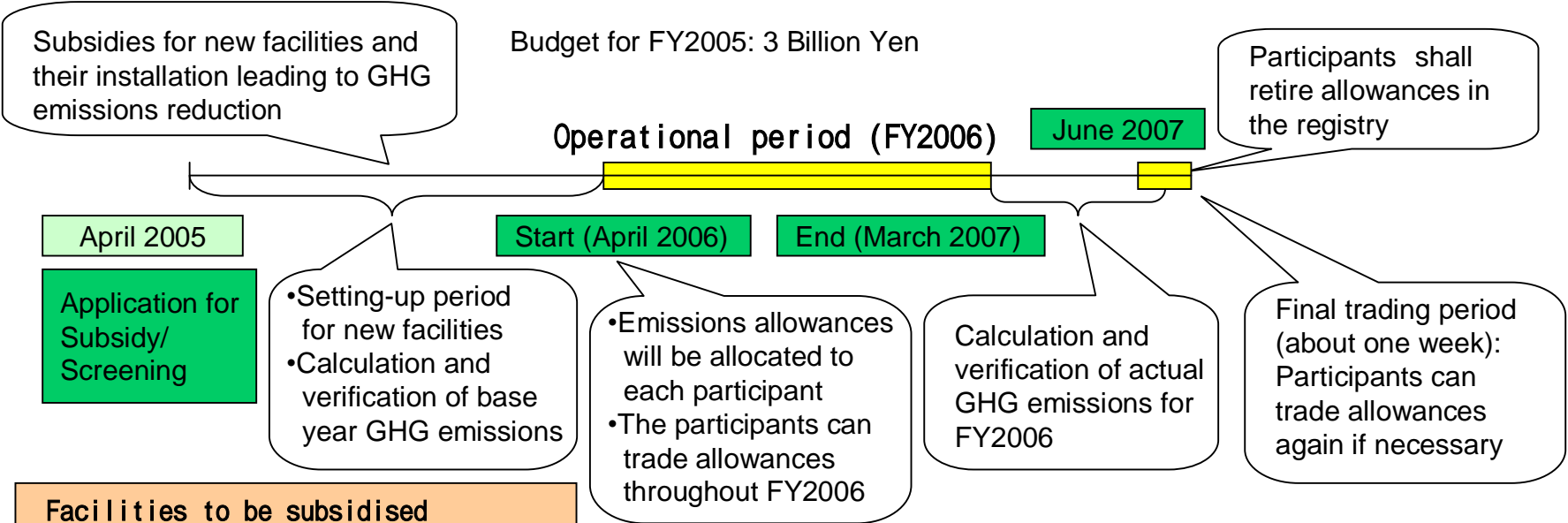


# Japan's Voluntary Emissions Trading Scheme (JVETS) in 2005



**Facilities to be subsidised**

- New facilities to improve energy efficiency or to promote renewable energy leading to GHG emissions reduction (Total budget: 3 Billion Yen)

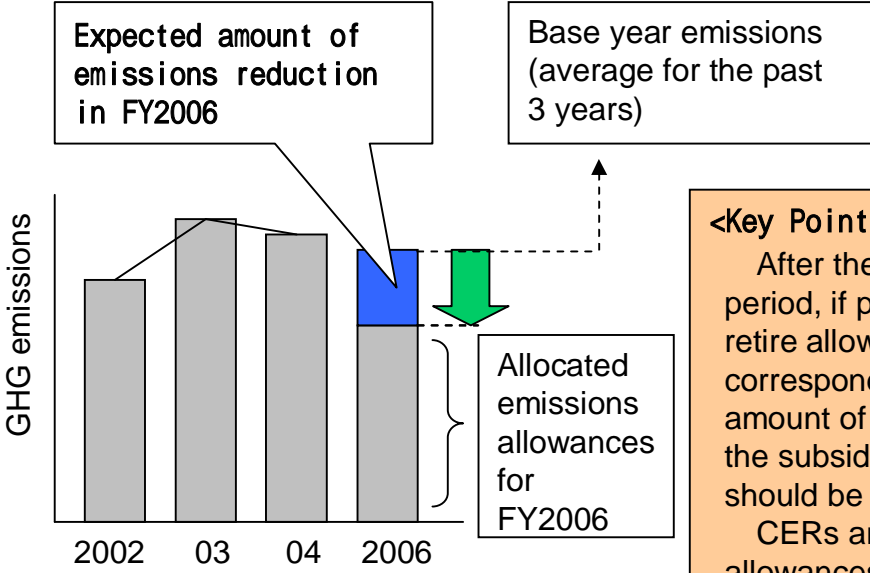
**Required items for application**

- Facilities and their installation costs
- Expected amount of emissions reduction in FY2006
- Base year emissions (overall average for the past 3 years)

Participation unit: Single site basis

Screening on the basis of "cost-efficiency" optimisation

Subsidy rate: 1/3 of installation cost (max. 200 million Yen per site)



**<Key Points>**

After the final trading period, if participants cannot retire allowances corresponding to the actual amount of their emissions, the subsidies paid to them should be returned.

CERs and traded allowances can be used for the retirement in the registry.