

**AMAZON BIOECONOMY AND FOREST
MANAGEMENT FUND
TERMS AND CONDITIONS
(MULTI-DONOR TRUST FUND)
as of November 23, 2021**

The following are the terms and conditions (the “Terms and Conditions”) of the **AMAZON BIOECONOMY AND FOREST MANAGEMENT FUND** (the “Fund”) administered by the Inter-American Development Bank (the “IDB” or the “Bank”) with contributions from the adhering donors (the “Donors”) (together with the IDB, the “Parties”, individually a “Party”).

WHEREAS, on November 23, 2021, the Board of Executive Directors of the IDB approved the establishment of the Fund, to be managed in accordance with IDB document GN-3074-1, as may be amended from time to time;

WHEREAS, the IDB is a public international organization, the purpose of which is to contribute to the acceleration of the process of economic and social development of its regional developing member countries in Latin America and the Caribbean, individually and collectively;

WHEREAS, the Inter-American Investment Corporation (“IDB Invest”) is an international organization with the mandate to promote the economic development of its regional developing member countries by encouraging the establishment, expansion and modernization of private enterprises in such a way as to supplement the activities of the IDB;

WHEREAS, the Multilateral Investment Fund (“IDB Lab”, and together with the IDB and IDB Invest, the “IDB Group”) is a fund administered by the IDB with the purpose of promoting sustainable development through the private sector by identifying, supporting, testing and piloting new solutions to development challenges and seeking to create opportunities for poor and vulnerable populations in the regional developing member countries of the IDB and the developing member countries of the Caribbean Development Bank by encouraging increased private investment and advancing private sector development;

WHEREAS, effective on May 1, 2021, the Board of Executive Directors of the IDB approved the establishment of the Seed/Transitory Ordinary Capital Strategic Development Program for Sustainable Development in the Amazon in accordance with the provisions set forth in document GN-3036-4. Document GN-3036-4 also introduced a conceptual framework for the IDB’s systematic, coordinated support for sustainable development in the Amazon region (the “Amazon Initiative”);

WHEREAS, the Donors wish to make available untied contributions to be administered by the IDB to support the objective of the Fund and finance its activities indicated below; and

WHEREAS, the IDB is prepared to accept and administer such contributions from the Donors pursuant to the Terms and Conditions set forth herein.

NOW, THEREFORE, the Terms and Conditions of the Fund are the following:

ARTICLE 1

ESTABLISHMENT OF THE AMAZON BIOECONOMY AND FOREST MANAGEMENT FUND

1. The Fund is hereby established, under the administration of the IDB, with the objective to support the countries listed in Article 2, Section 2 below (the “Amazonian Countries”) in promoting sustainable and resilient landscapes in the territories of the Amazon region through activities that are aligned with the countries’ nationally determined contributions (established pursuant to the Paris Agreement dated December 12, 2015) and other national and international climate and biodiversity commitments. More specifically, the Fund will support national and subnational entities and public and private entities in the Amazonian Countries to plan, design and implement investments that support the objectives of the Amazon Initiative, particularly in the thematic areas of sustainable agriculture, livestock, forest management and bioeconomy, and that integrate the transversal issues of forest conservation, gender and diversity, and institutional strengthening.
2. The contributions from Donors to the Fund (the “Contributions”) will be made in United States dollars or in a currency freely convertible as indicated by the IDB, into the account indicated in writing by the IDB.
3. If requested in writing by a Donor and agreed to by the IDB, the IDB may transfer a Contribution from uncommitted resources of a trust fund or other contribution of such Donor currently administered by the IDB (the “Former Trust Fund”). No transfers may be requested from multi-donor trust funds.
4. Contributions from new sources, i.e., resources from a Donor not currently administered by the IDB in a trust fund or for a specific project, and contributions from Former Trust Funds (but to which no administrative fee has previously been charged), will be subject to the fee established below in Article 3, Section 7. The fee contemplated herein and in Article 3, Section 7 will not apply to Contributions to which a fee has previously been charged.
5. Membership to the Fund and Contributions thereto will be formalized through the subscription of a contribution letter (the “Contribution Letter”). The IDB’s acceptance of any Contribution Letter is subject to the IDB’s applicable internal approvals.

ARTICLE 2

USE OF THE RESOURCES OF THE FUND AND ACTIVITIES

1. The resources of the Fund (the “Resources of the Fund”) include:
 - (a) the Contributions; and
 - (b) any interest, cancellation, repayment or net investment income earned;
 - (c) minus any authorized disbursements and costs charged (the “Costs Charged”) in accordance with these Terms and Conditions.

2. The Resources of the Fund may be used to finance or co-finance non-reimbursable technical cooperation operations and non-reimbursable investment operations (“Eligible Operations”) of the IDB, IDB Invest and IDB Lab in Bolivia, Brazil, Colombia, Ecuador, Guyana, Peru, Suriname and Venezuela in the following three pillars of action, which are further described in Annex I attached hereto:
 - (a) Resilient and diverse landscapes;
 - (b) Amazon-positive value chains; and
 - (c) Sustainability in commodity supply chains
3. The Resources of the Fund may also be used by the IDB, IDB Invest and IDB Lab to finance Externally Funded Consultants (“EFCs”) pursuant to the respective IDB, IDB Invest and IDB Lab’s policies, procedures, and guidelines, as applicable, and subject to the prior approval of the Steering Committee (as defined in Section 9 of this Article 2).
4. The identification, preparation, appraisal, approval, disbursement of resources, execution, cancellation, termination and supervision of Eligible Operations and activities financed with the Resources of the Fund, as well as the selection, recruitment, remuneration and supervision of consultants, contractors and/or suppliers hired for such operations and activities, will be carried out by the IDB, IDB Invest and/or IDB Lab, as the case may be, in accordance with their respective policies and procedures, as applicable.
5. Each of the IDB, IDB Invest and IDB Lab, as appropriate, is authorized to:
 - (a) Enter into all agreements and make all arrangements and decisions it deems appropriate or necessary to administer Eligible Operations and activities financed through the Fund; and
 - (b) Perform all administrative functions, as may be required for the implementation of the Fund and the Eligible Operations and activities it finances.
6. The Resources of the Fund will be completely untied. Therefore, the procurement of works, goods and services to be financed with Resources of the Fund may be provided and executed by companies, specialized institutions or individuals in accordance with the IDB, IDB Invest and/or IDB Lab’s respective policies and procedures, as applicable.
7. The Resources of the Fund may also support technical cooperation operations executed by the IDB, IDB Invest or IDB Lab by financing the costs of delivering such operations (including salaries, benefits and overhead costs). For the avoidance of doubt, the Resources of the Fund may not supplement the budget of an IDB, IDB Invest or IDB Lab department or division for routine or customary activities.
8. The IDB, IDB Invest and IDB Lab will use the Resources of the Fund in accordance with these Terms and Conditions and will undertake to use all reasonable efforts, in accordance with their respective policies and procedures, to prevent the direct use of the Resources of the Fund to provide support to counterparties appearing on the Consolidated United Nations Security Council Sanctions List or the list of entities, individuals or group of individuals, designated by the European Union (EU) under Restrictive Measures. If the IDB, IDB Invest and/or IDB Lab becomes aware that Resources of the Fund have been used to support counterparties that appear on any of these sanctions or restrictive

measures list, the IDB and/or IDB Invest will inform the Steering Committee and may consult with the Steering Committee as to the response to be taken in the context of the applicable policies and procedures of the IDB, IDB Invest and/or IDB Lab, as the case may be.

9. Subject to the policies and procedures of the IDB and IDB Invest, a steering committee for the Fund (the “Steering Committee”) will be established and comprised of one representative of the IDB, one representative of IDB Invest and one representative of each Donor. The functions and procedures of the Steering Committee will be set forth in the Operating Manual of the Fund described in Section 10 of this Article and will include, among others, (i) providing guidance on priority areas for pipeline development and suggestions for pipeline opportunities; (ii) endorsing concept notes for potential projects; (iii) participating in the design and preparation of Eligible Operations through optional parallel in-kind contributions as applicable and subject to the relevant policies and procedures of the IDB, IDB Invest and/or IDB Lab, as the case may be; (iv) approving the use of the Resources of the Fund for EFCs; (v) approving and amending the Operating Manual and the Results Framework described in Article 4, Section 1 below; and (vi) making decisions related to External Evaluations, as needed, pursuant to Article 4, Section 4 below.
10. The operating manual for the Fund (the “Operating Manual”) will set forth procedures and more detailed information about the activities of the Steering Committee, including the information indicated in these Terms and Conditions and other information, as determined by the Steering Committee, that may facilitate the operation of the Fund. The Operating Manual will be approved during the first meeting of the Steering Committee and may be amended by the Steering Committee from time to time. Upon its approval, the Operating Manual will be included as Annex II of these Terms and Conditions.
11. At least once a year, the IDB will organize a meeting with an independent advisory panel comprised of representatives of Indigenous Peoples, traditional communities, afro-descendants, civil society organizations and research institutions and universities (the “Advisory Panel”). The main objectives of the meetings with the Advisory Panel are to: (i) facilitate coordination of efforts; (ii) provide technical guidance and advice to the Steering Committee on current challenges and realities of stakeholders in the Amazon territories of the Amazonian Countries; (iii) share relevant and cutting-edge research; (iv) discuss upcoming activities and opportunities for cooperation; and (v) provide suggestions for operations that could be financed by the Fund. Additional details regarding the meetings with the Advisory Panel may be set forth in the Operating Manual.

ARTICLE 3

FINANCIAL ASPECTS

1. The IDB will administer the Resources of the Fund separately from its own resources and will account for the Resources of the Fund separately from other resources under the IDB’s administration. Contributions and their income, if any, will not be segregated by Donor and will be collectively held in the Fund.
2. The IDB may exchange the Resources of the Fund, at its discretion, into other currencies to facilitate their management, disbursement and/or investment. Neither the IDB, IDB Invest nor IDB Lab will be responsible for any exchange rate risk due to currency conversion.

3. Contributions will be deposited in a single account and may be paid in one or more installments. Unless otherwise stated in the corresponding Contribution Letter, no installments may be less than the equivalent of US\$250,000.00 (two hundred fifty thousand United States dollars).
4. The IDB, IDB Invest and IDB Lab will each commit Resources of the Fund made available to them hereunder only if there are sufficient Resources of the Fund to cover such commitment and any other costs to be paid with Resources of the Fund pursuant to these Terms and Conditions.
5. The IDB may, at its discretion, invest and reinvest the Resources of the Fund, following the IDB's investment policies, procedures and practices. Any income will be added to the Resources of the Fund and will not be credited to the Contribution(s) of any particular Donor. The Donors acknowledge and accept that any investment activities in relation to the Resources of the Fund entail the risk of loss.
6. The IDB, IDB Invest and IDB Lab will exercise their functions under these Terms and Conditions, and their applicable policies and procedures, and will have no further responsibility to the Donors in respect thereof. The IDB will enter into arrangements with IDB Invest that provide for IDB Invest's fulfillment of certain obligations as contemplated herein.
7. The IDB will charge and deduct a non-refundable administrative fee (the "Administrative Fee") on each Contribution to help defray the costs of administration of the Fund, except as otherwise provided in Article 1, Section 4. The Administrative Fee will be as follows:
 - (a) five percent of any portion of a Contribution that results in total cumulative Contributions below or equal to US\$50 million (fifty million United States dollars) or its equivalent; plus
 - (b) four percent of any portion of a Contribution that results in total cumulative Contributions above US\$50 million (fifty million United States dollars) or its equivalent and below or equal to US\$500 million (five hundred million United States dollars) or its equivalent; plus
 - (c) three percent of any portion of a Contribution from a Donor that results in total cumulative Contributions above US\$500 million (five hundred million United States dollars) or its equivalent and below or equal to US\$1 billion (one billion United States dollars) or its equivalent; plus
 - (d) two percent of any portion of a Contribution that results in total cumulative Contributions above US\$1 billion (one billion United States dollars) or its equivalent.

When a Donor pays a Contribution in multiple installments, the corresponding portion of the Administrative Fee will be deducted from each installment.

ARTICLE 4

REPORTING, MONITORING AND CONSULTATION

1. The IDB will conduct a periodic review of the activities of the Fund based on the results framework included in the Operating Manual (the "Results Framework"). The Results Framework will serve as the basis for monitoring, reporting and evaluating how the objectives, activities and expected outcomes and outputs of the Fund have been met. All project monitoring and results reporting will be guided by the IDB, IDB Invest and/or IDB Lab's applicable policies and procedures, as the case may be.

2. The IDB will maintain records for the Fund; however, such records will not segregate or otherwise account for Contributions by an individual Donor. The reporting currency will be the United States dollar.
3. The IDB will deliver to the Donors the following:
 - (a) no later than June 30 of each year, beginning in 2022, an unaudited financial statement of the Fund;
 - (b) no later than June 30 of each year, beginning in 2023, an unaudited annual report on Eligible Operations and activities approved during the previous calendar year under these Terms and Conditions. This report will include such information as: (i) amounts received from the Donors; (ii) approved and disbursed amounts; (iii) income earned and Costs Charged; (iv) a general description of Eligible Operations and activities financed with Resources of the Fund and their implementation; and (v) results achieved pursuant to the Results Framework. The format and any additional content to be included in this report may be set forth in the Operating Manual. No individual reporting by Donor for project approvals will be available; and
 - (c) no later than June 30 of each year, beginning in 2023, the audited combined financial statements for the previous calendar year of the trust funds under the IDB's administration, including the Fund, that have an external audit requirement. Such financial statements will be prepared in accordance with the IDB's policies and accounting standards for trust fund financial reporting, as may be updated from time to time.
4. The IDB will provide the Donors with the results of the following external evaluations (the "External Evaluations"): (i) an initial External Evaluation, the services for which the IDB will contract by December 31, 2024; (ii) a second External Evaluation, the services for which the IDB will contract by December 31, 2028; and (iii) any additional External Evaluations as may be agreed upon by the IDB and the Donors. The External Evaluations will consider the development impact of the Fund and will be performed in accordance with the applicable IDB, IDB Invest and IDB Lab policies and procedures. The IDB will be responsible for contracting the services for the External Evaluations and will inform the Steering Committee about the terms of reference before each selection process.
5. All costs and expenses related to audits and External Evaluations will be deducted from the Resources of the Fund. Any Costs Charged to the Resources of the Fund pursuant to these Terms and Conditions will be reflected in the financial statements of the Fund.
6. The Parties will inform each other of their respective personnel assigned to oversee activities in relation to the Fund. In addition to the formal reporting under this Article 4 and other communications provided for under Article 5 below, the Fund's Steering Committee will meet periodically to review the status, pipeline and other relevant aspects of the Fund as described in the Operating Manual.

ARTICLE 5

COMMUNICATIONS

1. All written communications required or in connection with the Fund will be directed as follows:

For the IDB:

- (a) All communications pertaining to Donor relations and resource mobilization will be directed to:

Attention: Manager
Office of Outreach and Partnerships
Inter-American Development Bank
1300 New York Avenue, NW
Washington, D.C. 20577, U.S.A.
Tel. +1 (202) 623-1583
Email: partnerships@iadb.org

- (b) Day-to-day communications regarding the implementation of these Terms and Conditions and management of the Resources of the Fund will be directed to:

Attention: Chief, Grants and Co-financing Management Unit
Office of Outreach and Partnerships
Inter-American Development Bank
1300 New York Avenue, NW
Washington, D.C. 20577, U.S.A.
Tel. +1 (202) 623-1192
Email: orp-gcm@iadb.org

For the Donors:

The contact information indicated in each Contribution Letter.

2. The IDB or the Donors may inform each other in writing of any changes to the communications units designated under this Article 5. Any such changes will be effective as of the date indicated in the written communication.

ARTICLE 6

GENERAL

1. Nothing in these Terms and Conditions may be construed as creating an agency relationship between the Donors and the IDB, IDB Invest or IDB Lab.
2. Subject to their policies and procedures with respect to access to information, the IDB, IDB Invest, IDB Lab and/or any Donor, may make these Terms and Conditions, the Contribution Letters, and any documentation concerning the Fund publicly available.
3. Any use of information related to activities of the IDB, IDB Invest and/or IDB Lab, including Eligible Operations, will be subject to the respective applicable IDB, IDB Invest and/or IDB Lab policies on access to information. Further, the Donors agree that when, and if, the documentation or information pertains to matters that may not be subject to public disclosure in accordance with the policies and procedures, including information concerning private sector or non-sovereign clients of the IDB Group, the Donors will treat as confidential any such information, which they will not disclose or

reproduce in any way without the prior written consent of the IDB, IDB Invest and/or IDB Lab, as applicable.

4. Nothing in these Terms and Conditions may be construed as a waiver of any privileges or immunities of the IDB or IDB Invest established or recognized under their respective organizational documents, international law or any other applicable national law, all of which are expressly reserved.
5. In case of a contradiction between any of the provisions of these Terms and Conditions and the provisions of any of the Annexes attached hereto, the provisions of the Terms and Conditions will prevail.
6. The IDB, IDB Invest and IDB Lab will acknowledge, when they deem it to be appropriate, the Donors' Contributions in references made by them with respect to the Fund in publications, press releases and/or other similar written materials.

ARTICLE 7

EFFECTIVENESS, AMENDMENT, TERMINATION AND SETTLEMENT OF DISPUTES

1. The Fund will become effective for each Donor as of the date of acceptance by the IDB of such Donor's first Contribution Letter and will remain effective until such time it is terminated in accordance with this Article 7.
2. Any Party may terminate its respective participation in the Fund as of the termination date ("Termination Date") indicated in a written notice of termination, provided that such written notice of termination is delivered at least three (3) months before the stipulated Termination Date to the IDB, or to all the Donors if termination is decided at any time by the IDB.
3. Subject to the foregoing, and except as otherwise provided herein, upon termination of a Donor's participation in the Fund, the IDB shall calculate the amount of any portion of the Fund, if any, that is eligible for return to such Donor. Such amount shall be calculated considering the uncommitted Fund balance as of the end of the month of the applicable Termination Date (to the extent resources remain uncommitted), and further considering the contributions made to the Fund by all Donors, adjusted by the IDB, as necessary, to reflect any variation based on the amounts and the timing of the various Contributions received by the Fund, the earnings and/or the expenditures of the Fund, including, but not limited to, the anticipated cost of the next audit and the External Evaluation(s). Any calculation of the amount to be returned will be made in United States dollars.
4. The Fund will also terminate when the Resources of the Fund are exhausted and no additional Contributions have been pledged. In such case, the IDB will send a notice of termination to the Donors informing of any actions to be taken to ensure that all activities related to the Fund are closed in an orderly manner.
5. Termination of the Fund will not prejudice commitments expressly contemplated under these Terms and Conditions or the payment of the contractual obligations of the Fund that are entered into on and/or before the date of receipt by the IDB or the Donors, as the case may be, of the respective termination notice.

6. These Terms and Conditions and the Annexes attached hereto may only be modified by a written agreement signed by all Parties.
7. The IDB Group will not hold the Donors responsible or liable for any third-party claims, debts, demands, damages, or losses as a result of the implementation of the activities under the Fund.
8. The rights and obligations established in the Contribution Letters and these Terms and Conditions are valid and enforceable in accordance with the terms agreed upon therein and herein, regardless of the laws of any given country.
9. The Donors and the IDB, IDB Invest and IDB Lab will seek to settle amicably any dispute, controversy or claim that may arise out of or relate to these Terms and Conditions, or the breach, termination or invalidity thereof. Any dispute, controversy or claim that has not been resolved amicably shall be settled by arbitration in accordance with the UNCITRAL Arbitration Rules (the "Rules") in effect on the date of establishment of the Fund. The appointing authority shall be the Secretary-General of the Permanent Court of Arbitration. The case shall be administered by the International Bureau of the Permanent Court of Arbitration, and:
 - a. the number of arbitrators shall be three;
 - b. the place of arbitration shall be Washington, D.C., U.S.A.;
 - c. the language to be used in the arbitral proceedings shall be English;
 - d. the arbitration decision shall be final and binding and there shall be no appeal, and each Party shall undertake to comply with and to carry out any such arbitral decision fully and without delay; and
 - e. the arbitration panel shall not award punitive damages.

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ANNEX I

PILLARS OF ACTION

I. Resilient, Diverse Landscapes.

- **Integrated landscape approaches and planning frameworks** that work across sectors and ecosystems (at the landscape level) to promote resilient, diverse forested landscapes. strengthening planning processes, including participatory land use planning, and their implementation; addressing land rights, regularization and tenure; and community-based governance models.
- **Climate risk, natural disaster risk, and One Health¹ management approaches**, based on assessments of risk management, governance, and public policies. This will include the identification of appropriate early warning systems, nature-based solutions, and critical infrastructure.
- **Enabling policies and incentives** at the national or subnational level, such as enabling frameworks for ecosystem-based approaches; innovative financial instruments; management models and institutional networks that promote thriving forests; restructuring of subsidies, incentives, and fiscal practices that promote unsustainable and non-inclusive development; enabling frameworks for sustainable bioeconomic activities, including R&D+i policies; and piloting innovative solutions.
- **Legislation, regulation, national systems, and guidelines to support the valuing of natural capital/forest assets**, including systems for environmental-economic modelling or accounting; the promotion of green transport guidelines and other mechanisms to protect tropical forests and sustainable development; and other enabling and institutional strengthening activities.
- **Strategic strengthening of regional, national, subnational, or location-specific monitoring systems** that account for land use change (especially conversion of forested areas) at the landscape level and effectively detect development of unsustainable land use practices; and support integration of monitoring systems with relevant institutional framework (including law enforcement).
- **Strengthening of subnational and national governments capabilities to adequately access REDD+ results-based payments finance mechanisms** that aim to protect tropical forests and sustainable development (including, among others, access to voluntary carbon markets, emerging compliance markets, enable financial solutions to support access to

¹ The One Health approach recognizes that human health, animal health and ecosystem health, as well as the associated risk management mechanisms (for example, early warning systems to achieve better epidemic and pandemic prevention), cannot be addressed in isolation, but rather have to be addressed together.

those markets, improve subnational and national capabilities and its policy and regulatory frameworks).²

II. Amazon-Positive Value-Chains

- **Support to smallholders and medium-size farmers/forest owners** to enhance productivity, efficiency and cost-effectiveness within a framework of low-carbon, regenerative, and resilient agriculture, while reducing negative social and environmental impacts; improve access to bioeconomic activities and value chains, as well as market benefits of sustainable production, including through certification; innovative finance instruments, pilots, and demonstration projects; addressing land rights, regularization and tenure, access to tailored finance solutions, access to extension services, technical support and training, with special attention to increasing access for women, youths and Indigenous People and local communities (IPLCs); facilitation of access (in all its dimensions) to national, regional and international markets for smallholder production.
- **Support to IPLCs as stewards of forests**; deeply integrating concerns about IPLC communal land rights and human rights into efforts to improve the transparency and sustainability of value-chains; provide support to IPLCs to enable their effective participation in efforts to promote sustainable landscapes and improve livelihoods.
- **Support to building a knowledge-based sustainable and inclusive bioeconomy that generates local benefits** in a context of integrated rural development planning, rigorous evaluation of sustainability criteria, benefits sharing and substantial participation by women and youths, as well as by IPLCs; support to the science, research, traditional and indigenous knowledge, and innovation required to promote rigorous, sustainable bioeconomic activities; based on, among others, sustainably sourced products, by-products, and other residual biomass from agricultural or forestry operations; support to scaling up innovative pilot/ demonstration projects that have proven successful and suitable for the local context; strengthening and consolidating the business case for ‘Amazon-positive’ investing in the bioeconomy; strengthening of enabling conditions for the sustainable and inclusive bioeconomy, including relevant policies, capacity building, institutional strengthening, financial structuring and monitoring of direct and indirect effects, with special attention to strengthening these conditions in ways that favour the inclusion of women, youths and IPLCs.
- **Revitalization of degraded landscapes** based on Forested Landscape Restoration (FLR) and similar land management strategies – intelligently combine (assisted) natural regeneration and commercially feasible reforestation.
- **Revitalization of degraded waterbodies** within a management approach that consider the linkages between healthy forests, the quality and quantity of available freshwater, and the

² The Fund will not provide resources for the structuring, funding or otherwise supporting REDD+ results-based payments; the focus of the Fund is strictly on assisting governments with accessing REDD+ results-based payments finance mechanisms that they are eligible for.

health and productivity of waterbodies within the Amazon biome, with priority in areas where the health of forests and waterbodies is closely interdependent.

III. Sustainability in Commodity Supply Chains

- **Incentives for sustainable and deforestation free supply chains**, including new partnerships, policies, financing models, traceability systems, technical support to proactive stakeholders, and strategies for promoting sustainability premiums, such as preferential access to export markets.
- **Strengthen timber supply chains, including technological options for increasing sustainability, traceability, and added value through quality and/or productivity** (value-adding, improve technology to increase quality and productivity).
- **Support value chain actors in developing sustainability criteria** and respective monitoring systems including e.g., sourcing strategies, waste monitoring and validation of reuse options, circular production methodologies and technologies, localized market development.

ANNEX II

[Operating Manual to be inserted upon its approval by the Steering Committee]