

Application of the Oeko-Institut/WWF-US/ EDF methodology for assessing the quality of carbon credits

This document presents results from the application of version 3.0 of a methodology, developed by Oeko-Institut, World Wildlife Fund (WWF-US) and Environmental Defense Fund (EDF), for assessing the quality of carbon credits. The methodology is applied by Oeko-Institut with support by Carbon Limits, Greenhouse Gas Management Institute (GHGMI), INFRAS, Stockholm Environment Institute, and individual carbon market experts. This document evaluates one specific criterion or sub-criterion with respect to a specific carbon crediting program, project type, quantification methodology and/or host country, as specified in the below table. Please note that the CCQI website <u>Site terms and Privacy Policy</u> apply with respect to any use of the information provided in this document. Further information on the project and the methodology can be found here: www.carboncreditquality.org

Criterion:	7.1 Host country commitment to the global temperature goal
Host country:	Mexico
Date of final assessment:	20 May 2022
Score:	1

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Assessment

The methodology assesses whether the host country has communicated a LEDS and whether it has an explicit commitment in the form of a net zero emissions target, including: the timeframe of the target, differentiating between LDCs/SIDS and other economies; the coverage of greenhouse gases and sectors; whether the target is a domestic target or whether it includes the use of international carbon credits; and the legal status of the target.

Indicator 7.1.1

Relevant scoring methodology provisions

"The country has communicated a LEDS."

Information sources considered

- UNFCCC Communication of long-term strategies (https://unfccc.int/process/the-paris-agreement/long-term-strategies)
- 2. Mexico's first LEDS (https://unfccc.int/files/focus/long-term_strategies/application/pdf/mexico_mcs_final_cop22nov16_red.pdf)

Assessment outcome

Yes (3 Points).

Justification of assessment

Mexico has communicated a LEDS on 16 November 2016 (Sources 1 and 2).

Indicator 7.1.2

Relevant scoring methodology provisions

"The country is an LDC and has adopted a net zero emissions target for

a. 2050 or earlier;

OR

b. 2051 to 2069;

OR

c. 2070 or later.

OR

The country is not an LDC and has adopted a net zero emissions target for

d. 2040 or earlier;

OR

e. 2041 to 2059;

OR

f. 2060 or later."

Information sources considered

- Mexico's first updated NDC which has been communicated to the UNFCCC secretariat on 30 December 2020 (https://www4.unfccc.int/sites/ndcstaging/PublishedDocuments/MexicoFirst/NDC-Eng-Dec30.pdf)
- Mexico's first LEDS (https://unfccc.int/files/focus/long-term_strategies/application/pdf/mexico_mcs_final_cop22nov16_red.pdf)
- Climate Action Tracker Assessment for Mexico
 https://climateactiontracker.org/countries/mexico/net-zero-targets/

Assessment outcome

Not applicable (0 points).

Justification of assessment

Mexico has not yet adopted a net zero emissions target (Sources 1 to 3).

Indicator 7.1.3

Relevant scoring methodology provisions

"The adopted net zero emissions targets covers

a. all sectors of the economy, including international aviation and shipping, and all main greenhouse gases (CO₂, CH₄, N₂O, HFCs, PFCs, SF₆, NF₃);

OR

b. at least 90% of the country's GHG emissions;

OR

c. less than 90% of the country's GHG emissions."

OR

d. No information is available or it is insufficiently clear.

Information sources considered

- Mexico's first updated NDC which has been communicated to the UNFCCC secretariat on 30 December 2020 (https://www4.unfccc.int/sites/ndcstaging/PublishedDocuments/Mexico-First/NDC-Eng-Dec30.pdf)
- Mexico's first LEDS (https://unfccc.int/files/focus/long-term_strategies/application/pdf/mexico_mcs_final_cop22nov16_red.pdf)
- Climate Action Tracker Assessment for Mexico
 https://climateactiontracker.org/countries/mexico/net-zero-targets/

Assessment outcome

Not applicable (0 points).

Justification of assessment

Mexico has not yet adopted a net zero emissions target (Sources 1 to 3).

Indicator 7.1.4

Relevant scoring methodology provisions

"The adopted net zero emissions target is

a. a domestic target (i.e., without the purchase of international carbon credits but possibly with linking of emissions trading systems);

OR

b. a target to be achieved with the purchase of international carbon credits, or no information is available."

Information sources considered

- Mexico's first updated NDC which has been communicated to the UNFCCC secretariat on 30 December 2020 (https://www4.unfccc.int/sites/ndcstaging/PublishedDocuments/MexicoFirst/NDC-Eng-Dec30.pdf)
- Mexico's first LEDS (https://unfccc.int/files/focus/long-term strategies/application/pdf/mexico mcs final cop22nov16 red.pdf)
- Climate Action Tracker Assessment for Mexico
 https://climateactiontracker.org/countries/mexico/net-zero-targets/

Assessment outcome

Not applicable (0 points).

Justification of assessment

Mexico has not yet adopted a net zero emissions target (Sources 1 to 3).

Indicator 7.1.5

Relevant scoring methodology provisions

"The adopted net zero emissions target

a. has been communicated to the UNFCCC in the country's NDC and/or LEDS, and has been enshrined in domestic law;

OR

b. has been communicated to the UNFCCC in the country's NDC and/or LEDS, *or* has been enshrined in domestic law;

OR

c. has only been announced or adopted by government or relevant legislative bodies but neither been communicated to the UNFCCC in the country's NDC and/or LEDS nor been enshrined in domestic law."

Information sources considered

- Mexico's first updated NDC which has been communicated to the UNFCCC secretariat on 30 December 2020 (https://www4.unfccc.int/sites/ndcstaging/PublishedDocuments/MexicoFirst/NDC-Eng-Dec30.pdf)
- Mexico's first LEDS (https://unfccc.int/files/focus/long-term strategies/application/pdf/mexico mcs final cop22nov16 red.pdf)
- Climate Action Tracker Assessment for Mexico
 https://climateactiontracker.org/countries/mexico/net-zero-targets/

Assessment outcome

Not applicable (0 points).

Justification of assessment

Mexico has not yet adopted a net zero emissions target (Sources 1 to 3).

Scoring results

According to the above assessment, the country receives 3 out of 15 achievable points. Applying the scoring approach in the methodology, this results in a score of 1.