

**Financial Regulatory Authority (FRA)**  
**FRA BOD Decree No. 57/2023, dated 22/3/2023**  
**About the Committee for Supervision and monitoring of Carbon Credits and its competences**

**The Board of Directors (BOD) of the Financial Regulatory Authority (FRA)**

In pursuance of the Law No. 95 of 1992 promulgating the Capital Market Law,

And the Law No. 10/2009 regulating the Supervision of Non-Banking Financial Markets and Instruments,

After coordination with the Ministry of Environment,

After the approval by The Board of Directors (BOD) of the Financial Regulatory Authority (FRA) at the meeting held on 22/3/2023.

Decided to:

(Article 1)

There shall be established a Committee for the Supervision and Monitoring of Carbon Credits chaired by the Chairman of the Financial Regulatory Authority or his delegate, and comprised of such other members including.

- 1- Four representatives of the environment ministry chosen by the relevant minister.
- 2- Representative of the Egyptian-Exchange chosen by the chairman.
- 3- Experienced member from the entities operating in the carbon market chosen by the president of the committee.

(Article 2)

The committee mentioned above subcommittees on:

- 1- Draft regulations governing the issuance of carbon credits..
- 2- Draft regulations for the supervision and monitoring of carbon credits, which shall include provisions for continuous disclosure and transparency in projects aimed at reducing carbon emissions.
- 3- Draft the selection criteria of the Validation and Verification Bodies for the carbon emission reduction projects.
- 4- Draft guidelines establishing integrity and credibility standards for carbon credits.
- 5- Draft rules to prevent conflicts of interest for Parties involved in the carbon credits issuance process..

- 6- Draft rules for identifying carbon registries whose issued carbon credits' are eligible for trading.
- 7- Coordinate with the relevant entities to establish the Egyptian Registry for Carbon credits.
- 8- Draft a description for the types of carbon credits.

The committee also carries out any other functions associated with its work entrusted to it by its Chairman.

The rules mentioned above should be adopted by the Board of Directors (BOD) of the Financial Regulatory Authority (FRA).

(Article 3)

The Committee shall meet at the request of its Chairman once a month at least, if needed. Meetings shall be at the Financial Regulatory Authority headquarter, or another headquarter determined by the president of the committee.

The Committee's decisions' shall be taken by a majority of its members. In the event of a tie, the Chairman's vote shall be decisive..

Participation in the Committee's meetings may be carried out using a technological means and shall be counted as a quorum of attendance or voting.

The Committee shall invite those it deems appropriate to attend its meetings without granting the right to vote on the Committee's decisions.

(Article 4)

A technical secretariat should be formed upon the decision of its chairman, and shall be responsible for:

- 1- Preparation and processing of the meetings of the Committee, including preparation and dispatch of the Committee's invitations, agenda and topics.
- 2- Prepare the minutes of meetings, inform related stakeholders of the Committee's decisions, follow up the implementation of those resolutions and prepare the necessary follow-up reports.
- 3- Upholding the files of the topics presented at the Committee's meetings, the minutes of those meetings and the documents dealt with by the Committee at its meetings.
- 4- Any other tasks entrusted to it by the Chairman of the Committee.

(Article 5)

This decree shall be published in the Official Gazette, on the website of the Egyptian Commission and the Exchange and will be enforced on the following day of its publication.

The Chairman of the FRA

Dr/ Mohamed Fared Saleh