

Introduction: the NAMA Facility

MAIN-Asia Regional Dialogue
Da Nang, Vietnam
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NAMA Facility

On behalf of



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). NAMAs can function as an important vehicle to implement nationally determined contributions (NDCs) under the Paris Agreement.

Facts about the NAMA Facility

- Multi-donor funds 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.
- As a result of the first 3 Calls of the NAMA Facility, Donors have **selected 14 NAMA Support Projects**; implementation funding has been approved for 8 NAMA Support Projects, the others are in the process of appraisal.



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

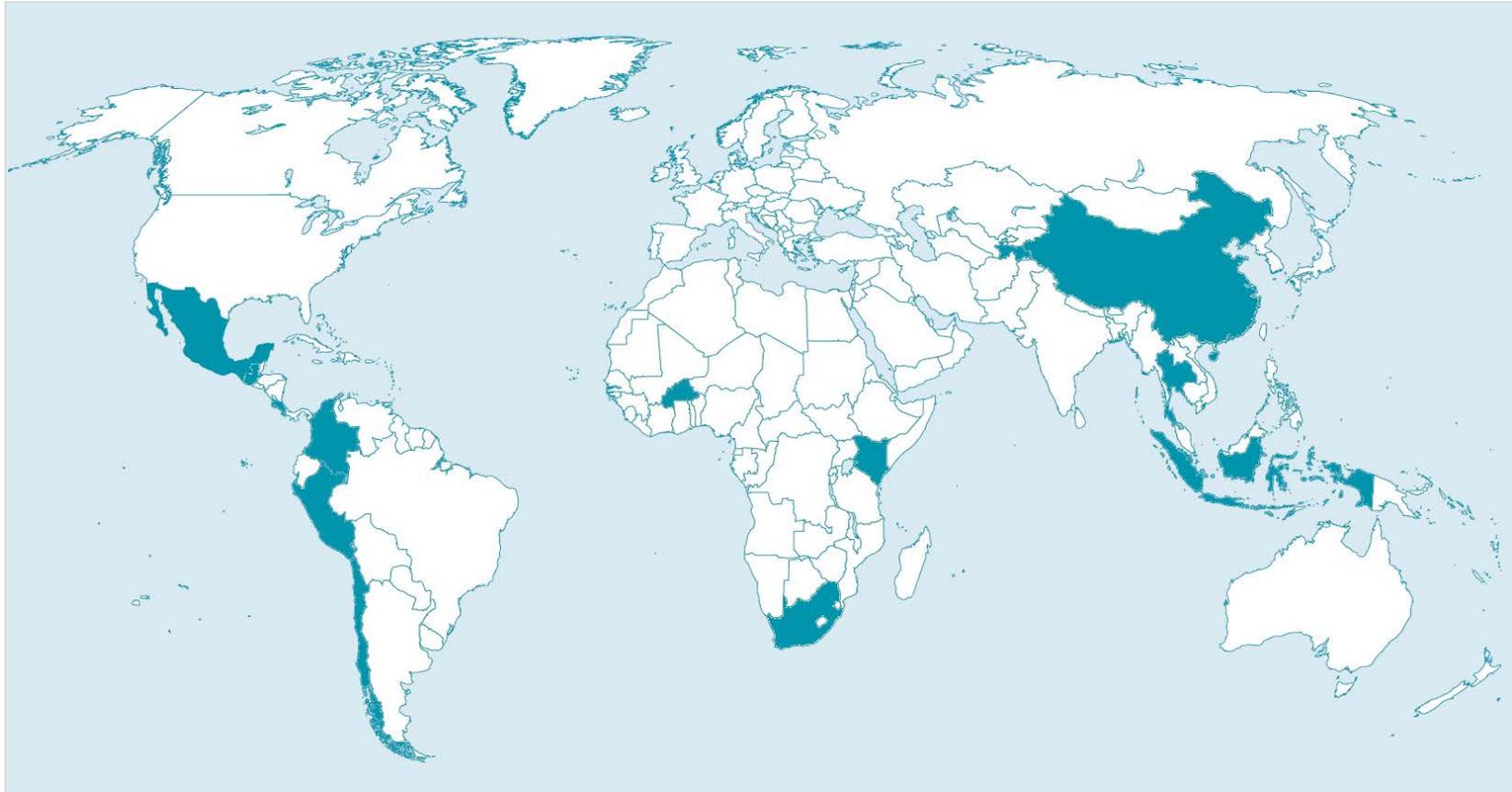
- Implementation readiness
- Mitigation potential
- Transformational change

Overarching sector-wide NAMA

NAMA Support Project (NSP)



NAMA Facility portfolio (1)



Africa: Burkina Faso, Kenya, South Africa

LATAM: Chile, Colombia, Costa Rica, Guatemala, Mexico, Peru

Asia: China, Indonesia, Tajikistan, Thailand



NAMA Facility portfolio (2)

Sector	Country	NAMA Support Project	Funding volume (Mio €)
Energy efficiency	Mexico	sustainable housing	14
	Thailand	refrigeration and air conditioning (RAC NAMA)	15
	Colombia	domestic refrigeration	9
	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 NAMA	7
Transport	Indonesia	sustainable urban transport (SUTRI NAMA)	14
	Colombia	transit oriented development NAMA	15
	Peru	sustainable urban transport	9
	Kenya	mass rapid transport system for Nairobi	20
Renewable energy	Chile	self-supply with renewable energy	15
	Burkina Faso	biomass energy	14
Forestry	Tajikistan	sustainable forestry	13
Waste	China	integrated waste management	8



Project example: Mexico

- Promotion of energy efficiency standards in the entire Mexican market on new built houses
- Emission reduction: 0.2 Mt CO₂e in 2020, up to 2.7 Mt CO₂e after 20 years of life span
- Co-benefits: better quality of life at lower costs, reduced energy consumption, job creation in the construction sector, creation of new markets for energy efficient system components



Financial cooperation component:

- Guarantees for financial intermediaries at attractive premiums to facilitate developers' access to commercial financing
- Grants to small and medium-sized project developers to partially offset the investment costs of energy efficient technologies and specific advisory services to identify and prepare suitable projects and obtain further funding



Photos: GIZ Mexico



Lessons learned from previous Calls

GHG mitigation potential

often not substantiated, or overestimated

Barrier analysis

often incomplete: not analysing the targeted sector or country context but only the specific NAMA Support Project

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



4th Call - main changes compared to previous Calls

- Widening the range of **Applicants**
- Allowing for a more thorough “**Detailed Preparation Phase**” (**DPP**) of up to 18 months on the basis of increased support available but with a clear cut-off deadline.
- Introduction of a **competitive element at the Proposal Phase** by limiting the DPP to 18 months but allowing Applicants to hand in Proposals any time before that.



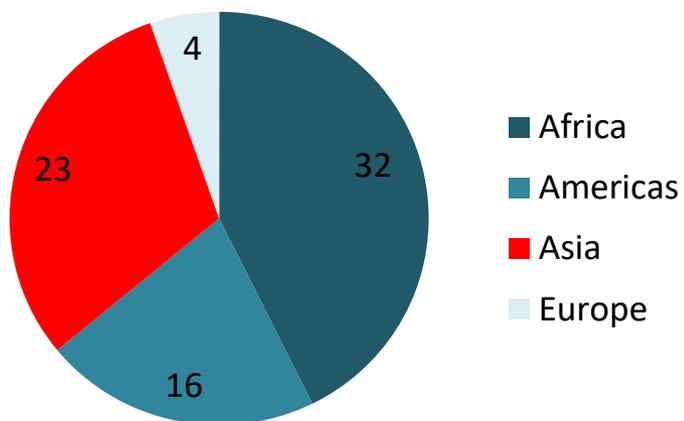
First results – 4th Call of the NAMA Facility (1)

- Impressive outcome on 4th 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.

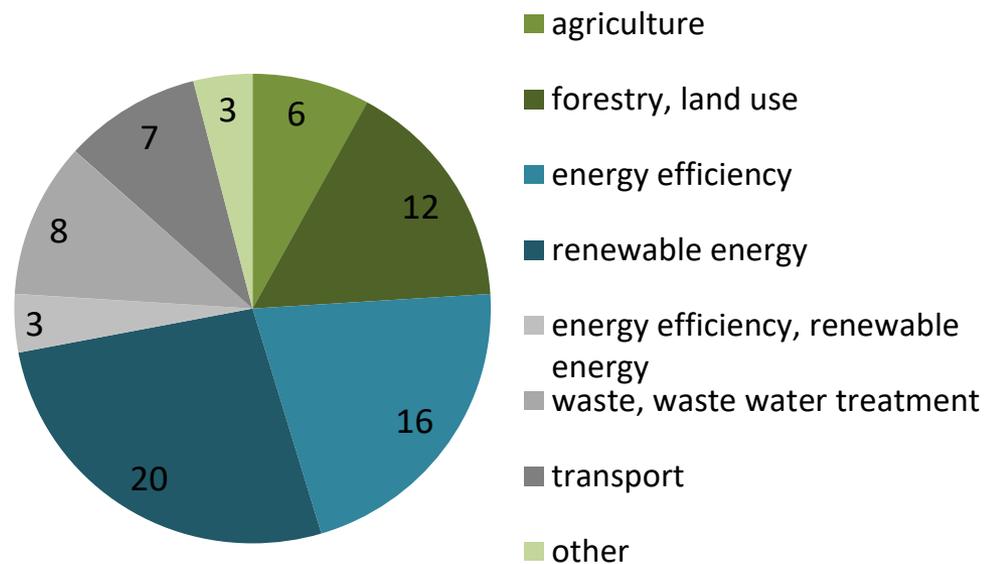


First results – 4th Call of the NAMA Facility (2)

Regional distribution



Sectoral distribution*



*preliminary data



First results – 4th 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.



Q & A Session

Further information on www.nama-facility.org
or contact the Technical Support Unit at
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