

POLICIES AND MEASURES

Proposal by the Chairman

Article 2

1. Each of the Parties included in Annex I *or acting under Article 10* shall:

(a) Adopt and implement policies and measures in achieving its commitments regarding quantified emissions limitation and reduction objectives under Article 3, in order to promote sustainable development

[such as the following policies and measures, in accordance with its national circumstances:

- (i) Enhancement of energy efficiency in all sectors of the national economies;
- (ii) Protection and enhancement of sinks and reservoirs of greenhouse gases not controlled by the Montreal Protocol;
- (iii) Promotion, development and increased use of renewable forms of energy and of innovative environmentally sound technologies;
- (iv) Phasing out of market imperfections, fiscal incentives, tax exemptions and subsidies in all GHG emitting sectors, that run counter the objective of the Convention; and
- (v) Providing a continuous balance between those policies and measures aimed at reducing emissions of greenhouse gases in emitting sectors and those aimed at reducing consumption of their products.]

Note: The consolidated negotiating text by the Chairman (see document FCCC/AGBM/1997/7) remains before the group.