



Norwegian Ministry
of Climate and Environment

Climate, Forests and Sustainable Supply Chains

- The Government of Norway's International Climate and Forest Initiative

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The Government of Norway's International Climate and Forest Initiative (NICFI)

What is NICFI and why

- A Norwegian response to the global climate imperative

How we work and how the initiative it has evolved alongside the global climate agenda

- From simple text book economy to complex landscapes and commodity chains

The road ahead

Note: NICFI = KOS (Klima- og skogsatsningen)



ICFI – Correcting a market failure

Launched at COP 13 at Bali, Indonesia, December 2007

- Provide quick and cost effective solutions to deforestation: Pay for performance partnerships with forest countries
- Scale: Committing 3 billion NOK per year (400-500mill USD)

Sustainable development and poverty reduction are integrated objectives

- Financed over a growing development aid budget
- Deforestation and economic development is recognized as interlinked



Responding to the Paris agreement and Sustainable Development Goals

Government announcement during Paris COP 2015 to continue NICFI until 2030

Halting deforestation and restore degraded areas

- Can provide **30 % of the climate solution needed by 2030**
- **Fundamental to life on earth**, and hence most of the SDG's

Still a strong focus on "pay for performance"

- Partnerships with forest countries. Support to civil society projects and multilateral organizations.
- Increasing attention to complex landscapes and socioeconomic and political context.



Engaging the food and land use complex

Deforestation happens in a broader economic context of agriculture and other land use

- Land use planning is essential for meaningful approaches
- Regulations and conducive policies are key

Need to address the full supply chain

- Regulators, producers, consumer goods companies, financiers and end users
- Public-private partnerships, centred around "green growth" jurisdictions and landscape planning
- Focus on four commodities that drives more than half of global deforestation (palm oil, soy, beef, pulp)



ICFI supply chain and landscape activities

Building the case and getting commitment

- New Climate Economy and the Food and Land Use Alliance
- New York Declaration on Forests

Facilitating dialogue and cooperation

- Tropical Forest Alliance 2020

Supporting implementation

- Landscape programs (Brazil, Indonesia and Liberia)
- &Green fund for derisking deforestation-free commodity production

Transparency and traceability - informing the demand side

- Civil society support to monitor commitments
- The Amsterdam Declaration



he road ahead

Landscape/jurisdictional approaches to planning, regulations and incentives (e.g. concessional finance and selective sourcing)

Intensify production on existing and degraded land (landscape restoration)

Demand-side policies and public procurement

Traceability and transparency

The challenges are daunting, innovation is key. And so is the regulatory environment



the road ahead

NICFI will remain outward looking, but has much to learn from equally outward oriented domestic actors

Norwegian import is small, but generates attention and relevance by forward looking examples and innovative approach

- Soy (fodder) is certified, palm oil is certified
- CO₂ declaration on feed (Felleskjøpet)
- Feed for fish farming will be important

Innovation is critical – both productivity and product. Need to stay ahead to maintain relevance.





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Thank you!

