

Materiality standard under the Clean Development Mechanism (SBSTA)

Views on:

- a) **Whether the concept of materiality could be applied in the context of CDM;**

Response: The Government of Pakistan feels that the concept of materiality can be applied in the context of CDM

- b) **If appropriate:**

- i) **How materiality should be defined in the context of CDM**

Response: The Government of Pakistan defines material information as a piece of information whose omission or misstatement, or erroneous reporting, could change a decision by the Executive Board of the CDM on the registration of the project activity.

- ii) **The appropriate thresholds used to define the conditions under which a piece of information should be regarded as material**

Response: The Government of Pakistan would request the Executive Board of CDM to adopt appropriate quantitative thresholds to define when the omission or misstatement of information or the non-compliance with a requirement related to a CDM project shall be considered material, taking into account the total amount of emission reductions achieved by the project activity.

- iii) **The areas to which the concept of materiality should be applied**

Response: The concept of materiality should be applied in a consistent manner to the approved baseline; in the assessment of projects and monitoring methodologies.

- c) **The relation, as well as the difference between uncertainty and materiality**

Response: Uncertainties occur towards measurement of the baseline and these uncertainties are then considered in addressing materiality.