

**VIII. MECHANISMS**  
(Agenda items 8 (a) to 8 (d))

- A. Activities implemented jointly under the pilot phase**
- B. Joint implementation - decision 1/CP.3, paragraph 5 (c)**
- C. Clean development mechanism - decision 1/CP.3, paragraph 5 (e)**
- D. Emissions trading - decision 1/CP.3, paragraph 5 (b)**

**1. Proceedings**

45. This item, including its four sub-items, was considered by the SBI at its 2<sup>nd</sup>, 3<sup>rd</sup>, 9<sup>th</sup> and 13<sup>th</sup> meetings, which were held jointly with the SBSTA, on 2, 3, 8 and 12 June, respectively. The subsidiary bodies had before them the following documents: FCCC/SB/1998/2, FCCC/SBSTA/1998/INF.3; FCCC/SB/1998/MISC.1 and Add.1 and Add.1/Rev.1, Add.3 and Add.3/Rev.1 and Add.5 and 6; and FCCC/SB/1998/MISC.2 and Add.1.

46. Statements were made by representatives of 39 Parties, including one speaking on behalf of the African Group, one speaking on behalf of the Alliance of Small Island States, one speaking on behalf of the European Community and its member States and another speaking on behalf of the Group of 77 and China.

47. At the 2<sup>nd</sup> meeting, which was held jointly with the SBSTA on 2 June, statements were made by Her Excellency Maria Julia Alsogaray, Secretary of Natural Resources and Sustainable Development, Argentina, Mr. Klaus Töpfer, Executive Director, UNEP and the Executive Secretary (for summaries of these statements, see FCCC/SBSTA/1998/6, paras. 5-7).

48. At their 3<sup>rd</sup> meetings, on 3 June, the SBI and SBSTA established a joint informal contact group to consider this issue, co-chaired by Mr. Luiz Gylvan Meira Filho (Brazil) and Mr. Yvo de Boer (Netherlands).

**2. Conclusions**

49. At its 13<sup>th</sup> meeting, which was held jointly with the SBSTA, having considered a joint proposal by the Chairmen on the basis of inputs from the joint contact group, the SBI adopted the following conclusions:

(a) The SBI and the SBSTA recalled decision 1/CP.3, in particular paragraph 5 (b), (c) and (e) on guidance to the secretariat on preparatory work, needed for consideration by the Conference of the Parties at its fourth session;

(b) The SBI and the SBSTA further recalled paragraph 6 of the same decision concerning the allocation of preparatory work for COP/MOP 1;