

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:	South Africa
Date of final assessment:	20 May 2022
Score:	2.33

Contact

info@oeko.de www.oeko.de

Head Office Freiburg

P. O. Box 17 71 79017 Freiburg

Street address

Merzhauser Straße 173 79100 Freiburg Phone +49 761 45295-0

Office Berlin

Borkumstraße 2 13189 Berlin Phone +49 30 405085-0

Office Darmstadt

Rheinstraße 95 64295 Darmstadt Phone +49 6151 8191-0

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

- 1. UNFCCC Communication of long-term strategies (https://unfccc.int/process/the-paris-agreement/long-term-strategies)
- South Africa's Low Emission Development Strategy 2050
 (https://unfccc.int/sites/default/files/resource/South%20Africa%27s%20Low%20Emission%20 Development%20Strategy.pdf)

Assessment outcome

Yes (3 Points)

Justification of assessment

South Africa has communicated a LEDS on 23 September 2020 (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

Assessment outcome

Sub-paragraph e is applicable (3 points).

Justification of assessment

The country is not an LDC and has adopted a net zero carbon emissions target for 2050 (Source 1).

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

- South Africa's Low Emission Development Strategy 2050
 (https://unfccc.int/sites/default/files/resource/South%20Africa%27s%20Low%20Emission%20
 Development%20Strategy.pdf)
- South Africa's first NDC which has been updated and communicated to the UNFCCC secretariat on 27 September 2021

(https://www.environment.gov.za/sites/default/files/reports/draftnationalydeterminedcontributions_2021updated.pdf)

Assessment outcome

Sub-paragraph d is applicable (0 points).

Justification of assessment

There is insufficient information to assess the coverage of the target (Sources 1 and 2).

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

- South Africa's Low Emission Development Strategy 2050
 (https://unfccc.int/sites/default/files/resource/South%20Africa%27s%20Low%20Emission%20 Development%20Strategy.pdf)
- South Africa's first NDC which has been updated and communicated to the UNFCCC secretariat on 27 September 2021
 (https://www.environment.gov.za/sites/default/files/reports/draftnationalydeterminedcontributions_2021updated.pdf)
- 3. Climate Action Tracker Assessment for South Africa (https://climateactiontracker.org/countries/south-africa/net-zero-targets/)

Assessment outcome

Sub-paragraph b is applicable (0 points).

Justification of assessment

There is insufficient information to assess whether the target is to be achieved with the purchase of international carbon credits (Sources 1 and 2).

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

- South Africa's Low Emission Development Strategy 2050
 (https://unfccc.int/sites/default/files/resource/South%20Africa%27s%20Low%20Emission%20 Development%20Strategy.pdf)
- Climate Action Tracker Assessment for South Africa (https://climateactiontracker.org/countries/south-africa/net-zero-targets/)

Assessment outcome

Sub-paragraph b is applicable (1 point).

Justification of assessment

The target has been communicated in the LEDS (Source 1); however, according to Climate Action Tracker, the target has not yet been enshrined in domestic law (Source 2).

Scoring results

According to the above assessment, the country receives 7 out of 15 achievable points. Applying the scoring approach of the methodology, this results in a score of 2.33.