

Cost and Benefit of CDM

Noriyuki Kobayashi¹

Institute for Global Environmental Strategies(IGES)
2108-11 kamiyamaguchi, Hayama, Kanagawa 240-0115 Japan

Abstract

The characteristic frame of the Kyoto Mechanism is linkage environmental benefit with market mechanism. We can not achieve the goal of this system without harmonizing environmental benefit with business activities. In other words, taking consideration of viewpoint of business and environment is important. One of the essential points of CDM is the cooperation of developed countries and developing countries for sustainable development of host countries. For implementation of CDM project, many subject should be cleared, such as biodiversity, ecological protection, in order to link climate change with business activities. If additional cost of CDM is higher than economical benefit of CDM, investor might hesitate to participate with CDM. The consistency of CDM and ecosystem conservation can not accomplish the objective without economic aspect of cost and benefit.

¹ Tel: 03-5280-4377, Fax: 03-5280-4331, E-mail: n-kobayashi@ls.nihon-u.ac.jp
Present Address: Nihon University Law School, 1-6, Kanda Surugadai, Chiyoda-ku, Tokyo 101-0062, Japan