

3. The UNFCCC Secretariat shall make information on the Parties that are eligible to participate in international trade publicly available. Each Party shall maintain a record of names and contact details of authorised legal entities within its jurisdiction that it authorises to trade, and such information shall be made available both to the UNFCCC Secretariat and to the public.

[...]

Para 9 Reporting

1. Any Party participating in emissions trading under Art. 17 KP, or authorising any legal entity to participate in emissions trading under the provisions of para 5 above, shall include in its inventory to be submitted to the Secretariat under Art. 7.1 KP, information on any part of an assigned amount added to or removed from its national registry during the relevant year, including the serial number for each unit and the Party to which it was transferred or from which it was acquired.

2. The Secretariat shall include information submitted under para 9.1 above in its annual compilation and accounting of emissions inventories and assigned amounts under Art. 8 KP.

[...]

Para 10 Implementation

If a question of implementation by a Party included in Annex B of the requirements referred to in these principles, modalities, rules and guidelines is identified in accordance with the relevant provisions of Art. 8 KP, transfers and acquisitions of parts of assigned amount may continue to be made after the question has been identified provided that such parts of assigned amount may not be used by a Party to meet its commitments under Art. 3 KP until any issue of compliance has been resolved in favour of the Party in question.

Para 11 Options for liability and compliance

Option 1 - Shared liability

If a Party is found to be in non compliance with its commitments under Art. 3 KP, a portion [x%] of any of its assigned amount that has been transferred to other Parties under the provisions of Art. 17 KP, shall be invalidated and cannot be used for the purpose of meeting commitments under Art. 3 KP or further traded. [The portion [x%] to be invalidated shall be some multiple of the degree of non-compliance. The degree of non-compliance is the percentage difference between emissions in the commitment period and assigned amount.]

Option 2 - compliance reserve

A portion [x%] of every transfer under Art. 17 KP shall be placed in a compliance reserve in which event the units may not be used or traded. The Secretariat, as part of the annual compilation and accounting of emissions inventories and assigned amounts under Art. 8 KP, shall include a report of the units deposited in the compliance reserve. At the end of the commitment period, such units shall be returned to the Party of origin if that Party is in compliance with its commitments under Art. 3 KP, in which case the units can be transferred or banked for future commitment periods. If at the end of the commitment period a Party is not in compliance with its commitments under Art. 3 KP an appropriate number of units