

**Decision -/CMP.7**

**Emissions trading and the project-based mechanisms**

*The Conference of the Parties serving as the meeting of the Parties to the Kyoto Protocol,*

*Recalling* Articles 6, 12 and 17 of the Kyoto Protocol,

*Recalling* decisions 1/CMP.1, 2/CMP.1, 1/CMP.5 and 1/CMP.6,

*Noting* the reports of the Ad Hoc Working Group on Further Commitments for Annex I Parties under the Kyoto Protocol on its sessions to date,

1. *Reconfirms* that the use of the mechanisms shall be supplemental to domestic action and that domestic action shall thus constitute a significant element of the effort made by each Party included in Annex I to meet its quantified emission limitation and reduction commitments under Article 3, paragraph 1 of the Kyoto Protocol, or any amendment thereto;
  2. *Decides* to review at its eighth session, and revise as appropriate, the design of the commitment period reserve for the subsequent commitment period to support the effective operation of emissions trading, taking into account, inter alia, the relevant rules, modalities, guidelines and procedures for measuring, reporting, verification and compliance;
  3. *Requests* the Subsidiary Body for Implementation, at its thirty-sixth session, to consider the matter referred to in paragraph 2 above with a view to recommending draft decisions for adoption by the Conference of the Parties serving as the meeting of the Parties to the Kyoto Protocol at its eighth session.
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