

## Agenda item 4.1(c)

Paragraph 31 of the annotated agenda

# Seeking mandate to revise and expand the concept of market share

**CDM EB100**

Bangkok, Thailand, 27-31 August 2018



## Procedural background

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- While working on revision of methodologies and tools for automatic additionality, the Methodologies Panel (MP) identified that it needs to work on the concept of market share provide more clarity and make the threshold values consistent across tools and methodologies.
- In this regard, the MP:
  - a) recognized that the market-share approach in methodologies requires further elaboration to incorporate the penetration rate (e.g. 1 per cent per year) as an element of assessing the additionality of an identified technology measure.
  - b) recognized that a one-year picture of the market share or market saturation alone may not be sufficient to ensure the additionality of a project in some sectors.
  - c) identified that the penetration thresholds used in the methodologies and tools to demonstrate automatic additionality differ.



## Recommendations to the Board

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- The Board may wish to consider the recommendation of the MP to provide a mandate to revise and expand the concept of market share to include the penetration rate as an additional element to determine whether a project could be considered additional and eligible for CDM, and make the threshold values consistent across tools and methodologies.

