



Summary of DFID's work in Indonesia 2011-2015

June 2013

Why we work in Indonesia

Indonesia is one of the world's largest emitters of greenhouse gases. It holds the third-largest area of tropical forest and 70% of the world's deep tropical peat soils (which store massive reserves of carbon).

Action by Indonesia is critical to avoiding catastrophic climate change that will hit the world's poorest people hardest and increase poverty in countries where the UK Government implements its aid programme, as well as having negative impacts on the UK.

In April 2012, Prime Minister Cameron and President Yudhoyono reaffirmed their common desire to strengthen relations. Climate change was one of four focus areas selected for partnership. This will enable both countries to work together to achieve shared international climate change objectives.



DFID is working with the Government of Indonesia and the private sector to promote legal timber exports. A tracking system helps government, traders and buyers know where the timber comes from and if it is legally produced.

What we will achieve

We will use our support to work in three areas: forestry, energy and on international climate negotiations. On forestry we will work:

- with the Ministry of Forestry to prevent illegal logging and help Indonesia implement the Voluntary Partnership Agreement with the EU on timber exports;
- with the Government of Indonesia to develop and implement its spatial plan and ensure that uncontrolled deforestation;
- to promote accountability and the rule of law in land licensing in 13 districts in 4 forest provinces.



Turning waste into energy. DFID is working with local authorities and central government to promote low carbon development. Whilst complex regulations, financing issues and technical barriers exist, turning waste to energy has enormous potential to help meet future energy needs in Indonesia.

On low carbon development (energy) we will work with:

- the Ministry of Finance to help it promote green growth and incentivise energy efficiency and the use of renewable energy;
- a range of international and domestic financial institutions to promote investments in energy efficiency and renewable energy by the public sector, the private sector and through public/private partnerships.

On international climate negotiations we are working with Indonesia to make progress towards a global climate change agreement.

Specifically by 2015 we will:

- Help save at least 35,000 hectares of natural forest and put in place a system to protect forests in future years in Papua Province;
- Help Indonesia mobilise at least £500 million of international and domestic public finance for investment in low carbon projects and programmes;
- Help Indonesia mobilise at least £40 million of private sector finance to support investment in low carbon projects;
- Work in four of Indonesia's forest provinces to support people in remote communities to have choice and control over their own development and to hold decision makers to account; and
- Help Indonesia to integrate climate change issues into national planning processes.



Papua Province. With millions of hectares of natural forest, the Government of Indonesia and DFID are working together to help local communities find viable alternatives to deforestation which has been widespread across other provinces in Indonesia.

Who we will work with

In March 2011, DFID closed its poverty reduction programme and the DFID country office in Indonesia. DFID now works through the UK Climate Change Unit located in the British Embassy in Jakarta. This cross-government unit delivers programmes in Indonesia in partnership with the Government of Indonesia, provincial governments, other international donors, civil society and with the private sector.

How we will work

More than ever, in the current financial climate, we have a duty to show that we are achieving value for money in everything we do. Results, transparency and accountability will be our watchwords and we are determined to get value for money for every hard-earned taxpayer pound spent on development. In Indonesia we are:

- **Focusing on where we can have maximum impact** – that means working in Papua province to help the Government avoid uncontrolled deforestation.
- **Continually seeking value for money** by subjecting all our work to regular monitoring and evaluations, and comparing outcomes to climate change programmes in other countries.
- **Meeting our commitments under the UK Aid Transparency Guarantee** by using DFID's website and the British Embassy's webpage to publish details on all UKCCU's live projects, and make key public documents easily available.

More information

For a more detailed breakdown of Indonesia's Operational Plan, please visit www.gov.uk/world/Indonesia or contact UKCCU, British Embassy, Jl Patra Kuningan Raya Blok L 5- 6 Jakarta 12950, Indonesia
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