

Selling carbon from tropical forests and peatlands

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Selling carbon from forests & peat lands

- Risks: Natural dynamics & human risks (legislation, illegal logging, fire).



Price setting

- ownership
- leakage
- additionality

ownership

- Government
- Locals (adat)

Leakage

- Accept a realistic project approach for making a start instead of trying to achieve a wall to wall security

Additionality

- Use a sustainable approach: make sure that legislation and economic perspectives are in balance.

income/ costs conservation scenario)

- government: + 50 US\$/year (?)
- Plantation business: - 300 US\$
- Poor locals: - 50 US\$/year

Is there a business case?

- Tropical forest (200 M ha, 100 ton C/ha 2,5 % deforestation; starting price 3 US\$) 15-20 US\$ (annual rents requested 1-20 US\$). Business willing to plough back 65 %? No business!!
- Peatlands 1000 US \$/year but in some cases probably not possible, without plantations