

Sylvera - Carbon Data Provider

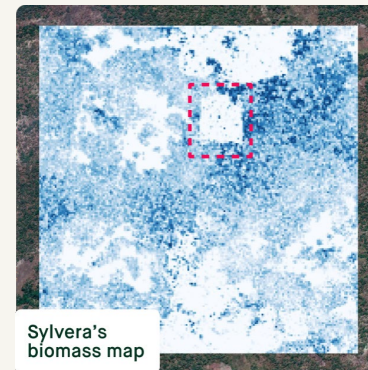
CFTC VCM Convening

July 19, 2023

Our mission is to incentivize investment in real climate action

Our rating system brings transparency to carbon credits

Each rating is derived from the holistic analysis of a project's carbon performance, **additionality** and **permanence**.



A

Sylvera Rating

90%

Carbon Score

Is the project accurately reporting on its activities, which directly translate to its overall avoidance or removal of CO₂e?

4/5

Additionality

Would the emission reductions have occurred without the revenue derived from the offset project? Is there over-crediting risk?

3/5

Permanence

Are the avoided or removed GHGs likely to be maintained for an atmospherically significant period of time?

5/5

Co-benefits

Are there additional benefits the project brings to local communities and biodiversity?

VCMs: trajectory and what needs to happen



Trajectory

- **Quality bifurcation** in the market
- **Liquidity crunch** in high quality credits
- Focus **upstream** in project development
- **Role of host country** and **jurisdictional issuances unclear**
- **Ongoing debates** on quality, claims



What needs to happen

- Recognise that **quality is a spectrum**
- **Third party due diligence** required, reflecting two types of project:
 - Project types that are **homogeneous**
 - Project types with high degree of **heterogeneity**, where project-level assessment is needed
- **Realistic claims** paired with **comprehensive disclosures**
- International policy **consistency**