: none"> • No numbers. • No increase in ambition
Developing country targets	<ul style="list-style-type: none"> • 2 degree target. • Commitment to mitigation action recorded internationally 	<ul style="list-style-type: none"> • No numbers. • Vague on how these will be defined
Finance	<ul style="list-style-type: none"> • \$30 billion by 2012 (funds largely pledged). • \$100 billion a year by 2020 	<ul style="list-style-type: none"> • Aspirational goals.
Mechanisms	<ul style="list-style-type: none"> • No calls for CDM to disappear. • Use of markets. • Recognition for private sector role 	<ul style="list-style-type: none"> • Still no post-2012 certainty. • Vague path for new mechanisms

CDM reform

GOOD	BAD
Revise procedures for review and implement new timelines	Insufficient detail of timelines in the text
Request to clarify guidance on existing domestic policy measures (eg feed-in tariffs)	EB has been asked to act on some issues previously
Request to improve transparency of decision-making including communications with private sector	No decision on CCS in CDM, and time wasted on getting nowhere on this
Improved monitoring of DOE performance	Even with EB action, real improvements may take time
Beginning of a move to standardised baselines and “positive lists”	

New and transitional market mechanisms

- Developing country commitment to Copenhagen Accord means that CDM as a purely offset mechanism will no longer be sufficient.
- Pressure for countries to increasingly take responsibility for emissions reductions on “their side of the ledger”
- Low-carbon investment must come from public and private sector
- Sector crediting: sector sets a tough emissions “no-lose” target and government receives credits if target exceeded
- Host government decides how to pass on credits to installations
- Unlikely that any mechanism is ready to go in 2013: CDM is still king



Camco bottom-up view

Short term

- History is repeating itself
- Business as usual
- 1068 days left...
- EB has important role in pre-2012 success

Medium/long term

- Markets are here to stay
- CDM is not the only opportunity (JI, GIS, VER, domestic schemes,...)
- Market differentiation

Camco achievements to date

- **Portfolio** **93.3 million tons**
- **PDD completed** **85.4 million tons**
- **Registered** **50.0 million tons**
- **First verification completed** **44.9 million tons**
- **Staff** **more than 200**
- **Awards:**
 - Voted “Best Project Developer” 2007 -2009 by industry peers in Point Carbon Awards
 - Awarded Carbon Finance Transaction of the Year 2007 by Environmental Finance
 - Voted Award Winner for Excellence in Environmental Markets 2007

Camco International
Best Project Developer

Point Carbon Awards 2007



Thank you for your attention!



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