inFUSE Accelerator Workshop IV 4th September 2024 **#infuseaccelerator**

Introduction to Blue Carbon





What is blue carbon?

- Blue Carbon refers to carbon dioxide stored in coastal and marine ecosystems, such as mangroves, saltmarshes, and seagrasses.
- It's important due to their role for Mitigation (GHG emission)
 Adaptation (livelihood and resilience of coastal communities)



Blue carbon in coastal ecosystems



Source: NSW Government



Mitigation Carbon Sequestration

- Huge Storage Capacity, compared with terrestrial forest
- <u>Carbon sequestration</u> by blue ecosystems has been valued to be worth up to \$190 billion per year
- <u>Save</u> up to 650 million tons of CO2 emissions/year (equal with the global emission form shipping industry)

Carbon Sequestration

Comparison of the potential for sequestering carbon, between coastal and terrestrial forests



Carbon Sequestration

Comparison of the potential for sequestering carbon, between coastal and terrestrial forests





Source: World Bank



Adaptation

(livelihood and resilience of coastal communities)

- <u>Coastal Protection:</u> protection from flooding
- <u>Economic Benefits:</u> increasing fisheries products, high quality mangroves with no degradation
- Livelihood Support: empower women as payment for local community to participate in planting and protecting mangrove is enough to support their family

Project Cost: \$419 million Implementing Agency: CMMIA, MoEF, BRGM, IEF



Example

Mangrove for Coastal Resilience, Indonesia

- <u>Carbon Sequestration:</u> restored 34,911 hectares (out of 600,000 target) in 2021
- <u>Livelihood Support:</u> empower women as payment for local community to participate in planting and protecting mangrove is enough to support their family
- <u>Coastal Protection:</u> protection from flooding
- <u>Economic Benefits</u>: increasing fisheries products, high quality mangroves with no degradation

Opportunities

Emission Reduction

- Mangrove ecosystem in Indonesia estimated to store 3.14 billion tons of CO2
- Indonesia has the potential to develop blue carbon projects (mangrove) reducing up to 11 million tons of carbon dioxide a year

Economic Value

- Carbon sequestration and storage by blue ecosystems valued to be worth up to \$190 billion/year (worldwide)
- Indonesia has the potential to develop blue carbon projects (mangrove) with a net present value of \$532 million

Social Protection

- Mangrove ecosystem protect >6 million people from flooding annually and prevent losses of \$24 billion in productive assets (average)
- Due to their flood protection, Mangroves near developed coastal areas are worth <u>about \$50,000 a</u> <u>hectare</u> and <u>exceeding</u> <u>US\$10,000 per hectare per</u> year in Indonesia

Blue Carbon Projects in Indonesia



Opportunities: Dynamic VCM Price



Blue Carbon



Forest Carbon

Challenges

Shortage of land:

Only 30% (193,367 hectares) of mangroves is suitable for restoration in Indonesia

High Cost:

Mangrove recovery cost in Indonesia is \$1,640 - \$3,900 per hectare

Knowledge Gaps: Restoration without proper planting plans and designs causing planting failures

Maximize lasting impact: Changes in water flow can influence mangrove growth



Interactive Activity





Feedback

Material

