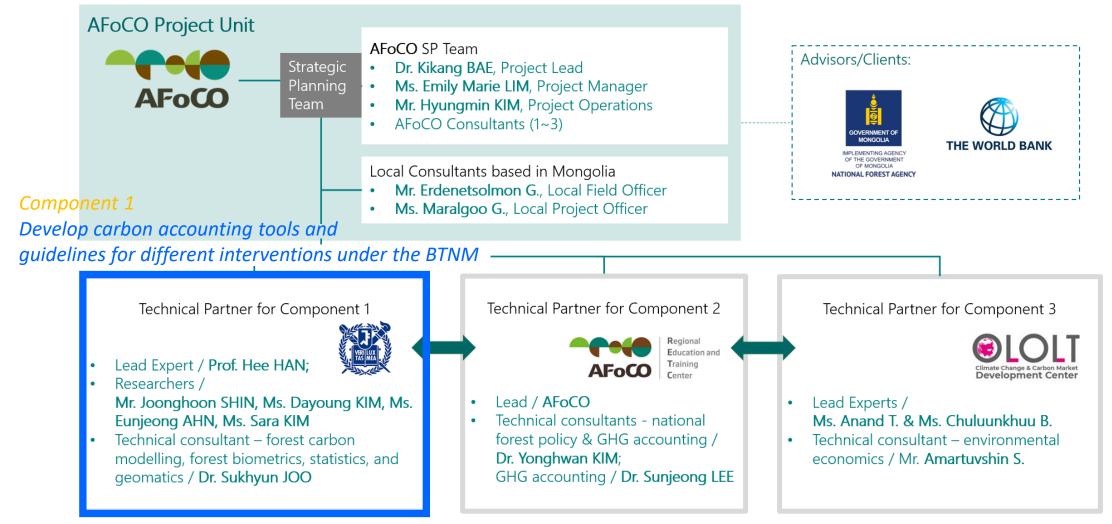


"Since August last year, we have been working to understand the carbon benefits of Mongolia's BTNM and to explore how it can lead to meaningful, field-based carbon projects.

Today's presentation highlights the key findings from our work to date and outlines the next steps needed to develop robust carbon initiatives aligned with BTNM efforts."

1. Project Consortium



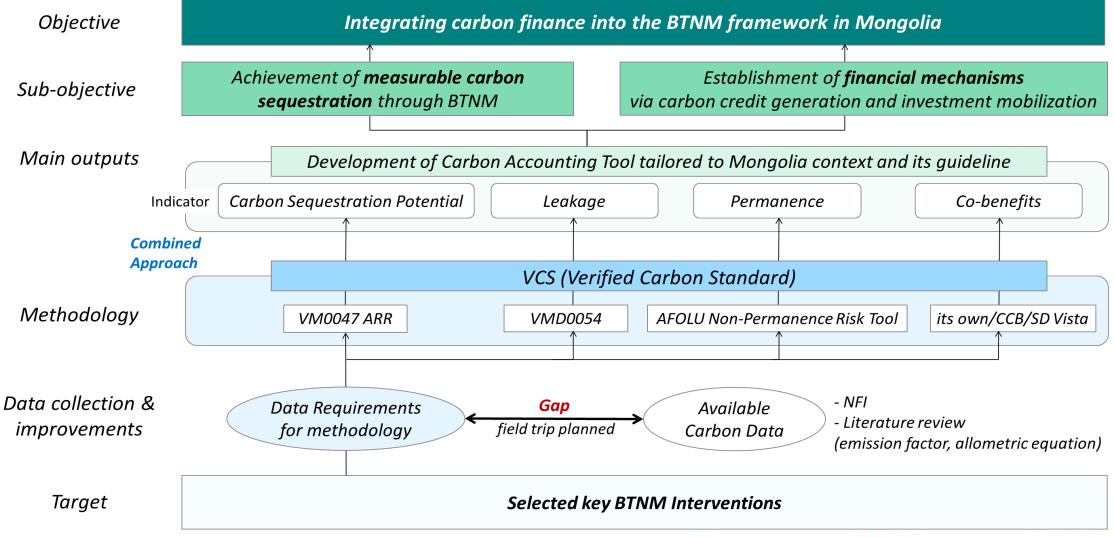








2. Framework for Developing a Carbon Accounting Tool





First, how do we define the interventions?

3. The Identification of BTNM Interventions

- What does 'interventions' mean in the context of this project?
- The definition can be reasonably based on the primary objectives outlined in the official framework

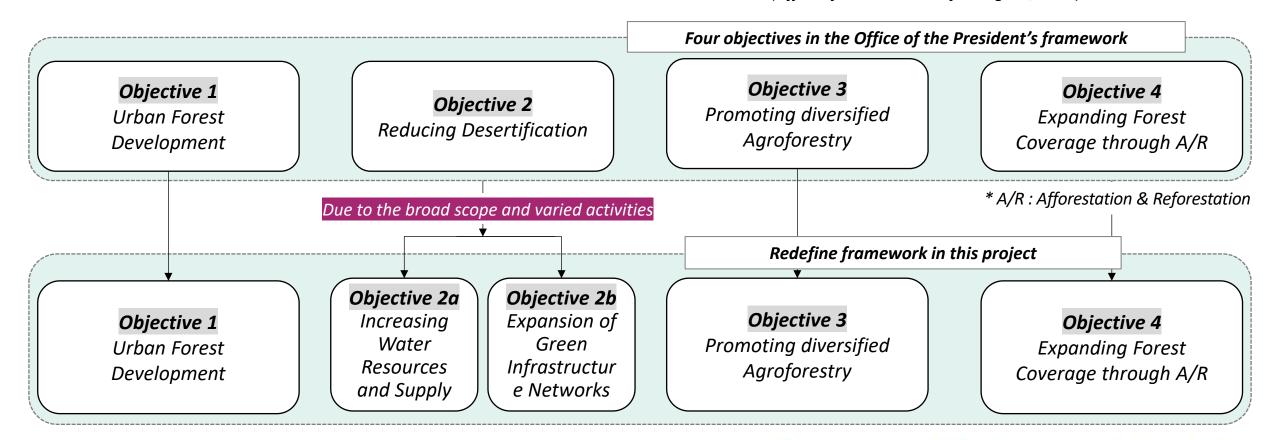
(Office of the President of Mongolia, 2023)

	Objectives	Activity
1	Maintaining and increasing the ecological balance of settlements, improving the living conditions of the people, developing "Urban Forest"	 Public utility For Special needs Limited use
2	Reducing desertification, sources of dust storms, and mitigating sand migration	 Protecting and restoring oasis Construction of a forest strip to protect farmland Rehabilitation of large rivers Protection and restoration of river beds Protection of springs and ponds Construction of forest strips for road protection Construction of forest strips for railway protection Establishment of forest along infrastructure (rail, train station, borders facilities, road)
3	Development of diversified <mark>agro-forestry</mark> in line with the goal of the national movement "Food supply and security"	 Establishment of fruit farms Establishment of agroforestry Establishment of saxaul and other medical plants Cooperative framing
4	Reducing deforestation and degradation and increasing the area covered by forests	 Restoration of degraded forests Restoration of sedge forests Assist in natural regeneration



3. The Identification of BTNM Interventions

- This framework prioritizes "tree planting actions" across urban, agricultural, and degraded forest areas etc.
- It offers a structured way to evaluate suitable areas and carbon sequestration potential for each intervention (Office of the President of Mongolia, 2023)









3. The Identification of BTNM Interventions

- This framework prioritizes "tree planting actions" across urban, agricultural, and degraded forest areas etc.
- It offers a structured way to evaluate suitable areas and carbon sequestration potential for each intervention

BTNM planning and objectives by tree planting activities

No₽	Objective/Sub-O	bjective #	Activity #	Number of trees to be planted -
	Maintaining and increasing	the ecological	1-1 Public utility P	86,993,197₽
1.₽	balance of settlements, imp	2a. Increasing water resources and water supply so of dust storms, itigating sand	1-2 P Special needs P	14,536,000 ₽
-	conditions of the people, de	veloping "Urban	1-3 ₽ Limited use ₽	85,390,487 ₽
	Forest" ₽		Sub total ₽	186,919,684₽
			2-1 ₽ Protecting and restoring oasis ₽	2,745,000 ↔
		2a. Increasing	2-2 PRehabilitation of large rivers P	164,865,000 ↔
		water resources	2-3 Protection of springs and ponds P	23,310,000 ↔
	Reducing desertification,	and water supply ₽	2-4 Protection and restoration of river beds	41,625,000 ∉
2 ₽	sources of dust storms,		Sub total φ	232,545,000 ∉
_			2-5 ₽ Construction of a forest strip to protect farmland ₽	22,626,696 ↔
			2-6 ₽ Construction of forest strips for road protection ₽	209,430,400 ↔
		infrastructure	2-7 @ Construction of forest strips for railway protection @	46,953,885 ∉
		network	2-8 @ Establishment of forest along infrastructure @	30,092,325 ↔
		Hetwork*	Sub total φ	309,103,306 ↔
	D	ft ! !!	3-1 @ Establishment of fruit farms @	37,674,804₽
3 ₽	Development of diversified with the goal of the national		3-2 ₽ Establishment of agroforestry ₽	117,590,446
	supply and security"	i movement rood -	3-3 ₽ Establishment of saxaul and other medical plants cooperative farming ₽	545,400 ₽
	supply and security #		Sub total φ	155,810,650
			4-1 ₽ Restoration of degraded forests ₽	379,065,910-2
4.0	Reducing deforestation and	increasing the area	4-2 ₽ Restoration of sedge forests ₽	223,380,000 ₽
	covered by forests by restor	ing natural forests ₽	4-3 ₽ Assist in natural regeneration ₽	22,775,450 ₽
			Sub total φ	625,221,360 ₽
Tota	l trees =			1,509,600,000

Broad set of activities and substantial target for tree planting can be divided into two interventions!!



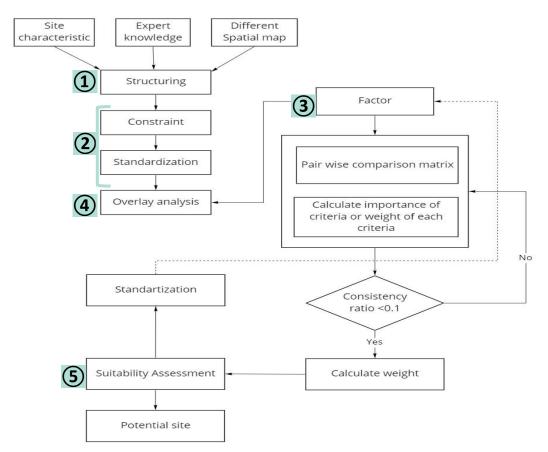


Then, how do we identify the "key interventions"?

4. Multicriteria GIS Analysis for Assessing Tree Planting Suitability

• Determine suitable areas for each intervention across Mongolia based on a multicriteria GIS analysis

In terms of i) Maximizing carbon sequestration potential and ii) minimizing any adverse environmental impacts



1 Structuring and Data Collection

- Ecosystem distribution, Slope, Aspect, Air temperature, Precipitation, Boreal Forest change map
- **2** Setting Constraints and Standardizing Data
- Constraints to exclude non-contiguous areas
- **3** Factor Weighting via Pairwise Comparison
- AHP(Analytical Hierarchy Process) will be employed
- 4 Overlay Analysis
- **5** Suitability Assessment and Identification of Potential Sites







4. Multicriteria GIS Analysis for Assessing Tree Planting Suitability

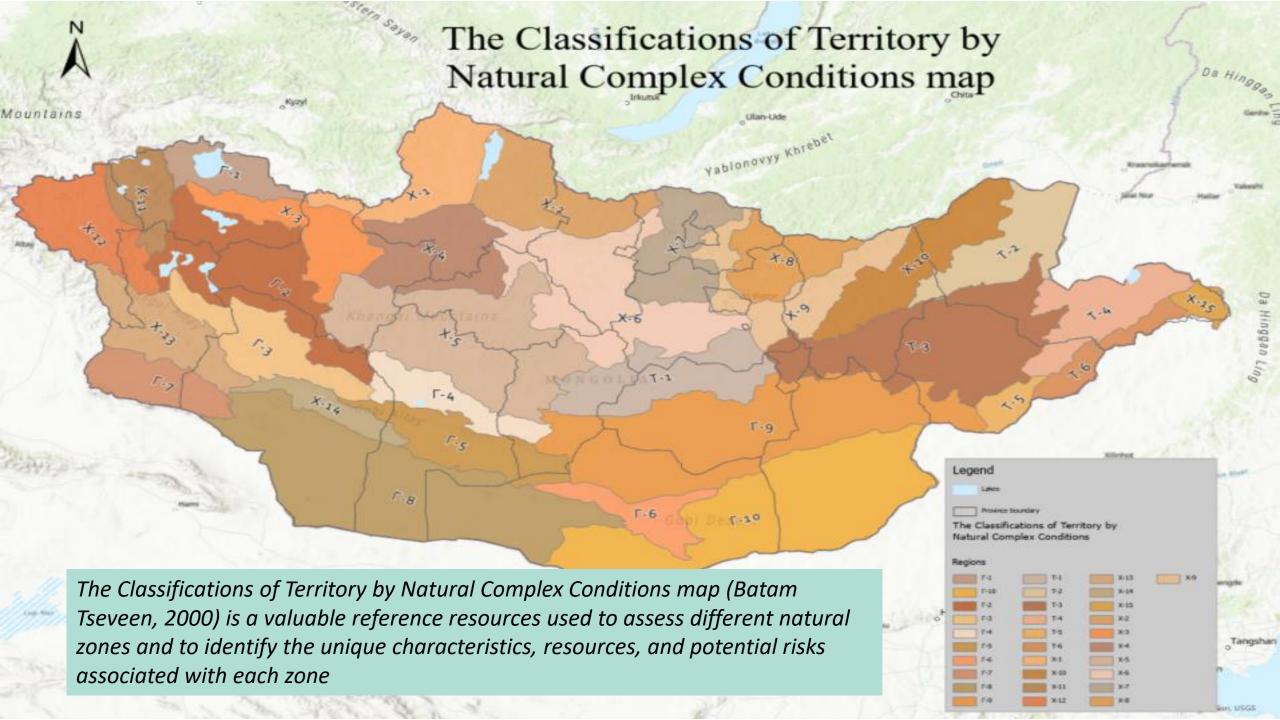
- Multicriteria GIS Analysis to identify areas suitable for tree planting activities in BTNM
- Two types of input data are considered:
 - 1) Vector data: NFI, Ecosystem distribution, Natural complex conditions, Road network, Urban area, Surface waters...
 - 2) Raster data: Topography, Soil quality, Climate condition, Forest cover changes...

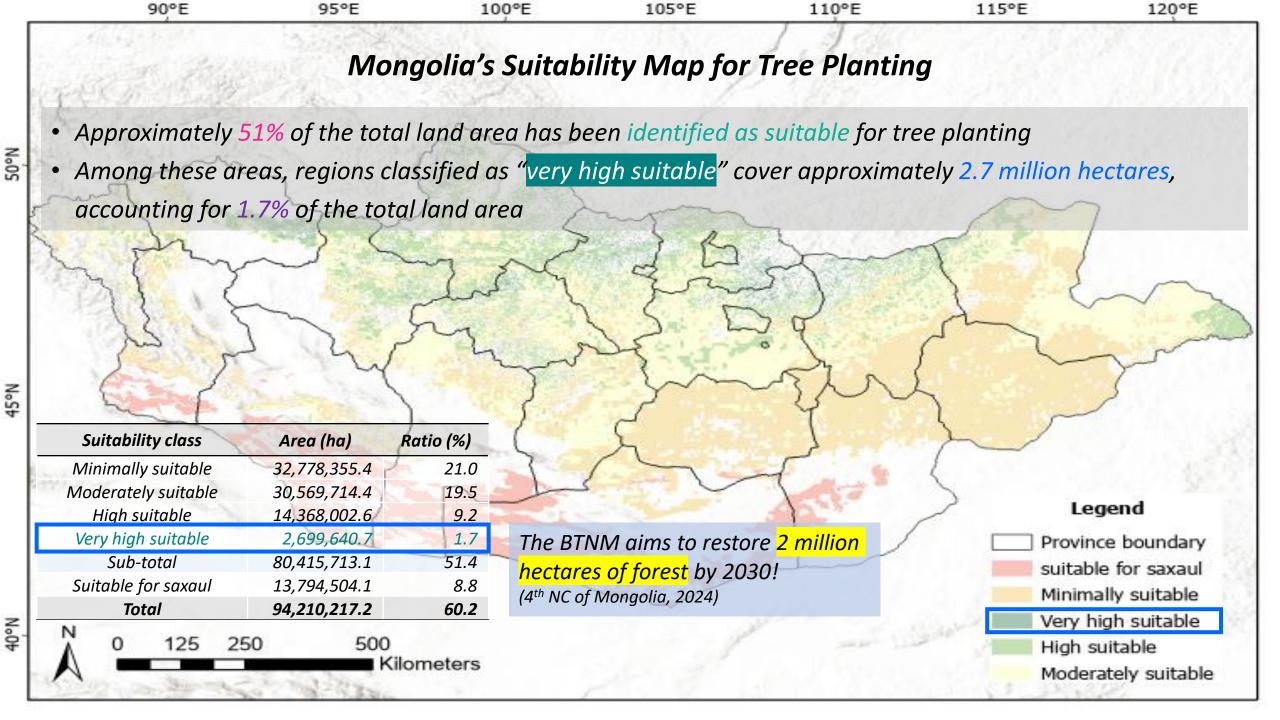
Data type	Source	Optimal range/Condition
Ecosystem distribution	The national scale ecosystem	The Natianol Level
	distribution map, EIC	
Forest Inventory Data	Forest Agency	The Natianol Level
(NFI)		
CropLand	ALAMGC	The National Level
The Classifications of	Badam Tseveen, Gazar Servis	Weighted score: X=1,
Territory by Natural	LLC	T=0.6 and G=0
Complex Conditions map		
Road Newtwork	Open street map and	The National Level
	ALAMGC	

This map helps in understanding the ecological balance, biodiversity, and suitability of land for various uses such as agriculture, forestry, urban development, or conservation (See the next slide)

Data type	Source	Optimal range/Condition
Slope	SRTM90m DEM data	USGS, NASA
Aspect	SRTM90m DEM data	USGS, NASA
Air temperature	The mean temperature, 1950-	Broadleaves: -1.18°C and -
	2012, IRIMHE	2.41°C
		Larch: 7.47°C and -3.09°C
		Pinus: -0.69°C and -2.19°C
Precipitation	The annual precipitation,	Broadleaves: 346 mm-320.3
	1950-2012, IRIMHE	mm
		Larch: 286.65mm-327.92mm
		Pinus: 312mm-346mm
Boreal Forest change map	GLC_FC30	Forest change map between
		1990-2022
Urban Area	Sentinel-2 Global Land Cover	2023
	Data	
Current Forest Cover Data	Sentinel-2 Global Land Cover	2023
	Data	

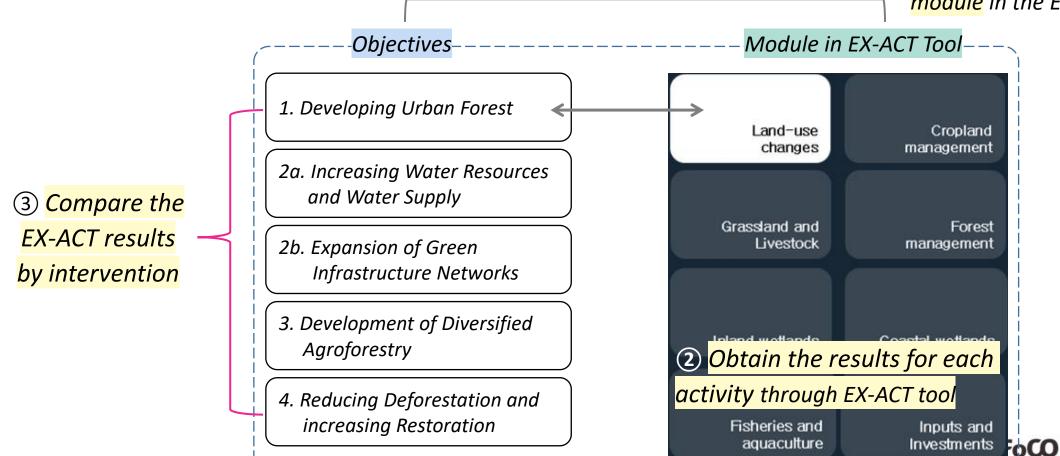






- Use EX-ACT tool to compare the estimated potential carbon sequestration for each intervention
- Serve as the primary basis for selecting three major interventions

1 Link the Activity w/ the corresponding module in the EX-ACT tool

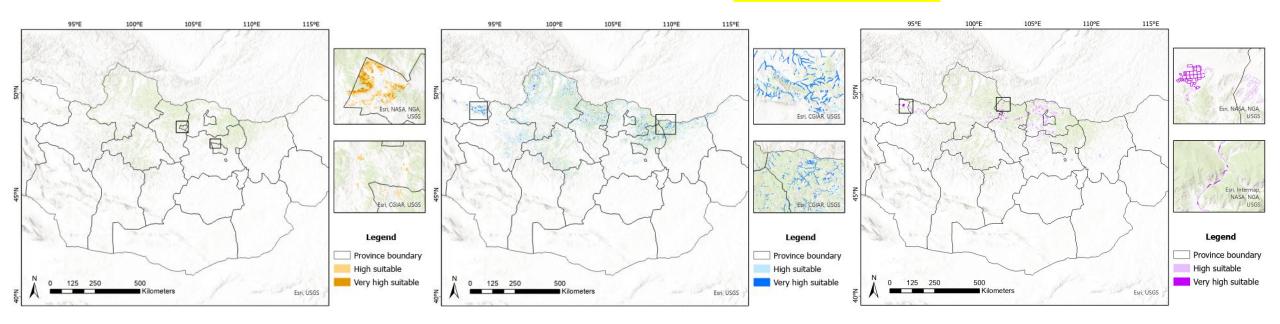


• Relevant spatial data were used to extract potential area for each intervention from the suitability map

Ma	Intervention	Activity	Spatial paramete	rs
No	intervention	Activity	GIS data	Buffer(m)
1	Developing Urban Forest	Public utility Special needs Limited use	Urban area map	-
<u>2</u> a	Increasing water resources and water supply	Protecting and restoring oasis Rehabilitation of large rivers Protection of springs and ponds Protection and restoration of river beds	Oasis map Rivers map Spring map Seasonal rivers map	50 200 50 50
2b	Expansion of green infrastructure	Construction of a forest strip to protect farmland Construction of forest strips for road protection Construction of forest strips for railway protection Establishment of forest along infrastructure	Cropland area map Roads map Railways map Excluded due to lack of sp	30 30 30 atial data
3	Development of Diversified Agroforestry	Establishment of fruit farms Establishment of agroforestry Establishment of saxaul and other medical plants coopera tive farming	Potential agroforestry map	-
4	Restoration of degraded forests		Degraded Forest map Potential Saxaul forest map	-
		Assist in natural regeneration		100



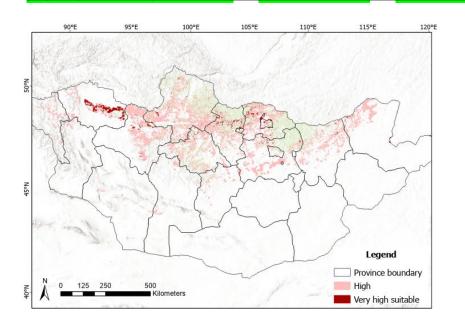
• Analysis of high and very high suitability areas by intervention – Agroforestry (Int 3) is the largest!

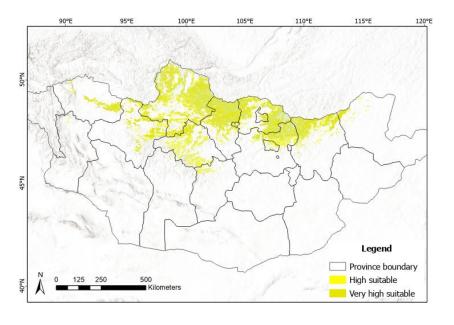


Suitability Class	Intervention 1	Intervention 2a	Intervention 2b	Intervention 3	Intervention 4	Sum
High	76,800	1,043,528	32,621	8,528,305	4,281,058	13,962,312
Very high	8,895	304,649	2,109	705,241	1,562,105	2,582,999
Sum	85,695	1,348,177	34,730	9,233,546	5,843,163	29,684,338



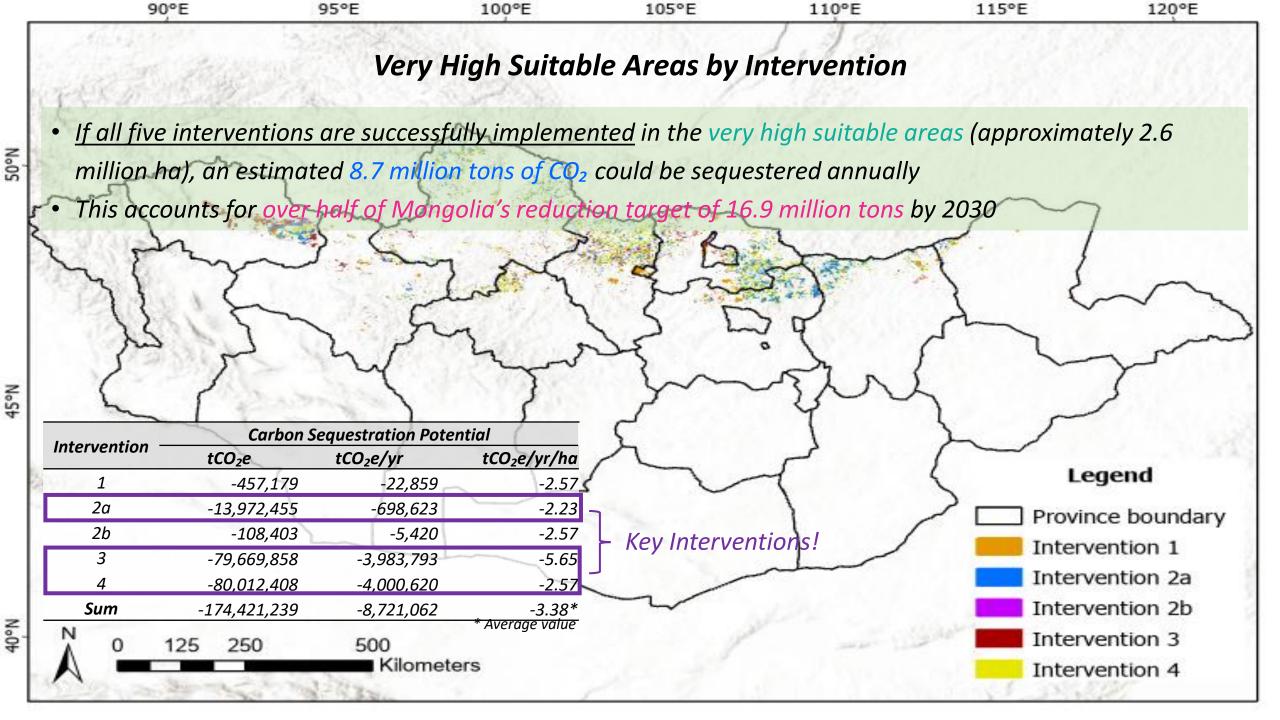
• Rank by area: Agroforestry (Int 3) > A/R (Int 4) > Water res. (Int 2a) > Green Infra. (Int 2b) > Urban for. (Int 1)





Suitability Class	Intervention 1	Intervention 2a	Intervention 2b	Intervention 3	Intervention 4	Sum
High	76,800	1,043,528	32,621	8,528,305	4,281,058	13,962,312
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Sum	85,695	1,348,177	34,730	9,233,546	5,843,163	29,684,338





Where are the priority regions and What are the suitable GHG methodologies for developing a forest carbon project?

Proportion of Very High Suitable Area for 3 Key Interventions by Aimag

• Considering both the total area and the relative proportion of "very high suitable areas" by 3 key interventions, it is necessary to prioritize project development in regions such as Selenge, Darkhan-Uul,

20°N

Bay Budgan, Khuvsgol, Uvs, and Orkhon. Darkhan-Uul Selenge Khovsgol Uvs **Intervention 2a Intervention 3 Intervention 4** No Aimag Ratio Ratio Ratio Area Area Area Area Area Area Ratio Ratio Ratio (ha) Rank Rank (ha) Rank Rank (ha) Rank Rank Dornod Darkhan-Uul 4,559 10 1.72 23,956 9.05 20,890 10 7.89 1 12 14 0.00 13 12 0.00 0.00 13 Dornogovi 14 o Arxangia 12 1931 0.00 13 0.00 0.00 Dundgovi 12 14 Govi-sumber 12 0.00 12 14 0.00 14 13 0.00 13 Umnugovi 0.00 12 0.00 14 13 0.00 13 14 54,942 2.08 80,349 3.05 274,223 10.40 1 Selenge 4 5 Sukhbaatar 39,423 0.62 6 20,281 8 0.32 159,181 2.50 6 Tuv **Ovog**khang 5,056 0.04 11 17,975 0.15 11 22,915 0.19 11 Dornod 143,919 38,310 0.54 10 2.03 Khentii 13,624 10 0.19 B**ay**ankhongor 13 10 12 0.00 14 0.00 14 13 0.00 Sukhbaatar Legend 11 0.00 12 0.00 13 13 Ulaanbaatar 0 0 14 14 0.00 12 1.37 Arkhangai 6,083 0.14 32,771 6 0.73 61,612 8 Ratio (%) 13 Bayan-khongor 12 0.00 12 1,340 12 0.01 12 12 0.00 12 45,886 1.37 114,335 3.41 317,172 9.45 0 - 0.3714 Bulgan 15 3 1.32 6.06 Khuvsaol 79,121 1.12 4 93,477 427,710 5 0.37 - 2.7616 Orkhon 722 11 1.02 4,896 11 6.95 5,812 11 8.25 17 12 0.00 12 14 0.00 14 13 0.00 13 Uvur-khangai 2.76 - 4.94 18 0.00 12 0.00 13 0.00 13 14 14 Bayan-Ulgii 19 12 0.00 12 132 13 0.00094 13 13 0.00 13 4.94 - 8.50Govi-Altai 20 12 13 Khovd 0.00 12 14 0.00 14 13 0.00 8.50 - 18.67 21 23,882 0.35 247,725 3.61 67,224 0.98 Uvs 22 6,667 0.08 10 0.69 0.84 10 Zavkhan 54,380 5 66,056

6. Policy Considerations for Priority Regions

- The selection of priority regions also reflects the Government of Mongolia's policy direction
- The 2024–2028 Government Program of Action』 emphasizes large-scale water infrastructure projects such as the Kherlen-Toono and Orkhon-Ongi water complexes



These policy initiatives align directly with

Intervention 2a (Increasing Water Resources and Supply),
highlighting the critical importance of riparian
restoration in upstream provinces such as
Arkhangai and Khentii aimag, where key surface
water sources are located

7. GHG Methodology for Each BTNM Intervention

- For each BTNM intervention, the most appropriate GHG accounting methodologies under Verra and the Gold Standard were identified
 - VCS Afforestation, Reforestation, and Revegetation vs. GS A/R GHG Emissions Reductions & Sequestration

Int.	Objective/S	Sub-Objective	VCS	GS
1	Maintaining and increasing the eccimproving the living conditions of the Forest"	2		
2	Reducing desertification, sources of dust storms, and mitigating sand migration	Reducing desertification, sources of dust storms, and mitigating 2a. Increasing water resources and water supply 2b. Expansion of green		A/R GHG Emissions Reductions & Sequestration (GS-A/R)
3	Development of diversified agrofor national movement "Food supply o		(VCS-ARR)	(GS-A/K)
4	Reducing deforestation and increa	sing the area covered by forests by		



7. GHG Methodology for Each BTNM Intervention – Data Requirement

- Above- and belowground woody biomass is mandatory inclusion in both VCS-ARR and GS-A/R
 - In VCS-ARR, some carbon pools are optional; however, they must be included if the project activity significantly reduces the carbon pool

Carbon Pool	VCS-ARR	GS-A/R
Aboveground woody biomass	Υ	Υ
Aboveground non-woody biomass	Y/O	Υ
Belowground woody biomass	Υ	Υ
Belowground non-woody biomass	Y/O	Υ
Dead wood	0	N
Litter	Y/O	N
Soil organic carbon (SOC)	Y/O	0
Wood products	N	N

These pools can be included depending on specific activities in different interventions!



^{*} Y: Yes (included), N: No(excluded), O: Optional

7. GHG Methodology for Each BTNM Intervention – <u>Data Requirement</u>

- For the implementation of carbon methodologies under BTNM, each standard imposes specific data requirements aligned with its accounting principles
 - Key data needs of VCS-ARR and GS-A/R, with a focus on their applicability to BTNM interventions as follows:

	VCS-ARR	GS-A/R
Carbon pools	Aboveground and belowground biomass mandatory; optional inclusion of litter, SOC, and dead wood if significant	Aboveground and belowground biomass mandatory; SOC optional
Quantification	Area-based (stock difference) or census-based (planting unit)	Modeling Unit (MU)-based with growth curve calibration
Inventory requirement	Periodic tree measurements; stand-level or plot- level sampling	MU-specific forest inventories to validate models
Conversion factors	Species-specific BEF, wood density, R/S ratio	MU-level default or country-specific parameters
Leakage and emissions	Requires estimation of leakage and project emissions (VM0054 module)	Leakage required; fertilizer emissions optional



So, what is the current status of forest data in Mongolia for developing carbon projects?

And where do the key data gaps remain?

8. Data Gap Analysis for Data Collection and Data Improvement Plan

- Collect information below from existing literature
 - Species, sample size, biomass component, range of DBH & tree height, coordinates of sample plots

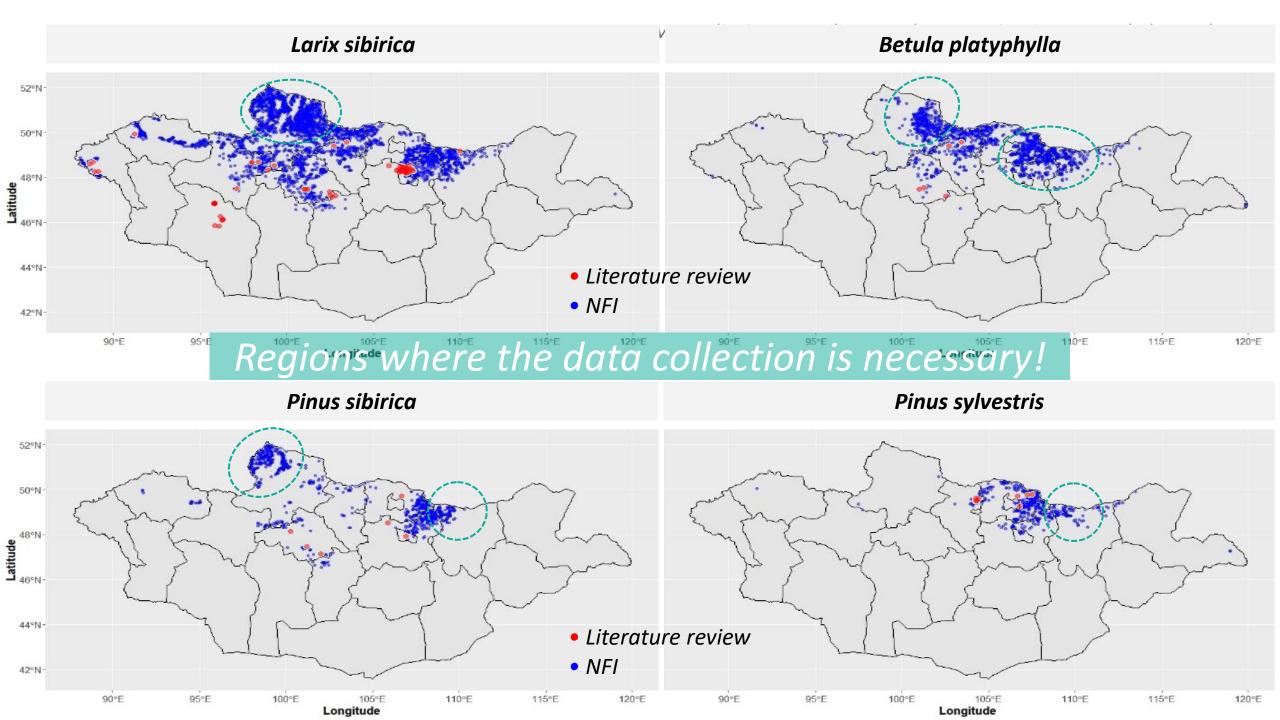
No.	Author	Year	Title
1	Altanzagas et al.	2019	Allometric equations for estimating the above-ground biomass of five forest tree species in Khangai, Mongolia
2	Battulga et al.	2013	Equations for estimating the above-ground biomass of Larix sibirica in the forest-steppe of Mongolia
3	Dorjsuren	2017	Estimation of aboveground biomass and carbon stock in Mongolian boreal forest
4	Dorjsuren & Khongor	2018	Allometric model development for above ground biomass of saxaul (Haloxylon ammodendron (C.A.May) Bunge.)
5	Dulamsuren et al.	2016	Carbon pool densities and a first estimate of the total carbon pool in the Mongolian forest-steppe
6	Gerelbaatar	2018	Estimating the belowground biomass and root/shoot ratio of larch forest in northern Mongolia
7	Gerelbaatar et al.	2023	Allometric equations for the estimation of above- and below-ground biomass for Larix sibirica Ledeb. in Northern MN
8	Government of MN	2018	Mongolia's forest reference level submission to the United Nations Framework Convention on Climate Change
9	Nyamjav et al.	2018	Allometric equations for estimating above-ground biomass of Nitraria sibirica Pall. in Gobi Desert of Mongolia
10	Usoltsev et al.	2019	Aboveground biomass of Mongolian larch (Larix sibirica Ledeb.) forests in the Eurasian region
	:		<u>:</u>



8. Data Gap Analysis for Data Collection and Data Improvement Plan

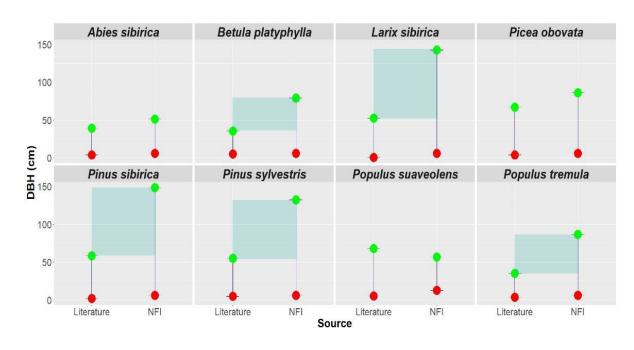
- The table below shows the summary of data from <u>literature review by species</u>
 - Most studies have been conducted on Larix sibirica
 - Almost no data for bark and root except Larix sibirica: those bark and root data also small sample size

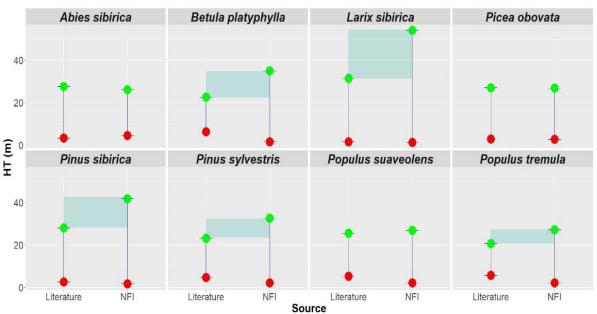
Species	Sample size	Biomass Components						DBH (cm)		Height (m)	
Species	Sample size	Stem	Branch	Foliage	Bark	Root	Fruit	Min	Max	Min	Max
Abies sibirica	19	0	0	0				4.0	39.0	3.23	27.6
Betula platyphylla	27	0	0	0				6.0	35.4	6.2	22.5
<mark>Larix sibirica</mark>	187	0	0	0	0	0		0.5	52.5	1.5	31.4
Picea obovata	22	0	0	0				5.6	43.7	5.8	27.0
Pinus sibirica	23	0	0	0				2.0	42.0	2.5	17.6
Pinus sylvestris	35	0	0	0				4.7	55.0	4.6	23.0
Populus suaveolens	37	0	0	0				5.2	68.0	5.1	25.5
Populus tremula	9	0	0	0				3.8	35.0	5.62	20.6
Populus sibirica	425	0	0	0		0		77.6*	± 4.40	384.3	± 30.88
Ulmus pumila	135	0	0	0		0		44.28*	± 2.73	217.8	± 12.25
Haloxylon ammodendron	46	0	0	0				0.71	25.5	0.22	5.65
Nitraria sibirica Pall.	35	0	0	0			0	0.19	0.67	0.4	1.94



8. Data Gap Analysis for Data Collection and Data Improvement Plan

- Comparing the ranges of DBH and tree height from literature review and NFI
 - Found a lack of data on large trees (even for Larix sibirica with the largest sample size)
 - Hard to evaluate range of saxaul because there are no saxaul data in NFI Also needs to be improved
- Larix sibirica accounted for 80% of basal area based on NFI, followed by Betula platyphylla (8.3%), Pinus sibirica (6.1%), and Pinus sylvestris (3.6%)







9. Co-benefit Assessment Tools

- To ensure that co-benefit assessment reflects both national priorities and local realities, a grounded understanding of context-specific needs is essential
 - Stakeholder consultations and field assessments guide the selection of appropriate standards and frameworks for monitoring these outcomes * A survey would be required for this purpose







9. Co-benefit Assessment Tools – National Priorities

- The regional development policy of 2024–2028 Government of Mongolia
 - ✓ Strengthening sustainable local economic foundations: By developing industrial bases utilizing agriculture, livestock, and mineral resources, and by expanding vocational education infrastructure, the policy seeks to link local production with employment and enhance regional economic self-reliance
 - ✓ Promoting tourism based on natural and cultural assets: By developing specialized tourism sites that leverage natural landscapes (e.g., lakes and mountains) and historical and cultural heritage, along with supporting infrastructure, the policy aims to diversify regional economies and attract external visitors
 - ✓ **Developing green energy and environmentally friendly infrastructure**: By expanding renewable energy production (e.g., hydropower, solar, and wind) and strengthening energy transmission infrastructure to improve energy accessibility and support climate-resilient development

9. Co-benefit Assessment Tools – Local Realities

- Community-Level Interview with Forest User Group
 - ✓ Securing livelihoods and food resources through non-timber forest products (NTFPs): By utilizing NTFPs such as herbal tea, blueberry, sea buckthorn, and apples, some community members have recently begun to generate income; These activities were regarded as important not only for supplementing household income but also for securing locally available food resources
 - ✓ Anticipated economic benefits from forest restoration ✓ ★ : By producing seedlings in local nurseries, income-generating activities have been initiated; however, limited market demand continues to constrain profitability. Following some income generated through the recent BTNM initiative, the need to establish a more stable and sustainable demand base has been recognized

9. Co-benefit Assessment Tools – Local Realities

- Community-Level Interview with Forest User Group
 - ✓ **Need to enhance awareness and capacity for local participation**: The community is ready to act but lacks knowledge of mechanisms and markets, highlighting the need for targeted capacity-building
 - ✓ Recognition of the importance of land restoration and water resource protection: Through their experience of improved soil quality from past tree planting and repeated emphasis on water and riparian protection, the local community demonstrated a clear awareness of long-term environmental values

10. Bridging Data Gaps for Forest Carbon Initiatives in Mongolia

<u>Field survey scheduled</u> <u>for coming July</u>

• Key input parameters and improvement needs for carbon projects in Mongolia

Parameter	Data Availability in Mongolia	Remarks / Improvement Needed
Average carbon stock in aboveground woody biomass	Partial (limited species)	 Expand DBH-height datasets, include more species Further investigation is needed for Populus and Ulmus
Average carbon stock in belowground woody biomass	Modeled with limited local data	Field data on <u>root biomass needed for major species</u>
Average biomass of dead wood	Largely unavailable	Field surveys needed
Litter	Not systematically measured	Field surveys needed
Soil Organic Carbon (SOC)	Very limited, not included in NFI	Baseline sampling and lab analysis needed in key regions

"Our research has confirmed the significant carbon potential of Mongolia's BTNM.

To realize this potential, Mongolia will need to strengthen forest carbon data and develop tools for accurate, cost-efficient measurement.

Our upcoming work will focus on building such tools, and their success will rely on your continued support and collaboration."



Thank You





