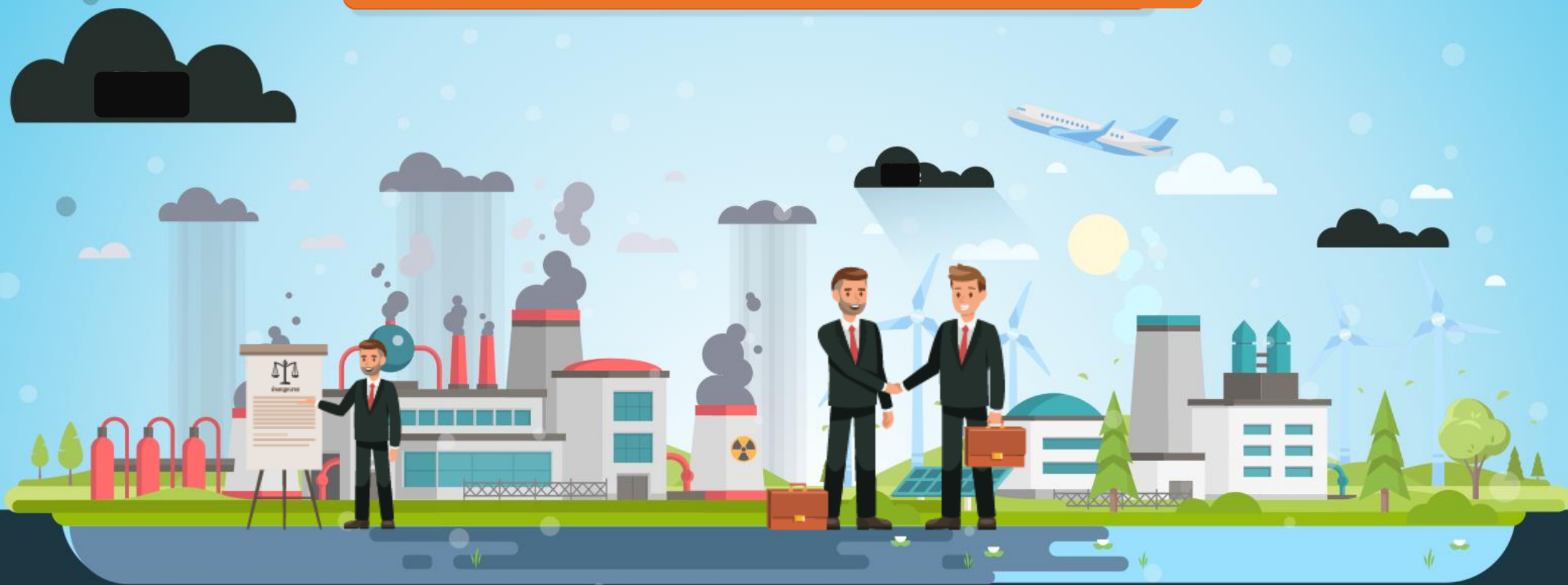


The Proposed Structure of Legal Framework

Establishment of the Emissions Trading Scheme in Thailand



ภาพรวมของข้อเสนอ โครงสร้างระบบ ETS ในประเทศไทย

Overview of Proposed ETS Structure in Thailand

- 1 Consider and approve the climate change master plan
- 2 Consider and approve the allocation plan
- 3 Allocate the allowances
- 4 Measure, report, verify the GHG emission report
- 5 Certify the GHG emission report
- 6 Surrender or pay the penalty
- 7 Trade OTC or on the exchange



Roles and Obligations of ETS Committee

The Emissions Trading Scheme Committee

approves and revises the allocation plan

supports, supervises, maintains and monitors the operation of the Emissions Trading Scheme

determines direction and the policy in relation to the stability of the allowance market

determines the policy to support the linkage between the Emissions Trading Scheme in Thailand and international Emissions Trading Scheme

issues notifications, regulations or conduct other actions for the compliance under the ETS Act

conducts other actions ordered by the National Climate Change Committee or other laws which that specified the duty of the Emissions Trading Scheme Committee

Roles and Obligations of Regulator

**The Emissions
Trading Scheme
Supervision Office
(Regulator)**

prepares and revises the draft allocation plan and proposes to the Emissions Trading Scheme Committee

Prepares a report on the performance in accordance to the Allocation Plan

procures for the establishment of the registry and accounts system

arranges for the ETS Participant to receive allowances

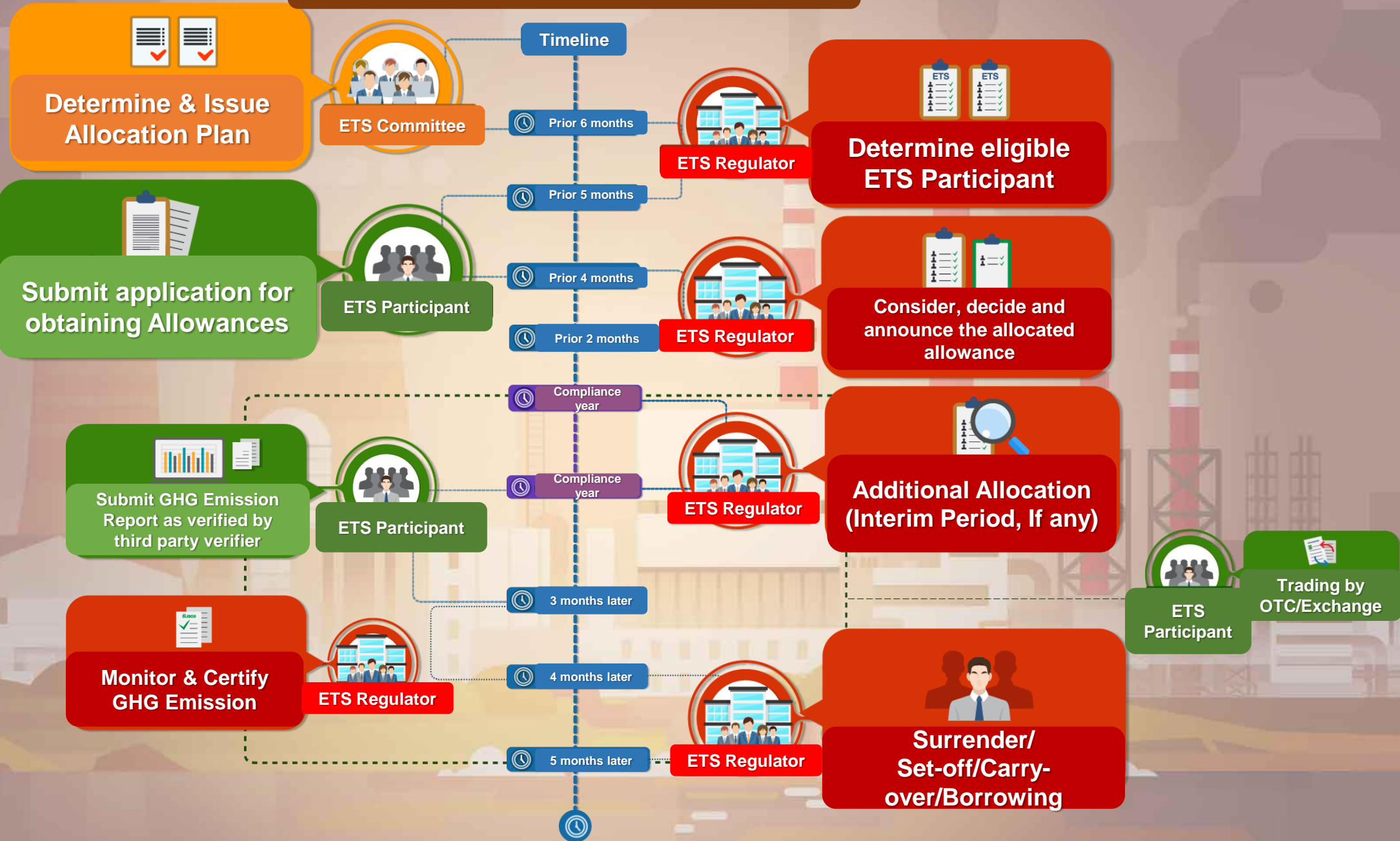
arranges the allowance auction

provides knowledge, recommendation and advice to the private sector, the Government Agency in relation to the ETS

procures for academic cooperation, support the compliance or promote the principal of international agreements in relation to the ETS

conducts other actions ordered by the Emissions Trading Scheme Committee or other laws which that specified the duty of the Office

Proposed ETS Step Plan & Process



Roles and Obligations of ETS participants

Before compliance year

- 1 Any persons (including ETS eligible participants) can join public hearing in relation to preparation of allocation plan.
- 2 Any persons can apply for being ETS eligible participants on voluntary basis.
- 3 The ETS participants make registration as a member of regulated entities.
- 4 The interest persons lodge an appeal against the names of ETS eligible participants.
- 5 ETS participants submit applications for obtaining allowances.
- 6 ETS participants lodge an appeal against the allocated allowances.

On and after compliance year

- 7 ETS participants submits applications for additional due to its opening new facility or its expansion of businesses
- 8 Regulated entities submit GHG Emission Report as verified by third party verifier to the ETS Regulator
- 9 ETS participants submits applications for borrowing/carrying over allowances.
- 10 ETS participants conduct trading allowance
- 11 ETS participants surrender/set –off allowances