# Katingan Mentaya Project, Indonesia

The Carbon Code: Trading, Tracking

& Transforming Emissions

Himanshu Shete (23B0770)

**Project Type: REDD+ (Reducing Emissions from Deforestation and Degradation)** 

#### **Project Overview**

Location: Central Kalimantan, Indonesia

Area Covered: ~157,000 hectares of peat swamp forest

Project Proponent: PT Rimba Makmur Utama (RMU)

Standard: Verified Carbon Standard (VCS) + CCB Gold

Started: 2010s — Ongoing

Mechanism: Avoided deforestation and peatland protection

#### **Objectives**

- Prevent the release of massive CO<sub>2</sub> emissions from peatland degradation
- Provide an alternative, sustainable economic model to palm oil or timber plantations
- Enable carbon trading via voluntary carbon markets

# Methodology

Baseline Scenario: Estimation of emissions had the land been converted to plantations

Project Scenario: Protection of peat swamp forests and rewetting of degraded areas

#### Monitoring:

- Satellite-based land-use monitoring
- 2. Peat depth and water table level measurements
- 3. Emission modeling using VCS-approved methods

### Carbon Reduction/Removal Impact

- I. Total Carbon Credits Issued (so far): Over 30 million tCO2e
- II. Annual Emissions Avoided: ~7.5 million tCO2e
- III. Carbon Sink Type: Avoided emissions (not sequestration)

#### Community & Ecological Benefits

- I. Jobs: Created ~500+ local jobs
- II. Health: Reduced forest fires  $\rightarrow$  improved air quality
- III. Biodiversity: Protects habitat for endangered species like the orangutan
- IV. Livelihoods: Agroforestry, fish farming, eco-tourism promoted among locals

## **Credibility / Verification**

Verified Carbon Standard (VCS): Managed by Verra

CCB Gold Level: For exceptional community and biodiversity benefits

#### MRV Framework:

- I. Measurement: Satellite and field data
- II. Reporting: Transparent issuance reports
- III. Verification: Independent third-party auditors (e.g., SCS Global Services)

#### Role in Carbon Trading

- Buyers: Corporates like Shell, Disney, and Microsoft for carbon offsetting
- II. Market: Voluntary Carbon Market (VCM)
- III. Registries Used: Verra Registry
- IV. Price Range (historical): ~\$5-\$12/tonne
- V. Co-benefit premiums: Due to biodiversity/community gold rating

### Criticism / Controversy

I. Allegations of over-crediting or inflated baselines (debated)

II. Push for increased transparency in VCMs

III. Still among the more credible REDD+ models

#### Summary

The Katingan Mentaya Project is a large-scale REDD+ initiative that exemplifies carbon tracking, MRV systems, and trading within the voluntary carbon market.

Shows how emissions reductions can be independently verified, priced, and traded — in line with "The Carbon Code" principles.