Recent Development of the JCM and JCM Model Project

Ministry of the Environment August 2019

The Joint Crediting Mechanism

- Facilitating diffusion of leading low carbon technologies through contributions from Japan and evaluating realized GHG emission reductions or removals in a quantitative manner to use them for achieving Japan's emission reduction target.
- > Japan will address the high initial cost barrier of introducing advanced low-carbon technologies in the Partner countries (17 countries) through the JCM (GoJ implements several supporting schemes)



Waste heat recovery in Cement Industry, JFE engineering, Indonesia



Eco-driving with Digital Tachographs, NITTSU, Vietnam



Energy saving at convenience stores, Panasonic, Indonesia



High efficiency airconditioning and process cooling, Ebara refrigeration equipment & systems, Indonesia



High-efficiency Heat only Boilers, Suuri-Keikaku, Mongolia



Upgrading air-saving loom at textile factory, TORAY etc., Indonesia, Thai, Bangladesh



Installing solar PV system, PCKK. Palau Maldives



Amorphous transformers in power distribution, Hitachi Materials, Vietnam



Co-generation system at factory, Toyota, Nippon Steel & Sumikin Engineering, Indonesia, Thai



High efficiency airconditioning system, Hitachi, Daikin, Vietnam



Solar PV System at Salt Factory, PCKK, Kenya



Waste to Energy Plant, JFE engineering, Myanmar



High efficient refrigerator, Mayekawa MFG, Indonesia

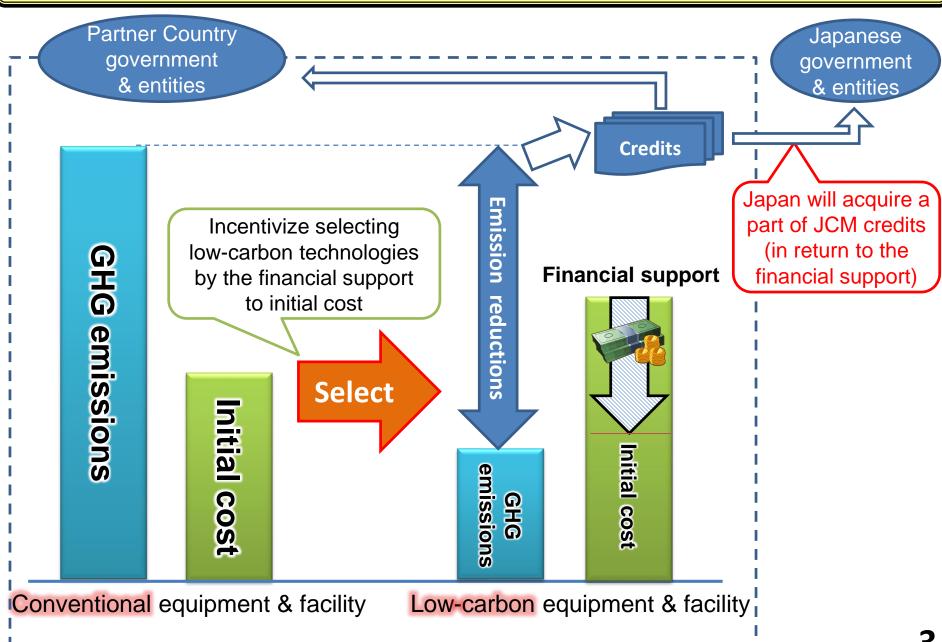


Regenerative Burners in industries, Toyotsu Machinery, Indonesia



LED street lighting system with wireless network control, MinebeaMitsumi, Cambodia

Contributions from Japan



JCM Model Projects by MOEJ

Budget for projects starting from FY 2019 is <u>9.9 billion JPY</u> (approx. <u>USD 99 million</u>) in total by FY2021

(1 USD = 100 JPY)

Japan

※Includes collaboration with projects supported by JICA and other governmental-affiliated financial institute.

Finance part of an investment cost (less than half)

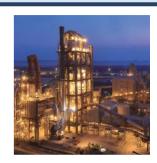


Government of

Conduct MRV and expected to deliver at least half of JCM credits issued

International consortiums (which include Japanese entities)







- > Scope of the financing: facilities, equipment, vehicles, etc. which reduce CO₂ from fossil fuel combustion as well as construction cost for installing those facilities, etc.
- ➤ Eligible Projects: starting installation after the adoption of the financing and finishing installation within three years.

Expected schedule of JCM financing programme in FY2019

[JCM Model Project]

Items	Date
 Starting date for request Deadline for entities to submit their application 	From 2019, Application is open from 5th April through 29th November. (It may close before the deadline due to the availability of remaining budget.)
Announcement of selection	At any time upon selection

Technologies Transferred through JCM by MOEJ(FY2013-2018)

- ◆ Total of 147**JCM Projects** being developed in 17 partner countries
- ◆ 48% are energy efficiency and 43% are renewable energy
- ◆ Effective use of Energy, Transport, Waste to energy, F-gas Recovery and Destruction and REDD+ project shares 9%

Waste 2%

Waste to Energy

Effective Use of Energy 3%

- Waste Heat Recovery
- Gas Co-generation

Renewable energy 43%

- Solar
- Micro hydro
- wind
- Biomass

Transport 2%

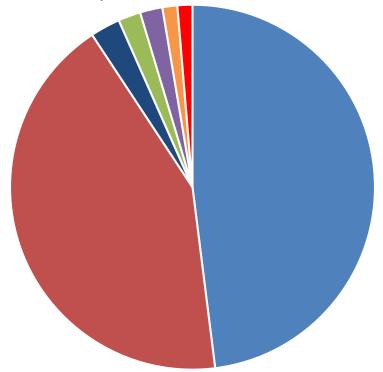
- Digital Tachographs
- Modal Shift
- CNG-Diesel Hybrid

REDD+ 1%

 Controlling slush and burn

F-gas counter measure 1%

 Recovery & Destruction

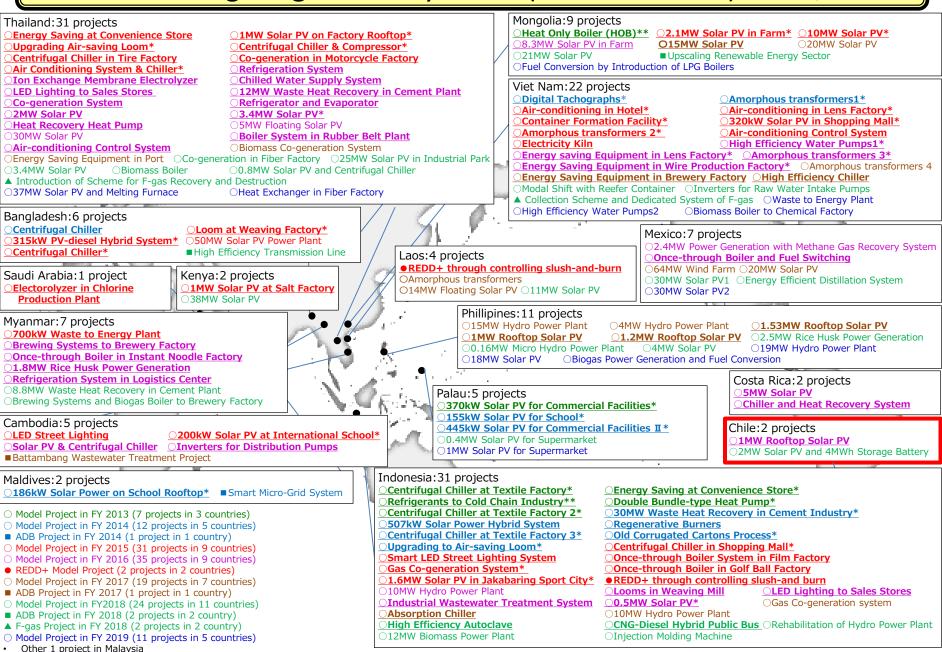


Energy efficiency 48%

- Boiler
- Air Conditioning
- Refrigerating
- Chiller
- Looms
- Transformer
- LED Lighting

As of August 2, 2019

JCM Financing Programme by MOEJ (FY2013~2019) as of Aug 2, 2019



Total 147 projects in 16 partner countries

Underlined projects have started operation (91 projects)

Projects with * have been registered as JCM projects (42 projects)

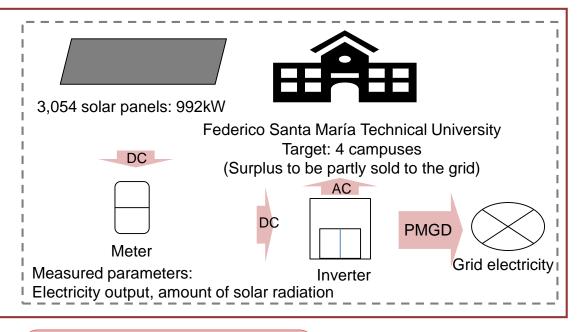
Introduction of 1MW Rooftop Solar Power System to University
PP (Japan): Waseda Environmental Institute
PP (Chile): MGM Innova Capital Chile SpA

Outline of GHG Mitigation Activity

This project aims to reduce CO2 emissions by introducing a 992kW rooftop solar system at 4 campuses of the Chilean university Universidad Técnica Federico Santa María (San Joaquin, Valparaíso, Viña del Mar, and Vitacura).

Solar panels produced by Panasonic Corporation will be used. These feature the industry's top class technology, with each panel having an output of 325W and a module efficiency of 19.7%.

Once the panels are installed on its roofs, the university will consume in-house the electricity generated by the panels. The Chilean partner, MGM Innova Capital, will sell the surplus power to the grid under the PMGD framework (from its acronym in Spanish, meaning Small Means of Distributed Generation).



Expected GHG Emission Reductions

511tCO2/year

Emission reduction ERp = REp - PEp *PEp =0 = REp

REp = Reference emissions

= [Estimated annual energy generation] x

[Emission factor of grid electricity]

=1,628.854MWh/year x 0.314tCO2/MWh

=511tCO2/year

PEp = Project emissions=0

Sites of JCM Model Project



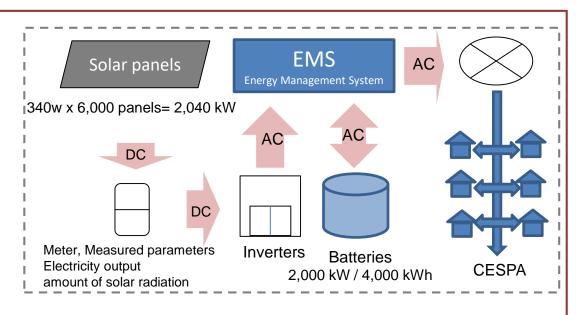
2MW Solar Power and 4MWh Storage Battery Project in San Pedro de Atacama City PP (Japan): Liberal Solution Co., Ltd. PP (Chile): MGM Innova Capital Chile SpA

Outline of GHG Mitigation Activity

This project aims to reduce CO2 emissions by introducing a system combining solar panels and batteries at off-grid San Pedro de Atacama city and sell all of the electricity generated to CESPA:COOPERATIVA DE ABASTECIMIENTO DE ENERGÍA ELÉCTRICA DE SAN PEDRO DE ATACAMA.

The Chilean partner, MGM Innova Capital, will procure and possess the above-mentioned system combining solar panels and batteries.

Batteries are introduced to charge surplus electricity which is generated by solar panels but not consumed during the day. The charged electricity is consumed during the peak hours of demand of the residents in the evening.



Expected GHG Emission Reductions

2,352 tCO2/year

Emission reduction ERp = REp - PEp *PEp =0 = Rep

REp = Reference emissions

= [Estimated annual energy generation] x

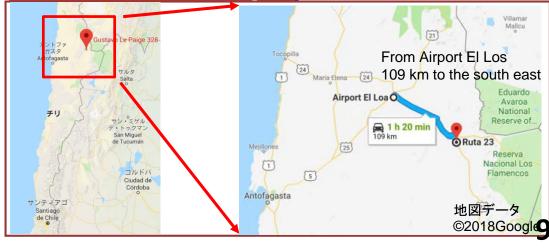
[Emission factor of grid electricity]

= 4,413MWh/year x 0.533 tCO2/MWh

=2,352 tCO2/year

PEp = Project emissions=0

Sites of JCM Model Project



Memorandum of Cooperation between World Bank Group and MOEJ

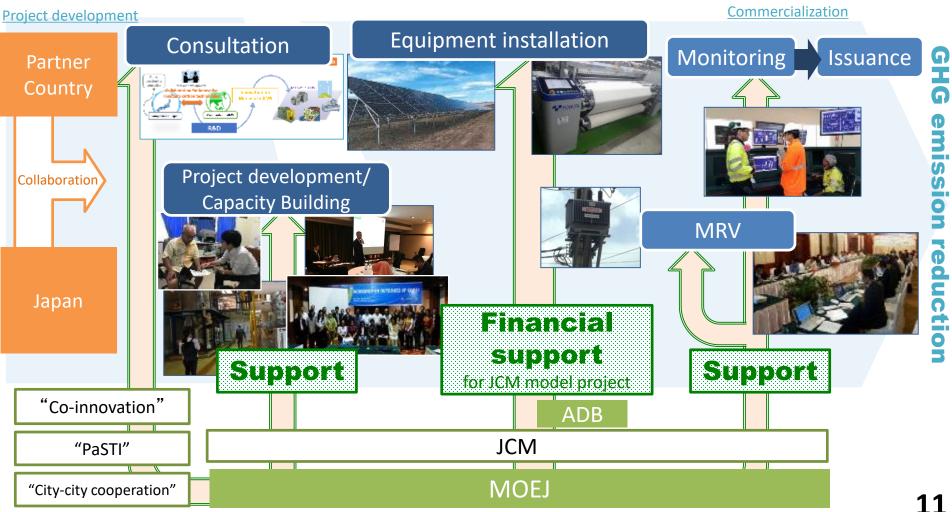
- ➤ Identify suitable WBG programs where the MOEJ could potentially participate through appropriate identified means and jointly develop mitigation outcomes from the projects using the JCM methodology
- Explore the possibility to scale up the JCM projects under the PMR and PMR Successor Program
- Share information on identified candidate programs with the MOEJ to explore and examine potential arrangements of the pilot projects with the JCM including utilization of Measurement, Reporting and Verification ("MRV") methodologies





Total support for JCM by MOEJ and more

MOEJ provides total support for the JCM project from idea to action and implementation.



JCM Business Matching Site "JCM Global Match"

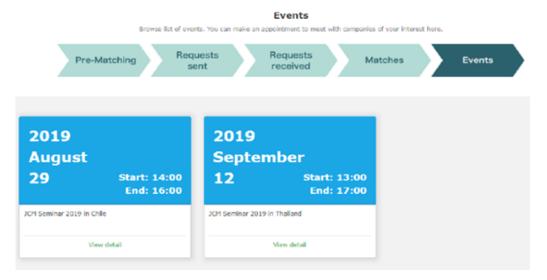
https://gec.force.com/JCMGlobalMatch/

♦Objectives

 To facilitate business match making of sellers and buyers of low and zero carbon technology for the JCM project

♦Features

- Automated match-making website based on registered information
- Arrangement of face-to-face meetings
- Financial institutions and consulting firms can also participate for match-making





QR code to see the website



