

Proposal 2

30.1 An Annex A or Annex B Party that is in compliance with its obligations under Article 3 (measurement and reporting) and that has in place a national mechanism for certification and verification of trades, may transfer to, or receive from, any Annex A or Annex B Party, any of its tonnes of carbon equivalent emissions allowed for a budget period, for the purpose of meeting its obligations under Article 2.

30.2 A Party may authorize any domestic entity (for example government agencies, private firms, non-governmental organizations, individuals) to participate in actions leading to transfer and receipt under paragraph 1 above of tonnes of carbon equivalent emissions allowed.

30.3 A meeting of the Parties may further elaborate guidelines to facilitate the reporting of emissions trading information.³⁴

Additional comments

31. Trading of commitments between Parties who have legally binding emission limitation and reduction commitments should be introduced.³⁵

32. Parties should be allowed to trade and bank emission reductions. Anyone should be allowed to trade subject to clear accountability requirements.³⁶

Joint implementation (JI)

Proposal 1

33. Commitments shall be fulfilled individually and not through coordinated actions, including joint implementation.³⁷

Proposal 2

34.1 Parties listed in Annex X may implement such policies and measures as set out in Article 2(b) above and attain such limitation and reduction objectives in greenhouse gases as set out in Article 2(c) above jointly with other Parties listed in Annex X and Parties that have made a notification under Article 2(f) below of intention to be bound by commitments on emission limitation and reduction objectives under Article 2(c) above. Rules governing joint implementation with these Parties should be part of the Protocol.

³⁴ Proposal from the USA

³⁵ Proposal from New Zealand et al

³⁶ Proposal from New Zealand.

³⁷ Proposal from Iran et al