

ARTICLE 6 IN ACTION: BUSINESS INSIGHTS & IMPLEMENTATION TRENDS



LAUNCHED BY IETA AND A6IP AT COP29 TO:

- Understand opportunities identified by 100+ private sector respondents;
- Identify current challenges in Article 6 implementation; and
- Explore the future role of Article 6 in voluntary and compliance markets.



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THE PRIVATE SECTOR SEES MAJOR OPPORTUNITIES IN ARTICLE 6

1

NEW REVENUE STREAMS

2

ENHANCED REPUTATION

3

RISK MITIGATION

4

TECHNOLOGY COOPERATION

5

COST SAVINGS





83% ARE WILLING TO PAY SOMEWHAT HIGHER OR MUCH HIGHER FOR ITMOS

As compared to average market rate for other credits

“A price premium for ITMOs can be anticipated, although the size of the premium remains uncertain due to supply and demand uncertainty.”



(1) \$10+ above average market rate. (2) \$0-10+ above average market rate.
(3) \$0-10 below average market rate. (4) more than \$10 below average market rate

93%

Are intending to participate in The Paris Agreement Crediting Mechanism (PACM)

Also known as the Article 6.4 Mechanism



01

Uncertainty of guidance from international negotiations

02 **Uncertainty of host country frameworks**

03

Perceived risk of revocations

04

Uncertainty around quality

05

Infrastructure challenges

06

Pricing of Article 6 credits

07

Limited supply of authorised ITMOs

08

Transparency of transactions

09

Reversal and permanence risks

10

Technical complexity

11

Transition of CDM projects to Article 6.4 Mechanism