



Sustainable Taxonomy of Brazil

Launch of the Action Plan – COP28 Dubai

SECRETARIA DE
POLÍTICA ECONÔMICA

MINISTÉRIO DA
FAZENDA

GOVERNO FEDERAL
BRASIL
UNIÃO E RECONSTRUÇÃO

Agenda

Ecological Transformation Plan

The Action Plan of the Brazilian Sustainable Taxonomy

- Definitions
- Public consultation
- Objectives
- Design
- Technical groups
- Governance
- Timeline

Levels

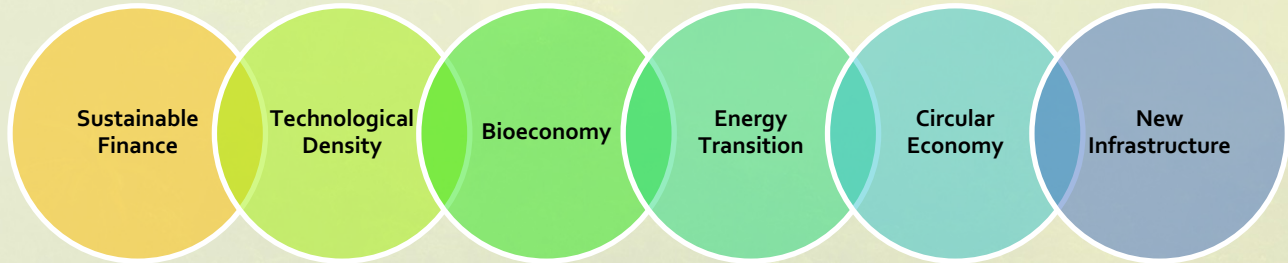
Objective

Ecological transformation

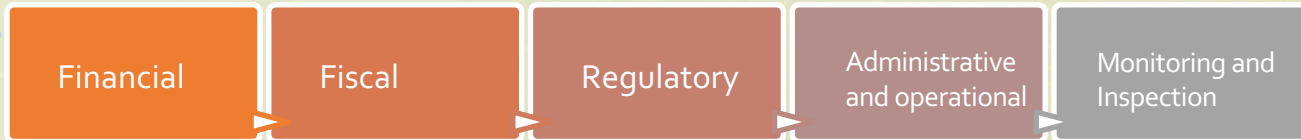
Principles



Axes



Instruments



Sustainable Finance

- **ETS:** regulation of carbon market
- **Sustainable sovereign bonds:** stimulating the issuance of private bonds
- **Sustainable budget cycle:** identifying tags for the public budget and spending
 - **Sustainable taxonomy**

Public consultation

- ✓ +630 contributions on the Participa+Brasil platform;
- ✓ 41 documents submitted from companies, civil society organizations and individuals;
- ✓ participation of +50 representatives during ten public hearings, one for each of the prioritized sectoral and thematic areas;
- ✓ 7 external events (the Brazilian Association of Financial and Capital Market Entities held a workshop with +170 representatives).

Objectives

STRATEGIC OBJECTIVES

- 1. Mobilize and redirect public and private financing and investment toward economic activities with positive climate, environmental and social impacts, aimed toward sustainable, inclusive and regenerative development;**
- 2. Promote technological development aimed at climatic, environmental, social and economic sustainability, with increased productivity and competitiveness of the Brazilian economy on a sustainable basis;**
- 3. Create the basis for producing reliable information on sustainable finance flows by encouraging transparency, integrity and a long-term vision for economic and financial activities.**

Objectives

ENVIROMENTAL AND CLIMATE GOALS

1. Climate change mitigation*
2. Climate change adaptation*
3. Protection and restoration of biodiversity and ecosystems
4. Conservation, sustainable management and use of soil and forests*
5. Sustainable use and protection of water and marine resources
6. Transition to a circular economy
7. Contamination prevention and control

SOCIAL OBJECTIVES

8. Generate decent work and raising incomes
9. Reduction of socio-economic inequality, considering racial and gender aspects*
10. Reduction of regional and territorial inequalities in the country*
11. Promotion of quality of life **by guaranteeing rights** and increasing access to basic social services

* - priorities during the 1st phase

Technical groups

1. Agriculture, Livestock, Forest Production, Fishing and Aquaculture
 2. Extractive industries
 3. Manufacturing industries
 4. Electricity and gas
5. Water, Swage, Waste management and Decontamination
 6. Construction
 7. Transport, Storage and Mail
8. Social services for the quality of life and its planning.

9. Tackling inequalities
10. Monitoring, reporting and verification

Design - interoperability

■ Criteria

- Make a substantial positive contribution to one or more of the objectives;
- Do not significantly harm any of the other defined objectives;
- Comply with minimum safeguards.

■ Principles

- Scientific basis
- Life cycle impacts
- Coherence
- Consistence
- Proportionality
- Aplicability
- Evolving instrument
- Transition and enabling activites

Governance



Interministerial Committee



Supervisory Committee



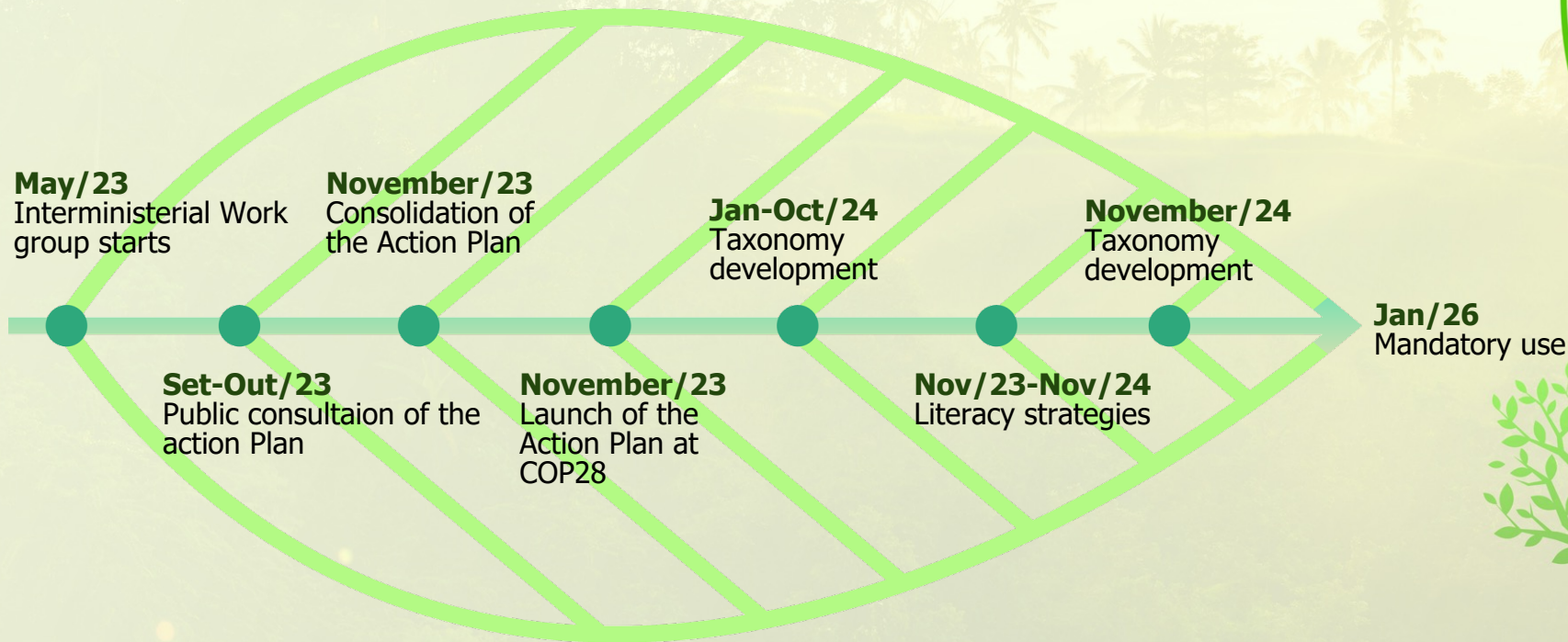
**Sectoral (8) and thematic (2)
technical groups**

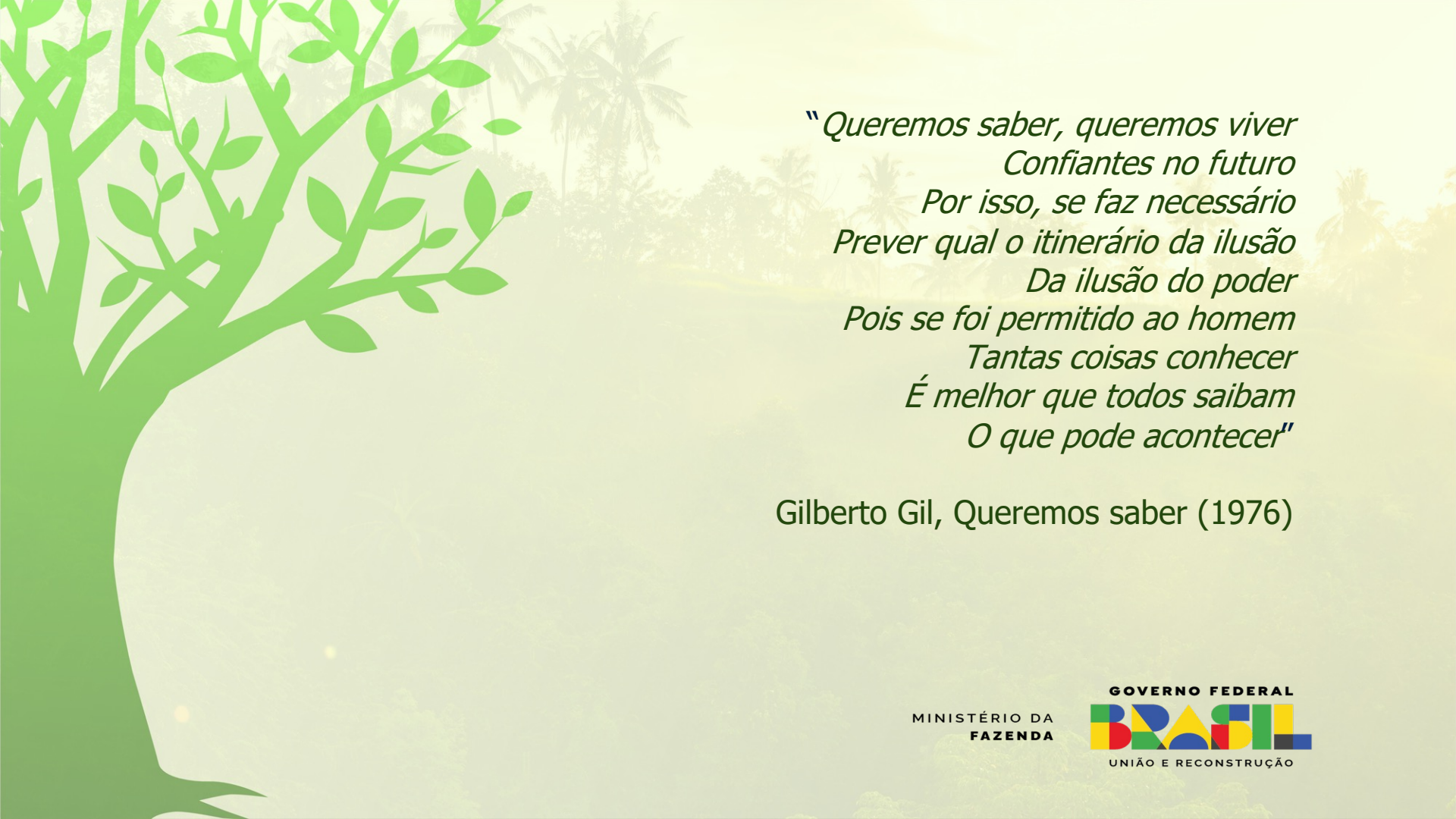


Advisory Committee

Source: Prepared by the authors.

Timeline





*“Queremos saber, queremos viver
Confiantes no futuro
Por isso, se faz necessário
Prever qual o itinerário da ilusão
Da ilusão do poder
Pois se foi permitido ao homem
Tantas coisas conhecer
É melhor que todos saibam
O que pode acontecer”*

Gilberto Gil, Queremos saber (1976)

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Carbon Market Regulation Proposal

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