

MALAYSIA'S SUBMISSION FOR INC-5

Contact Group 3

Article 11 : Finance, including the Establishment of a Financial Mechanism

Thank you madam co-Chair,

Malaysia echoes other colleagues regarding establishment of a financing mechanism. We support for a financing mechanism that includes:

- i) A new dedicated multilateral fund; and
- ii) An interim fund pending operationalization of the new MLF;

The financing mechanism must be able to provide new and additional, timely, adequate, accessible financial resources to the developing countries to enable implementation of obligations under the instrument.

The FM must be able to provide financial assistance on grant or concessional basis support capacity building and technology assistance as well as supporting transfer of reliable and up to date technology.

The FM must be able to response to the country's needs. The funds must be able to provide among others:

- Incremental costs for compliance by developing countries.
- Assist developing countries to create and operate an efficient and sustainable circular economy system in the plastic value chain, and an efficient, suitable and sustainable waste management system that would be able to close leakages of plastics to the environment, through financial assistance, capacity building and transfer of reliable and up to date technology;
- to address legacy wastes including financial assistance to manage illegal plastic wastes dumped in their countries.

As for sources of funding for the FM, while acknowledging the need for all states to take responsibility for plastic pollution, on the other hand, there is also the need to recognize the wide differences in levels of economic development between states. These differences in turn are linked to the states' contributions to, as well as their abilities to address, plastic pollution.

Thus, the developed countries must continue to support the developing countries with financial assistance, capacity building and technical assistance as well as technological transfer through the financial mechanism. In this regard, we echo statements of Saudi and Algeria. We support for the textual proposal made by Saudi and African Group to be the basis to start textual negotiation on financing mechanism.

Thank you.