

2025 Executive Training Course for Policymakers on the 2030 Agenda for Sustainable Development

PARIS AGREEMENT AND CLIMATE FINANCE

20 March 2025



United Nations
Climate Change Secretariat

Mitigation Division
Markets and Non-Markets Support and
Stakeholders Interaction subdivision



Paris Agreement: Status and Recent Developments



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○ Paris Agreement: Progression over time



○ Nationally Determined Contributions (NDCs): Fall Miles Short of What's Needed^[1]

- NDCs 2.0 (2030 targets): Even if fully implemented, a **2.1–2.8°C** temperature rise is expected
- **78%** of Parties have indicated their intention to use **Article 6 cooperation** for implementation of their NDCs
- **91%** of Parties have provided information on **finance as a means of NDC implementation**



Climate finance is the key enabler for countries, especially developing countries, to implement their NDC targets.



Article 6 serves as a catalyst for mobilizing climate finance while also facilitating the deployment of innovative low-carbon technologies.

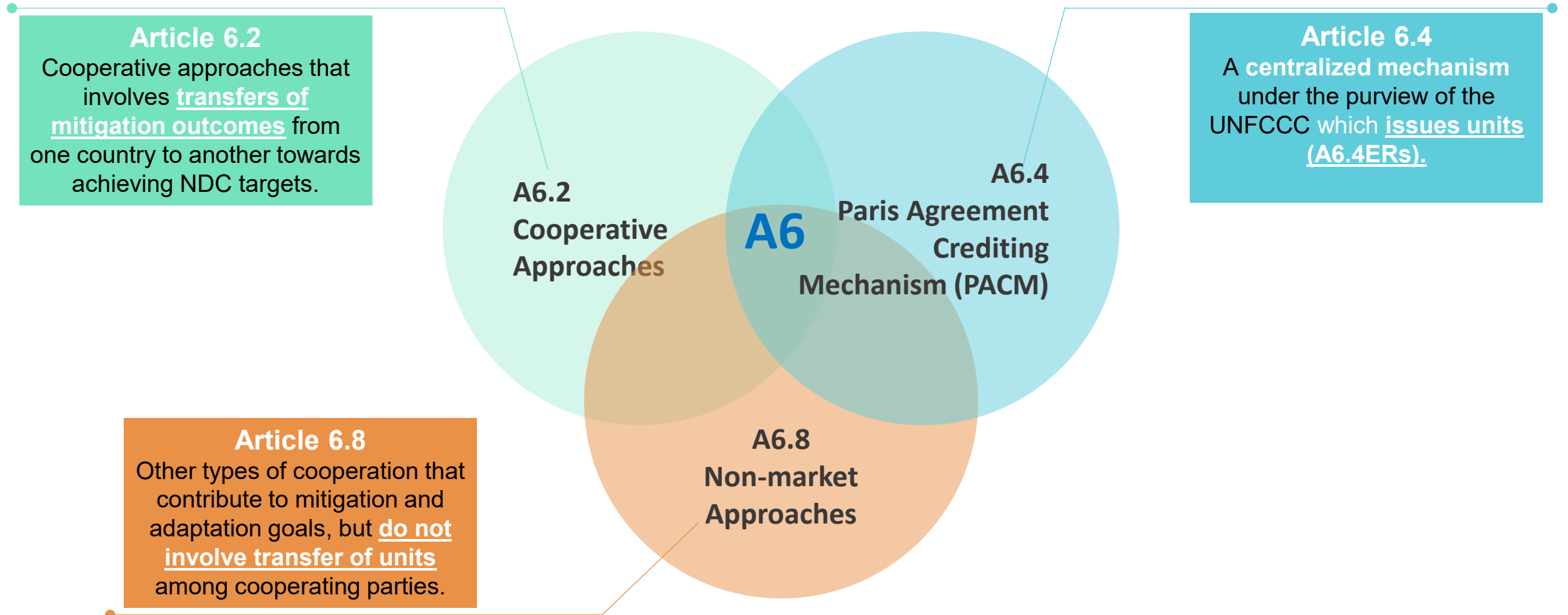
[1] NDC Synthesis Report by the UNFCCC Secretariat (28 Oct. 2024)

Roel of Article 6 of the Paris Agreement

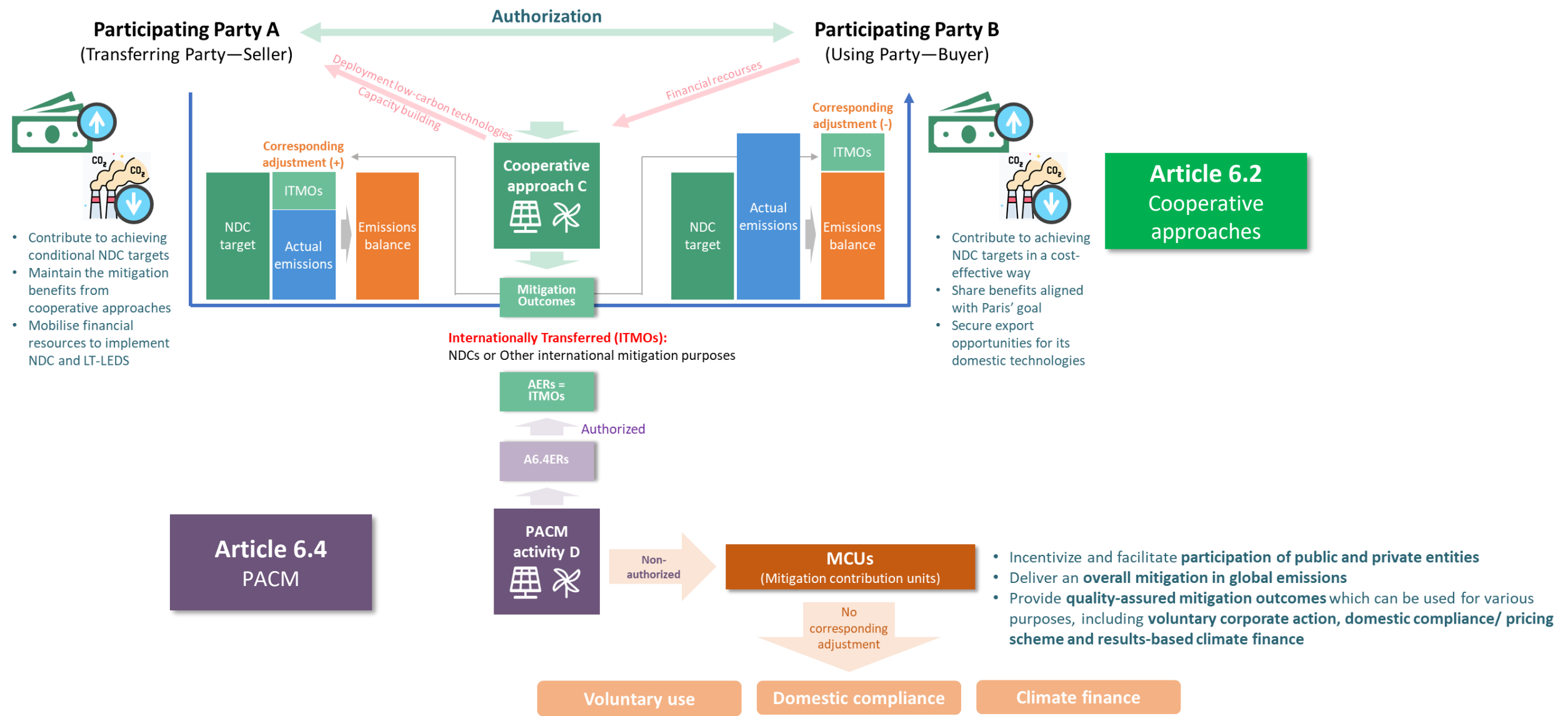


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- **Article 6 of the Paris Agreement:** tool to implement NDCs and LT LEDS under voluntary cooperation between parties.



Role of Article 6: Interlinkages between A6.2 and 6.4



Role of Article 6: Contribution to Climate Finance



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- **COP29 outcomes on Article 6 provide certainty to investors to encourage their participation**
- **Based on equitable benefit-sharing principles, Article 6 is one of the key mobilizing channels for financial resources to support adaptation in vulnerable developing countries**
 - A6.2: voluntary commitments for contributing resources for adaptation
 - A6.4: mandatory levy on proceeds for the Adaptation Fund
- **MCUs of the PACM are expected to serve as a catalyst for delivering the NCQG target—mobilizing USD 1.3 trillion per year from public and private sources**
 - i.e., utilizing MCUs for compliance with domestic carbon pricing instruments (ETS or carbon tax), results-based finance, and mitigation contribution claims for voluntary commitments or voluntary carbon market.

Thank you!



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