

# NAMAs as building blocks to drive NDC Implementation – Reflections from the NAMA Facility

Faciliative Dialogue on Enhancing Ambition and Support COP22, Marrakech, Morocco 11 November 2016



# **Introduction - the NAMA Facility**

### Aim

Support developing countries and emerging economies in implementing ambitious actions to mitigate greenhouse gas emissions (Nationally Appropriate Mitigation Actions, NAMAs).

### Facts about the NAMA Facility

- Multi-donor fund established by Germany (BMUB) & UK (BEIS) in 2013
- Denmark (EFKM, MFA) and the European Commission joined in 2015 as additional donors
- Total funding made available through the NAMA Facility since its inception: ~ EUR 262 m.
- In 3 Calls, 14 projects have been selected so far for funding



# Introduction - the NAMA Facility (2)

### What the NAMA Facility does

- Implement NAMA Support Projects (NSP) as the most ambitious part of the NAMA
- Provide funding for a combination of financial and technical measures
- selects NSPs in annual bidding round (Calls)

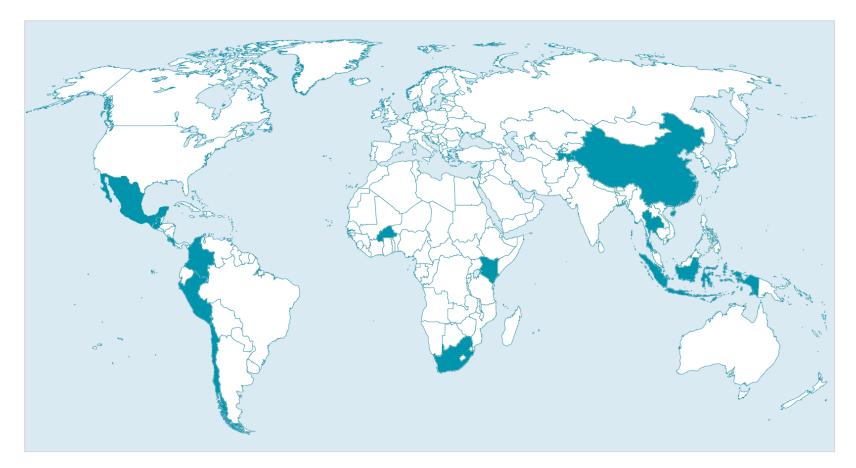
### Key requirements for project selection

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- Implementation readiness
- Mitigation potential
- Transformational change

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NAMA	
Support	
Project	
(NSP)	

## **NAMA Facility portfolio (1)**



Africa: Burkina Faso, Kenya, South AfricaLATAM: Chile, Colombia, Costa Rica, Guatemala, Mexico, PeruAsia: China, Indonesia, Tajikistan, Thailand



# **NAMA Facility portfolio (2)**

Sector	Country	NAMA Support Project (implementing entities)	Funding volume (Mio €)
	Mexico	sustainable housing	14
	Thailand	refrigeration and air conditioning	15
Energy	Colombia	domestic refrigeration	9
efficiency	Guatemala	efficient use of fuel in households and rural communities	11
	South Africa	energy efficiency in public buildings	19
Agriculture	Costa Rica	low-carbon coffee production	7
	Indonesia	sustainable urban transport	14
Tropoport	Colombia	transit oriented development NAMA	15
Transport	Peru	sustainable urban transport	9
	Kenya	mass rapid transport system for Nairobi	20
Renewable	Chile	self-supply with renewable energy	15
energy	Burkina Faso	biomass energy	14
Forestry	Tajikistan	sustainable forestry	13
Waste	China	integrated waste management	8



On behalf of



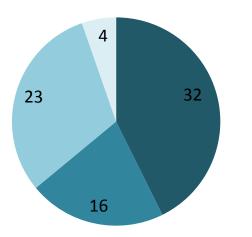
# First results – 4<sup>th</sup> Call of the NAMA Facility (1)

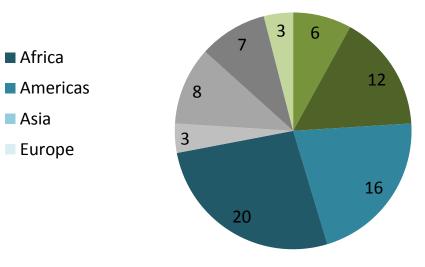
- Impressive outcome on 4<sup>th</sup> Call: A total of 75 NAMA Support Projects were proposed to the NAMA Facility.
- The number of submissions indicates a high interest of countries in NAMA implementation and reflect the impetus deriving from the Paris Agreement.
- Many national governments directly refer to the Paris Agreement or their Nationally Determined Contributions in their endorsement letters.
- 16 Least Developed Countries (LDCs) submitted a NAMA Support Project Outline.



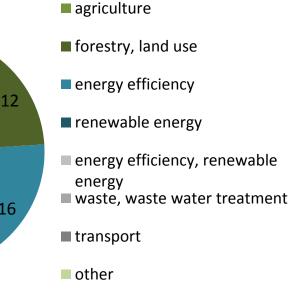
# First results – 4<sup>th</sup> Call of the NAMA Facility (2)

### **Regional distribution**





#### Sectoral distribution\*



\*preliminary data

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## First results – 4<sup>th</sup> Call of the NAMA Facility (3)

- All NAMA Support Project Outlines are currently being evaluated against a comprehensive set of criteria.
- The decision on the selection of Outlines to receive funding for a Detailed Preparation Phase (DPP) is expected to be taken in **spring** 2017.
- The decision on a potential 5th Call will be prepared shortly once results and lessons learned from the 4th Call have been discussed by the Donors of the NAMA Facility.



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# Communication

### Website -Relaunch

Easier access to information will be provided.

### **Regular updates**

We publish news on the 4th Call & achievements on NAMA implementation, statistics and lessons learned.

### Join the NAMA Facility community!

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- Subscribe to our mailing list and receive important news.
- Follow our webinar series.



NAMA Facility website: www.nama-facility.org

## **Experiences and Lessons learnt**

- NAMAs are an important building block for implementing NDCs, themselves the building blocks of the Paris Agreement
- Successful NAMAs need to incorporate a combination of
  - policy reform and improved institutional frameworks,
  - appropriate financial instruments to lower risks and improve returns and
  - develop a pipeline of investments projects
    so as to make low carbon investment the preferred development path
- Other key issues in NAMA design include

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- enagagement of private sector capital, technology and expertise
- transformative aspect of NAMAs i.e. how can large scale, irreversible change occur
- how countries see the opportunities to mainstream climate change into sectoral strategies

### Lessons learned during competitive call process

### GHG mitigation potential often not substantiated, or overestimated

#### **Barrier analysis**

often incomplete: not analysing the targeted sector or country context but only the specific NSP

Technical and economic viability Rationale for technology missing, business model lacking

#### **Financial mechanism**

institutional set-up not defined, rationale for the specific mechanism missing, insufficient phase-out concept

NAMA Facility factsheet on lessons learned

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partment for siness, Energy

NAMA Facility Webinar on Transformational Change and Financing Mechanisms

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Further information on <u>www.nama-facility.org</u> or contact the Technical Support Unit at <u>contact@nama-facility.org</u>



