

Assessment of Country's Readiness and International Experience for Carbon Trade Exchange Design



PROJECT SNAPSHOT

Country: Vietnam

Vietnam's rapid economic growth and rising energy demand have led to a significant increase in greenhouse gas emissions. To meet its climate and development goals, the country must establish a carbon trade exchange (CTX).

This project will support the development of the necessary legal framework and financial mechanisms to ensure the CTX is operational by 2025.



ETP'S CONTRIBUTION

ETP equipped the Ministry of Finance with a detailed assessment of Vietnam's current legal, institutional, and infrastructural conditions. The assessment identified critical gaps that must be addressed for the future establishment and operation of a carbon trade exchange (CTX).

Additionally, the project drew upon lessons learned from established CTX models in other countries, particularly those with similar starting points and conditions as Vietnam. This analysis led to the recommendation of a tailored institutional and technical roadmap for the country.

KEY OUTPUTS

- Deliver a comprehensive assessment of Vietnam's existing legal, institutional, and infrastructural conditions for establishing a carbon trade exchange (CTX).
- Identify critical gaps that need to be addressed to ensure the CTX's successful operation.
- Analyze lessons learned from established CTX models in other countries, particularly those with similar conditions to Vietnam.
- Recommend a tailored institutional and technical roadmap for the country.

CONNECT





ENERGY
TRANSITION
PARTNERSHIP

STRATEGIC OUTCOME 1

Policy Alignment with Climate Commitments

IMPLEMENTATION PARTNERS

Environment and Ecology Institute
GREENCIC
ECOYE

STAKEHOLDERS

Legal Department, Ministry of Finance,
Viet Nam
Ministry of Natural Resources and
Environment (MONRE)

PROJECT DURATION

July 2023 - February 2024

CONTACT DETAILS

ETP Secretariat:

14th Floor, 208 Wireless Road, Bangkok,
Thailand.

+66 02-2134567

etp@unops.org

sea.etp.org

@sea_etp_org

sea-etp-org

energytransitionpartnership.org



IMPACT



Contributing to meet the Paris Climate Goals expressed in Vietnam's Nationally Determined Contribution of 43.6% GHG reduction against business-as-usual by 2030



OUTCOME



Build the externality costs of pollution into the operations of major polluters. This approach aims to incentivize a change in business-as-usual practices, which will lead to a reduction in GHGs.



OUTPUT



- Developing carbon market master class design
- CTX policy recommendations workshop
- Legal gaps review and policy recommendations