



REDUCING FOREST DEGRADATION AND EMISSIONS THROUGH SUSTAINABLE FOREST MANAGEMENT (SFM) IN PENINSULAR MALAYSIA

International Technical Seminar on REDD Plus
Tokyo 7-8 Feb 2012

Samsudin Musa
Head of Climate Change Program,
Forest Research Institute Malaysia (FRIM)

REDD+

- There is global recognition of valuable services provided by forest - both rich and poor countries

- Store and sequester carbon
- Conserve the diversity of life
- Protect soil and water resources
- Source of useful products, drug and food



- There is also global recognition of the emissions from the loss and degradation of forests particularly tropical forests
- Incentives such as REDD ensure that forest are protected and managed to enhance its sequestration potential and carbon storage
- CDM only provides incentives for new and additional forests (A&R)
- REDD + allow developing countries to receive some payments for the value their existing forests provide

REDD



- ❑ Deforestation & degradation contributes to a 20% of global C emissions
- ❑ It is economic to reduce global emissions through REDD
- ❑ Thus the REDD mechanism formed to provide incentives to developing countries that are able to reduce emissions from forest
- ❑ Any reductions if C emissions from BAU is eligible for REDD financing
- ❑ Malaysia is interested in REDD+ as forestry is an important sector for economic and env. reasons
- ❑ REDD+ is a voluntary scheme
- ❑ Modalities are still being negotiated



REDD+ can take the following avenues:

- ❑ Reducing deforestation rates
- ❑ Reducing forest degradation occurs in permanent production forests (no land-use change)
- ❑ Strengthening of sustainable management role of toward forest resources, and
- ❑ Strengthening of the conservation role
- ❑ Enhancing carbon stock through restoration and rehabilitation

Malaysia's involvement in REDD

- ❑ Malaysia is not part of the REDD partnership countries
- ❑ Almost all the ASEAN countries are in and thus have REDD+ projects with external funding and technical assistance
- ❑ Malaysia has started implementing REDD+
 1. Developing National REDD strategy > NRE
 2. Developing a monitoring system (MRV) for REDD > FRIM/FFPRI, etc
- ❑ Third project to start is this ITTO project
- ❑ Implementing REDD+ projects in Malaysia important to
 - Enhance awareness
 - Enhance readiness to implement REDD projects
 - Enhance capacity > learning by doing

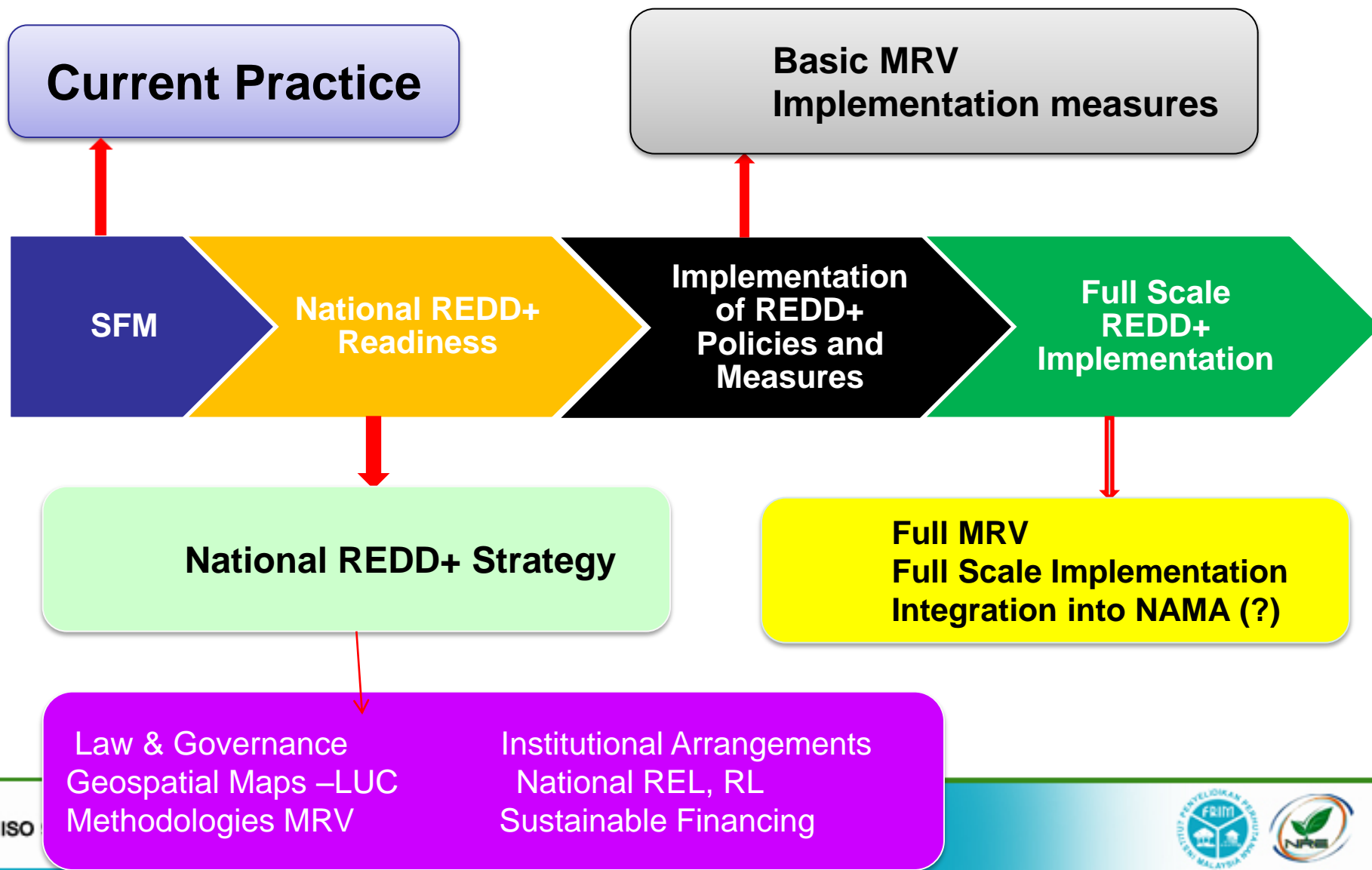
Implementing REDD+



REDD+ implementation in Malaysia will following a phased approach:

- ✓ Readiness phase
- ✓ Implementation of REDD+ policies and measures
- ✓ Full scale REDD+ implementation

REDD+ Implementation Phases



Implementing REDD+



Malaysia is currently developing her National REDD+ Strategy which will be provides analysis of the following component:

- National circumstances
 - National baselines
 - Monitoring, Reporting and Verification (MRV)
 - Institutional arrangement
 - Sustainable financing
- This ITTO project will compliment existing efforts

ITTO Project Summary

EXECUTING AGENCY	FRIM	
COLLABORATING AGENCY	NRE, FDPM HQ, State FD	
DURATION	36 months	
APPROXIMATE STARTING DATE	February 2012	
BUDGET SOURCES OF FINANCE:	Source	Contribution in US\$
	ITTO	597, 002.00
	Government of Malaysia	238, 000.00
	Other sources	0.00
	TOTAL	835, 002.00

Project

- Agreement has been signed by Malaysia and ITTO.
- Project differs to existing projects as it focuses on degradation and is at the sub-national level > state
- Allow us to assess if an FMU will be able to gain from REDD+
- There are already interest by private companies to explore if states are interested to sell their carbon stocks through avoided deforestation eg Pahang & Kelantan
- Malaysia investing quite a bit on SFM to reduce forest degradation > can we get incentives from REDD+
- Improved management > reduce degradation > reduce CO2 emissions

Objectives

- General objective > to utilize Sustainable Forest Management (SFM) as a mitigation tool in combating climate change.
 - As deforestation rate is stable in Malaysia, the emissions to be accounted for REDD mechanism would probably come from the reduction of forest degradation
- Specific Objectives
 - To improve knowledge on reduction of forest degradation and enhance payments for ecosystem services

Outputs and Activities



- **Output 1: National forest degradation estimated**
- Activities**
 - Assessment of forest degradation drivers
 - Stakeholder consultations
 - Develop tools/guidelines to account, monitor and report forest degradation

Outputs and Activities

- **Output 2: Forest degradation reduced at the forest management unit**

Activities

- Forest degradation at the forest management unit assessed
 - Assessment made using remote sensing and ground inventories
- Methods for reducing forest degradation implemented
 - Improve harvesting prescriptions assessed > log fisher, RIL, Max volume control, protection of fruit trees, etc

Outputs and Activities



- **Output 3: Incentives for carbon and ecosystems services established**

Activities

- Assessment of cost and benefits of improving forest management and reducing degradation
- Develop a scheme for payment under REDD or PES (co benefits beside C)

Outputs and Activities

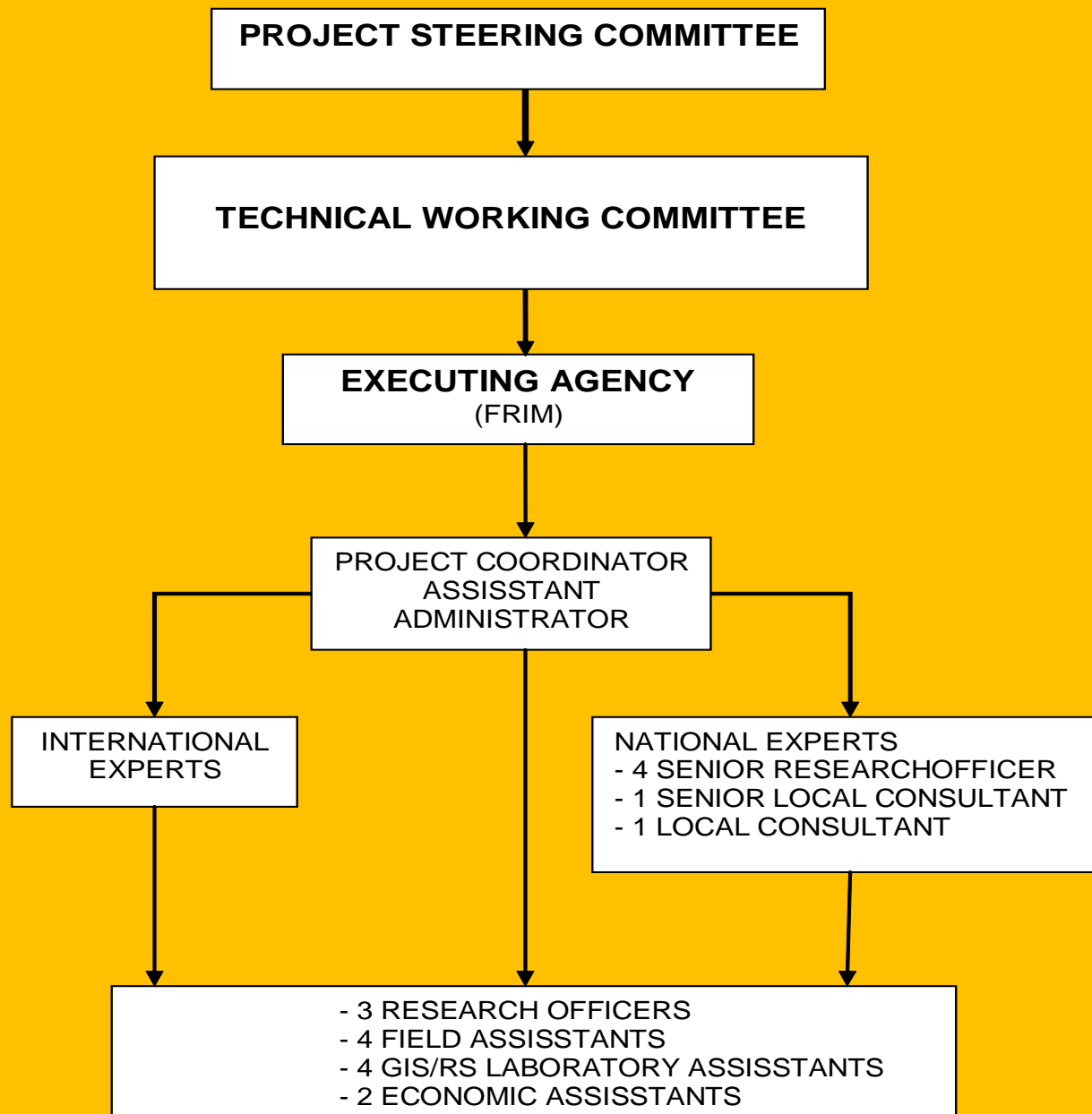
- **Output 4: Capacity of major stakeholders and communities where relevant is strengthened**

Activities

- Developing awareness programmes amongst policy makers and forest managers
 - Particularly at the state level > workshops, consultations etc.
- Develop capacity in REDD+ and carbon accounting
 - Assessment of different C pools > training local and international
- Cross sharing of experience and knowledge with other REDD projects in the region
 - Visits and study tours to assess REDD+ projects

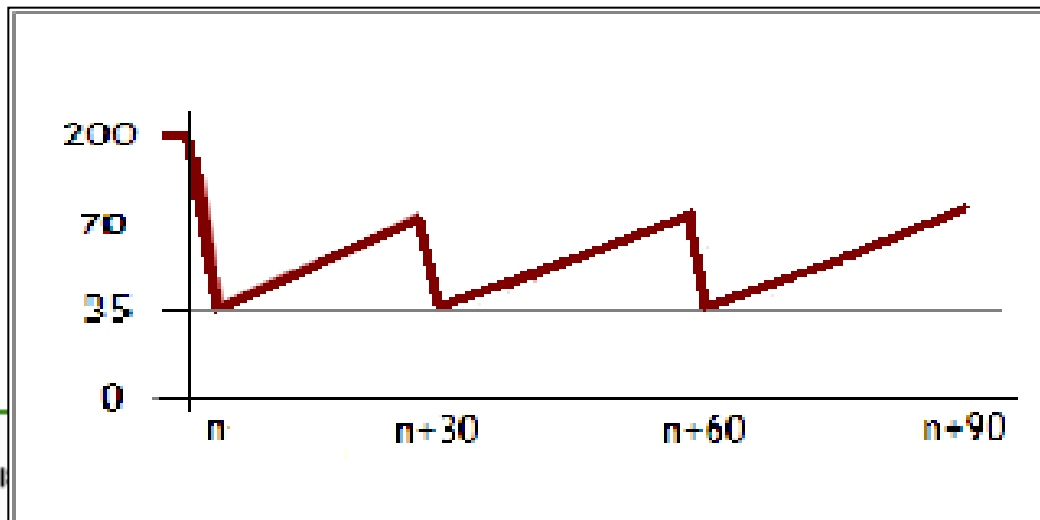
Implementation approaches and methods

- Major players > FRIM, NRE, FDHQ, Pahang State FD
- Project Steering Committee > governing body to ensure project implemented accordingly based on national circumstances > multi sectoral
- Technical Working Group – address technical aspects of the project
- Project Site > Pahang
 - forestry an important economic sector
 - Has orang asli/local communities
 - Large protected forests > national parks, watersheds etc
 - Various forest type> inland, peat and mangroves
- Initial efforts to communicate with state FD on the projects initiated



Some Concerns

- Core issues remains that could influence participation in REDD
- SFM in Malaysia > additionality in enhancement of carbon stocks
- Forest conservation > meeting additionality criteria
- Negotiations may take path of AR CDM > high transaction costs & low carbon value
- Excessive demand but insufficient REDD funds



Carbon stock enhancement efforts cannot be adequately compensated through low C value under redd+

Some Concerns ...

- Addressing safeguards > list of prescriptive requirements
- MRV > how elaborate
- Validation > third party?, review process
- Success of REDD depends on transactions costs and price of carbon under REDD+
- REDD+ > Need to balance between env. Integrity and practicality



Photo by GEC

Conclusion

- Project is exciting as it provides opportunities to enhance value of forests
- It promotes SFM and supports Malaysia's commitment under the UNFCCC
- Again REDD is voluntary > if benefits are not attractive > no need to be involved
- Usually non-timber values – people ask show me the money. Under REDD real monetary payment
- Project's success depends on the support of key stakeholders > FDHQ and State FD
- Project implementation does not require mandatory changes to current state policies and forest management practices
- Support and Active participation from the beginning

Thank you
Terima Kasih

