

KINGDOM OF CAMBODIA  
Nation - Religion - King

COUNCIL OF MINISTERS  
No. 699 Sar.CHor.Nor

Phnom Penh, 26 May 2008

DEPUTY PRIME MINISTER, MINISTER IN CHARGE OF COUNCIL OF MINISTERS  
INFORM TO

- H.E Senior Minister, Minister of Ministry of Environment
- H.E Minister of Ministry of Agriculture, Forestry and Fisheries
- H.E TY SOKHUN, Adviser to Samdech Akka Moha Sena Padei Techo HUN SEN, Prime Minister of the Kingdom of Cambodia, and the Chief of Forestry Administration.

**Subject:** Request the support from Samdech Akka Moha Sena Padei Techo HUN SEN, Prime Minister of the Kingdom of Cambodia on Forestry Carbon Credit Project in the Kingdom of Cambodia.

Ref. Letter: - Letter dated on 28<sup>th</sup> April 2008 of Dr. Mark Poffenberger, Executive Director of Community Forestry International (CFI).  
- Letter dated on 5<sup>th</sup> May 2008 of H.E Ty Sokhun, Adviser of Samdech Akka Moha Sena Padei Techo HUN SEN, Prime Minister of the Kingdom of Cambodia.  
- Decision dated on 8<sup>th</sup> May 2008 of Samdech Akka Moha Sena Padei Techo HUN SEN, Prime Minister of the Kingdom of Cambodia.

As stated in the above subject and references the Council of Ministers would like to inform Your Excellencies that the Royal Government of Cambodia (RGC) decides to support the forest carbon credit project in Cambodia as follow:

1. Designates the Forestry Administration (FA) as the seller of the Forest Carbon in Cambodia with the CFI.
2. The RGC, as seller of the forest carbon, is responsible for helping to fulfill the terms and conditions in the contract "selling carbon" with the buyer.
3. Have a Memorandum of Understanding (MOU) between CFI and the RGC, represented by FA that would allow CFI to identify buyers, and explore terms and carbon prices subject to the review and approval by the RGC. The Royal Government of Cambodia decides in the MOU that revenue from selling Carbon in the Carbon Credit for community forestry project will be used to:
  - a. Improve the quality of the forest;
  - b. Maximize the benefits flows to local community who is participating in the project;
  - c. Study potential sites for the new forest carbon credit REDD project.
4. Revenue from forest carbon REDD project will be channeled through the Technical Working Group on Forestry and Environment (TWG-F&E) during the first five years of the project.
5. Delegates the Forestry Administration as the representative of RGC to execute the sale of Cambodia forest carbon with consultation within the TWG-F&E, if necessary.

As stated above, may Your Excellencies understand and follow the instructions.  
Please accept, Your Excellencies, the assurance of my sincere consideration.

Minister of Council of Ministers  
Secretary of State  
Signature and stamp: Prak Sokhon

Copy to:

- Cabinet of Prime Minister
- Council for Development of Cambodia
- Forestry Administration
- Community Forestry International
- TWG-F&E
- Documentation.