Earth Negotiations Bulletin

A Reporting Service for Environment and Development Negotiations

Online at http://www.iisd.ca/forestry/unff/unff6/

Vol. 13 No. 137

Published by the International Institute for Sustainable Development (IISD)

Thursday, 16 February 2006

UNFF-6 HIGHLIGHTS: WEDNESDAY, 15 FEBRUARY 2006

On Wednesday, 15 February, the sixth session of the United Nations Forum on Forests (UNFF-6) continued the review of the international arrangement on forests (IAF). In morning and afternoon sessions, delegates convened in two Working Groups to begin the second reading of the Chair's draft text. Working Group 1 (WGI) discussed the general mandate of the IAF, strategic objectives, legal framework and the instrument. WGII considered the means of implementation, enhanced cooperation and working modalities.

WORKING GROUP I

Jacques Andoh Alle, Minister of Environment, Water and Forests, Côte D'Ivoire, presented on national efforts to strengthen sustainable forest management (SFM), and increase participation of all relevant stakeholders in decision-making. He called for strengthening the international forest dialogue, establishment of a consensual non-legally binding instrument (LBI), and appropriate financial mechanisms.

ARGENTINA, opposed by SOUTH AFRICA, on behalf of the AFRICAN GROUP, BRAZIL, on behalf of the Amazon countries, AUSTRALIA and the EU, proposed discussing the overall architecture of the document and finding common ground, rather than reading through the text paragraph by paragraph. ARGENTINA cautioned against re-opening the agreed text on goals or strategies, and proposed working immediately on a mandate for the negotiation of an international instrument that would provide a general and flexible framework. With BRAZIL and CHILE, ARGENTINA called for concrete results on a financial mechanism.

PREAMBLE: On reaffirming commitment to the Rio Declaration Principles, BRAZIL, supported by the AFRICAN GROUP, among others, preferred specifying principles on sovereign rights of countries and common but differentiated obligations. SWITZERLAND proposed adding "and related responsibilities," and the US proposed referring to all the Rio Principles. The US agreed to a reference on the Millennium Development Goals (MDGs) and, with SWITZERLAND and the EU, to the outcomes of the 2005 World Summit.

On the benefits provided by forests, IRAN, PAKISTAN, GUATEMALA and COSTA RICA, opposed by the EU, INDONESIA, INDIA and BRAZIL, supported text proposed by SAUDI ARABIA specifying the role of forests in reducing emissions and producing sinks. Regarding compromise text on

recognizing the multiple benefits proved by forests, proposed by COSTA RICA on behalf of the Central American Integration System (SICA), the AFRICAN GROUP, supported by SWITZERLAND, COSTA RICA, IRAN and the US, called for a reference to "trees outside of forests." NORWAY, supported by COSTA RICA, called for text referring to the MDGs. INDIA, supported by VENEZUELA, on behalf of the Amazon countries, but opposed by COSTA RICA, requested deletion of text on timber and non-timber forest products (NTFPs) and environmental services as benefits provided by forests. INDIA, supported by VENEZUELA on behalf of the Amazon countries, argued that language of this paragraph originates from the International Tropical Timber Agreement, which is concerned with commodity and trade negotiations and is thus inappropriate.

GENERAL MANDATE: On additional functions of the IAF, such as assisting countries to maintain their global forest resources and forest quality, Brazil objected to the terms "global forest resources" and "forest quality." AUSTRALIA, with COSTA RICA and IRAN, requested reference to maintaining the full range of forest benefits, particularly for forest-dependent indigenous and local communities. BRAZIL, supported by AUSTRALIA and INDONESIA, added reference to indigenous peoples' rights to "fair and equitable benefit sharing deriving from the use of their traditional knowledge." INDONESIA, supported by GUATEMALA and the AFRICAN GROUP, preferred waiting for WGI's outcomes on regionalization before addressing text on developing flexible approaches to strengthening linkages between UNFF and regional and subregional forest-related mechanisms.

STRATEGIC OBJECTIVES: COSTA RICA, the EU, AUSTRALIA, IRAN, CHINA and ARGENTINA, opposed by the US, preferred not re-opening discussion of the agreed-*ad ref* goals. AUSTRALIA noted that agreement on the goals was the most important achievement of UNFF-5.

LEGAL FRAMEWORK: The AFRICAN GROUP called for text on "recognizing the need for ongoing discussion regarding the option of an LBI." BRAZIL noted that the EU-proposed language on a sunset clause was negative and inappropriate.

VOLUNTARY CODE/GUIDELINES/INTERNATIONAL UNDERSTANDING: PAKISTAN argued that 2007 would be too ambitious a deadline for the development of a voluntary code or instrument. The EU hoped to adopt a voluntary instrument at this session, noted that the instrument should complement the IAF, and, supported by the US, suggested combining possible elements of the instrument contained in separate annexed proposals by the US, the EU and BRAZIL.

This issue of the *Earth Negotiations Bulletin* © <enb@iisd.org> is written and edited by Reem Hajjar, Twig Johnson, Ph.D., Harry Jonas, and Peter Wood. The Digital Editor is Leila Mead. The Editor is Pamela S. Chasek, Ph.D. Spam@iisd.org> and the Director of IISD Reporting Services is Langston James "Kimo" Goree VI <kimo@iisd.org>. The Sustaining Donors of the *Bulletin* are the Government of the United States of America (through the Department of State Bureau of Oceans and International Environmental and Scientific Affairs), the Government of Canada (through CIDA), the Swiss Agency for Environment, Forests and Landscape (SAEFL), the United Kingdom (through the Department for International Development - DFID), the Danish Ministry of Foreign Affairs, the Government of Germany (through the German Federal Ministry of Environment - BMU, and the German Federal Ministry of Development Cooperation - BMZ), the Netherlands Ministry of Foreign Affairs, and the European Commission (DG-ENV). General Support for the *Bulletin* during 2006 is provided by the United Nations Environment Programme (UNEP), the Government of Australia, SWAN International, the Japanese Ministry of Environment (through the Institute for Global Environmental Strategies - IGES) and the Japanese Ministry of Economy, Trade and Industry (through the Global Industrial and Social Progress Research Institute - GISPRI). Funding for translation of the *Earth Negotiations Bulletin* into French has been provided by the International Organization of the Francophonic (IOF) and the French Ministry of Foreign Affairs. Funding for the translation of the *Earth Negotiations Bulletin* into Spanish has been provided by the Ministry of Environment of Spain. The opinions expressed in the *Earth Negotiations Bulletin* are those of the authors and do not necessarily reflect the views of IISD or other donors. Excerpts from the *Earth Negotiations Bulletin* may be used in non-commercial publications with appropriate academic citation. For information on the *Bul*



ARGENTINA expressed willingness to work on a mandate for negotiating a voluntary instrument. The US encouraged participants to agree on a voluntary "instrument-agreement-code-international understanding-thing" at this meeting, and, with AUSTRALIA and the EU, said that a strong ECOSOC resolution was critical

BRAZIL noted convergences among emerging ideas on an instrument, and called for its negotiation within the UNFF. AUSTRALIA said producing a brief code was feasible but noted that the lengthy FAO Code of Conduct for Responsible Fisheries took two years to negotiate, and was not negotiated by the governing body of the agreement. The AFRICAN GROUP also proposed draft elements for the "thing," and INDIA said it would do so shortly. The EU, noting the need for both a strengthened IAF and a voluntary code, offered to work on language for a code combining the suggestions of others.

WORKING GROUP II

PREAMBLE: On submission of national reports, GHANA, on behalf of the AFRICAN GROUP, supported by CHILE, CHINA, PAKISTAN, INDIA, ECUADOR for the Amazon countries, INDIA and the RUSSIAN FEDERATION, argued that the term "voluntary" should remain in the Preamble. This was opposed by the EU and SWITZERLAND who maintained that the term was redundant.

BRAZIL, supported by INDONESIA, the AFRICAN GROUP and SWITZERLAND, favoured substituting "strategic objectives" for "global goals." The AFRICAN GROUP, supported by the EU, suggested that countries be encouraged to submit national reports to the Forum at "regular intervals."

INDONESIA suggested that it is too early to set a date by which countries begin to submit reports, while the AFRICAN GROUP, supported by the RUSSIAN FEDERATION, suggested that countries begin to make submissions in 2007, and no later than 2009.

MEANS OF IMPLEMENTATION: BRAZIL requested maintaining "taking into account economic, social and environmental priorities and specificities at the national, subregional and regional levels." The US, the REPUBLIC OF KOREA and SWITZERLAND suggested waiting for the outcome of WGI deliberations on goals versus objectives.

On official development assistance (ODA), CUBA, supported by ECUADOR, REPUBLIC OF KOREA and PARAGUAY, emphasized that countries are concerned about its decline, and not the decline in ODA requests. The US offered to amend this to "ODA requested, and in turn allocated." The EU noted that ODA is based on a mutually supportive commitment between donors and recipients. SWITZERLAND, opposed by CUBA, proposed changing "developed" to "donor" countries.

PARAGUAY, supported by ECUADOR and CUBA, requested that least developed, landlocked and small island developing states be expressly considered, and BELARUS, supported by CROATIA, called for the inclusion of economies in transition.

On mobilizing resources, the US, supported by the EU, proposed adding text to include the use of foreign and direct investment, national development budgets and public-private partnerships. CUBA suggested indicating within the text that sources and mechanisms from documents other than the Paris Declaration on Aid Effectiveness can also be used more effectively.

On means of implementation, the AFRICAN GROUP proposed the creation of a global forestry fund to support SFM, accessible to developing countries and administered by the World Bank. SWITZERLAND opposed the suggestion, arguing

that several under-funded forest funds already exist. JAPAN suggested that a review of these funds should be conducted before a new one is developed. The AFRICAN GROUP said it would welcome the consolidation of present forest funds. INDONESIA welcomed the AFRICAN GROUP's proposed text, but asked for more clarity regarding eligibility criteria and queried why the World Bank should administer it. BELARUS, supported by CROATIA, called for the inclusion of economies in transition to the AFRICAN GROUP's proposal and argued that a unified fund for forests would be useful. SAUDI ARABIA recommended country-specific forest funding.

The AFRICAN GROUP, PAKISTAN and INDIA agreed that the GEF is under-funded and called for an increase in its funding levels and role.

On involving financial bodies, the EU, opposed by the US, wished to retain reference to "global goals." SWITZERLAND emphasized "offering attractive conditions for loans" in the context of SFM.

On enabling private sector investment, COSTA RICA, supported by SWITZERLAND, opposed by BRAZIL and INDIA, called for the inclusion of "financial recognition" for reducing deforestation, noting this is being explored under the UNFCCC.

On improving means of implementation, FIJI proposed additional text urging: capacity building; transfer of environmentally sound technologies; involvement of major groups; and using traditional technologies.

The US proposed consolidating the two paragraphs related to means of implementation, while the AFRICAN GROUP, supported by SWITZERLAND, suggested keeping financial means of implementation separate from others. BRAZIL, for the Amazon countries, wished to insert "strategic objectives" after "global goals."

On providing support for science and technological innovations, the AFRICAN GROUP noted that not all benefits to local communities promote SFM.

On sustainably managed sources of forest products, BRAZIL requested removing reference to "legally harvested" sources. The AFRICAN GROUP suggested "regulated" as an alternative, noted the distinction between illegal logging and logging during conflict, and noted that SFM does not address this. SWITZERLAND suggested that as legality is an inherent part of SFM, there is no need to be explicit. While AUSTRALIA, opposed by the EU, suggested "legal and ultimately sustainably managed sources," CHINA, INDIA, ECUADOR and CHILE suggested that "sustainable" implies "legal." While underscoring the importance of land degradation, COLOMBIA cautioned against losing focus on achieving global goals and strategic objectives.

IN THE CORRIDORS

"The devil's in the details," said one delegate today, reflecting on the grueling paragraph by paragraph second reading of the draft text. Although some delegates saw movement towards agreement on a "voluntary instrument-agreement-code-international-understanding-thing" as progress, others expressed frustration with the devolvement of discussions. The latter have alluded to the formation of a "like-minded group" willing to pursue an LBI, following in the footsteps of other global initiatives that decided to pursue agreement outside the UN system. This could prove to be a political minefield, but it is uncertain whether such a movement could ever achieve a critical mass of forested nations.