Foundation for Climate Protection and Carbon Offset KliK

Catalyzing Finance to Mobilize Methane Action

Andrea Thurner Director Carbon Procurement

19 March 2024 Global Methane Forum



Introduction

Who Is the KliK Foundation?

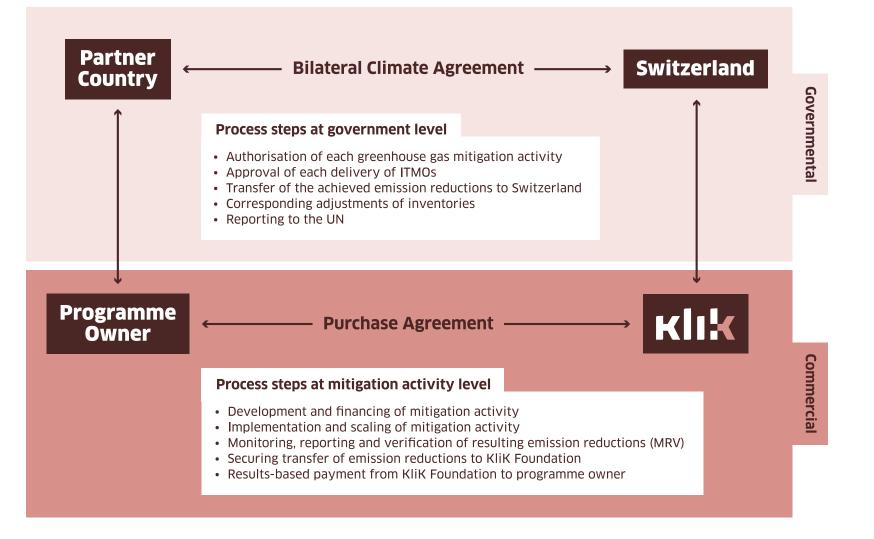


USD/litre COMPENSATION

- Private entity with a legal mandate under the SwissCO₂ law
- Compensating emissions from the Swiss transport sector nationally and globally (purchase of ITMOs– Internationally Transferred Mitigation Outcomes)
- Acting on behalf of Swiss motor fuel importers
- Obliged by Swiss law to buy 20 million ITMOs abroad (t CO₂e until 2030, 3-5 m per host country)
- ITMOs are sourced by the KliK Foundation from mitigation activities implemented in host country, and used by Swiss government to fulfil its NDC target

Roles of Cooperation

Public-Private Architecture





Requirements

Guidance Through Bilateral Cooperation Agreements

- Switzerland is a pioneer on the bilateral track (Art. 6.2) and has already signed bilateral climate agreements with several partner countries.
- Bilateral Agreements set the legal framework, the quality standards and procedural guidance for transfers.
- KliK Foundation as compliance buyer comes in in a second step.





Portfolio of Activities

Mitigation Activity Types of Interest



- We are looking for additional activities to the host country's NDC
- We are looking for projects that are unfinanceable without carbon revenue from ITMO sales
- We cannot support already implemented activities
- We are looking for large mitigation activities (>0.25M tonnes cumulative until 2030)
- We do not fund activities directly (we may help to invest capital or raise debt finance)
- Technology open but with some restrictions: e.g. no biological sequestration, nuclear power, fossil fuel lock-in, no large hydro

Procurement Process

General process comprises of 3 steps:

- 1. Presentation of project idea to KliK
- 2. Funding to develop project (Funding 1)
- 3. Authorisation of project by governments and long-term financial support from KliK through the purchase of carbon revenues (Funding 2)





Foundation for Climate Protection and Carbon Offset KliK

Streulistrasse 19 8032 Zurich Switzerland

Phone +41 (0)44 224 60 00 international@klik.ch





https://www.klik.ch/en/international