

**Submission by Indonesia
to the Friends of the President meeting on a global MBM scheme¹**

(22 to 23 August 2016 in Montréal)

Suggestion for paragraph 7 of draft Assembly Resolution text:

Participation in the first phase to be based on an opt-in voluntary decision from the States.

In deciding whether to opt-in to the first phase, States might decide based on different factors, including their readiness and capacity to participate as well as their level of aviation activity. All developed economies are considered to have the capacity to join the first implementation phase in order to assure sufficient level of coverage and environmental integrity.

All other non-exempted States in the scheme would join in the second phase.

It is suggested that the duration of the first phase is to be five years.

NOTES:

Although based on the initial proposal from the Council, Indonesia could opt to join the GMBM in a second phase, its government wishes to demonstrate its commitment to ICAO, to other Member States and to the global efforts to fight against Climate Change by voluntarily committing to take early action and join the scheme in its first implementation phase (from 2021) as a show of good will and cooperation.

Indonesia also encourages other developing economies to join the first implementation phase if they have the capacity to do so, and invites ICAO, developed countries, international financing institutions and other stakeholders to provide technical assistance and capacity building to support an effective implementation.

Suggestion for paragraph 8 of draft Assembly Resolution text:

Indonesia suggests maintaining the current proposal, applying the COSIA to all aircraft operators on the same routes between States which are included in the COSIA with a view to minimizing market distortion.

Suggestion for paragraph 9 of draft Assembly Resolution text:

For the distribution of offset requirements, Indonesia considers that both a sectorial and individual approach offer advantages and inconveniences and thus suggests the adoption of a dynamic process moving from an initial sectorial approach to an individual approach over the course of the scheme.

— END —

¹ The submission should be brief, action oriented and primarily focus on **compromise text for paragraphs 7, 8 and 9** of the draft Assembly Resolution text. It should also be limited to **two pages of text**, including any appendices, and in English only. The submission should be forwarded electronically to ICAO Headquarters, Montréal (icaohq@icao.int), with a copy to officeenv@icao.int as soon as practicable and no later than **15 August 2016**