Ongoing Emissions Responsibility (OER) Framework

SBTi 2nd Consultation Draft

1. Responsibility &

Eligibility

Mandatory for

ALL companies

STAGE 3: Net-Zero Neutralization (At Target Year)

The Final State: Achieving Net-Zero



STAGE 1: Optional Recognition Program (From 2026)

Voluntary Recognition for Early Action

1. Responsibility & Eligibility

Companies shall disclose whether they plan to take responsibility on their ongoing emissions. But recognition programs are optional.

2. Carbon Contribution & Pricing



"Recognized" Status

Covers at least 1% of all emissions. Min. 20 \$/tCO2 recommended for carbon.



"Leadership" Status

Covers 100%.
Requires min.
carbon prices 80\$/
tCO2 for budget.

3. Eligible Activities



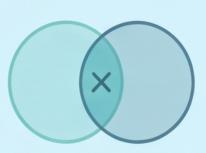
Ex-post Mitigation ("Ton-for-ton")

(reductions and removals carbon projects)



Carbon Pricing ("Money-for-ton")

(R&D, funding, loss & damage finance)



4. Double-Counting & Adjustments

No corresponding adjustments required. Shared responsibility concept introduced for scope 3.

STAGE 2: Mandatory Responsibility (From 2035)

Mandatory Requirement for Larger Companies

1. Responsibility & Eligibility

Mandatory for Category A companies (large, medium in high income countries). Optional for Category B.

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2. Carbon Contribution & Pricing

Must take responsibility for a set percentage of ongoing emissions, rising linearly to 100% by 2050.



3. Eligible Activities

"Ton-for-ton"
approach with a
defined share of
removals stored in
long-lived reservoirs
(for centuries to
millenia)



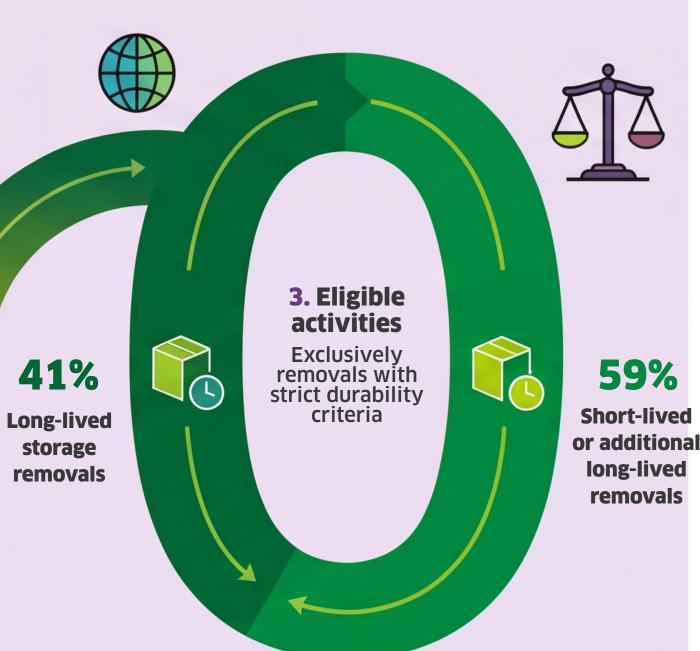
geological storage



Direct air capture

2. Carbon Contribution & Pricing

Neutralize 100% of residual emissions on a ton-for-ton basis.



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4. Double-Counting & Adjustments

No corresponding adjustments required. Shared responsibility concept possible for scope 3.



4. Double-Counting & Adjustments

Corresponding adjustment by host country required under Article 6. Removals shall not be claimed by another entity for compliance or NDC accounting purposes.