

## Annex: List of conditions and recommendations

**Table 1. General conditions applicable to all funding proposals**

Funding proposal number	Conditions
<b>All proposals</b>	<p>The funded activity agreement shall be entered into within a period not in excess of 180 days<sup>a</sup> after the date of Board approval or the date when all internal approvals by the accredited entity are obtained, whichever is later. Moreover, the following conditions shall be met:</p> <p><u>Conditions to be met prior to the execution of the funded activity agreement:<sup>b</sup></u></p> <ul style="list-style-type: none"> <li>(i) Finalization of the accreditation master agreement in form and substance satisfactory to the GCF;</li> <li>(ii) Completion of the legal due diligence to the satisfaction of the GCF; and</li> <li>(iii) Obtaining all final internal approvals by the accredited entity to implement the project or programme, and a legal opinion/certificate confirming this within 120 days<sup>c</sup> after Board approval<sup>d</sup></li> </ul> <p><u>Conditions to be met prior to disbursement:</u></p> <ul style="list-style-type: none"> <li>(i) Finalization of legal documentation in form and substance satisfactory to the GCF; and</li> <li>(ii) Fulfilment of any conditions precedent included in the funded activity agreement to the satisfaction of the GCF</li> </ul>

**Table 2. Project-specific conditions and recommendations**

Funding proposal number	Conditions and recommendations
<b>FP001</b> (Profonanpe: Peru)	<p><u>Conditions for disbursement under the funded activity agreement:</u></p> <ul style="list-style-type: none"> <li>(i) Satisfaction of the accreditation condition prescribed in decision B.09/07, Annex VII;</li> <li>(ii) The accredited entity to clarify which indigenous organizations wish to participate in the project and to obtain clear written consent from their representative organizations in order to ensure that the project is only implemented in the territories of the indigenous organizations that have provided their clear consent to the project;</li> <li>(iii) The accredited entity to provide the opportunity for the participating indigenous organizations to take part in project design in dialogue with the accredited entity;</li> <li>(iv) Presentation of the climate change strategy outline, including all the components of the project with concrete outcomes, indicators and timing;</li> <li>(v) Presentation of a project team structure, including institutional agreements with stakeholders; and</li> <li>(vi) Presentation of the knowledge and communication strategy outline</li> </ul>

<sup>a</sup> For FP004 (KfW Development Bank: Bangladesh), the period shall be 360 days.

<sup>b</sup> The funded activity agreement embodies the legal arrangements between the GCF and the accredited entity, as specified in decision B.07/03, Annex VII, paragraph 6.1.

<sup>c</sup> For FP008 (Asian Development Bank: Fiji), obtaining all internal approvals by the accredited entity to implement the project, and a legal opinion confirming this shall be within 360 days after Board approval.

<sup>d</sup> According to the proposed accreditation master agreement template, the number of days may be specified by the Board in its approval decision, but not to exceed 120 days after Board approval.

	<p><u>Conditions to be met during the implementation of the project:</u></p> <p>(i) Presentation of business plans for each of the seven bio-businesses</p> <p><u>Recommendations:</u></p> <p>(i) The accredited entity to ensure the inclusion of this project in the regional and national climate change strategies, particularly in REDD-plus activities;</p> <p>(ii) Greenhouse gas emissions accounting to be adjusted according to the national forest reference level when available;</p> <p>(iii) The consultation process and safeguards implementation with indigenous communities, including conflict resolution mechanisms, to follow the national legislation and available guidance for REDD-plus implementation in Peru; and</p> <p>(iv) The accredited entity to work closely with the local governments to access public funding to support the project's long-term sustainability</p>
<p><b>FP002</b> (United Nations Development Programme: Malawi)</p>	<p><u>Recommendations:</u></p> <p>(i) The accredited entity to ensure greater institutional strengthening of monitoring and evaluation activities through clearly defined indicators and the application of robust evaluation tools so that the evaluation during and after the project implementation becomes worthwhile and is used as a learning tool; and</p> <p>(ii) The accredited entity to strengthen the learning and outreach efforts of the proposed project by reflecting on the lessons learned to facilitate replication in other countries, with the aim of contributing towards the greater global common good</p>
<p><b>FP003</b> (Centre de Suivi Ecologique: Senegal)</p>	<p><u>Conditions for disbursement under the funded activity agreement:</u></p> <p>(i) Satisfaction of the accreditation conditions prescribed in decision B.09/07, Annex IV; and</p> <p>(ii) Submission of a detailed procurement plan in form and substance satisfactory to the GCF</p> <p><u>Recommendations:</u></p> <p>(i) Improvement of the logical framework during the first year of project implementation and to quantify, as well as to validate, the indicators with their baselines and targets with the project stakeholders and beneficiary communities; and</p> <p>(ii) A higher level of ambition may be exhibited with the same budget, supplemented with a clearly defined theory of change</p>
<p><b>FP004</b> (KfW Development Bank: Bangladesh)</p>	<p><u>Conditions for disbursement under the funded activity agreement:</u></p> <p>(i) Submission of detailed cost estimates;</p> <p>(ii) Submission of a detailed procurement plan in form and substance satisfactory to the GCF; and</p> <p>(iii) Provision of a concrete theory of change and a methodology regarding how the functioning of the climate information system will be generated and mainstreamed with all other stakeholders within the country</p> <p><u>Recommendations:</u></p> <p>(i) The recipient of component 1 to produce a manual highlighting the needs-specific steps and detailing methods and examples of design criteria that are likely to be utilized by various national stakeholders towards building resilience in infrastructure throughout Bangladesh; and</p> <p>(ii) Component 1 can be revitalized to place the responsibility for managing the Climate Resilient Local Infrastructure Center with a leading national agency other than the Local Government Engineering Department</p>

<p><b>FP005</b> (Acumen: KawiSafi Ventures Fund)</p>	<p><u>Conditions for disbursement under the funded activity agreement:</u></p> <ul style="list-style-type: none"> <li>(i) Satisfaction of the accreditation condition prescribed in decision B.09/07, Annex VII;</li> <li>(ii) Material terms and conditions set forth in the term sheet attached to the funding proposal, provided, however, that the GCF benefits from more favorable terms that may be provided to other limited partners for the initial closing of the KawiSafi Ventures Fund</li> </ul>
<p><b>FP006</b> (Inter-American Development Bank: Green Bond)</p>	<p><u>Conditions for the USD 20 million guarantee for the pilot phase of the programme in Mexico:</u></p> <ul style="list-style-type: none"> <li>(i) Material terms and conditions set forth in the term sheet attached to the funding proposal</li> </ul> <p><u>Conditions for the USD 2 million programme development grant for the programme in Colombia, the Dominican Republic and Jamaica:</u></p> <ul style="list-style-type: none"> <li>(i) Avoid concentration of funding in programme development in beneficiary countries and ensure fair and equitable access to the funds, in particular for the two small island developing States participating in the programme. The maximum amount of GCF funding sought under the programme development grant for each targeted country should not exceed 35%. Any excess of resources allocated to any given programme development could be reallocated to the other one</li> </ul> <p><u>Conditions for the USD 195 million allocation for the next phases of the programme:</u></p> <ul style="list-style-type: none"> <li>(i) Avoid concentration of funding in some beneficiary countries and ensure fair and equitable access to the funds, in particular for the small island developing States participating in the programme; and</li> <li>(ii) The Inter-American Development Bank to report to the GCF on the performance and outcomes of the implementation of the pilot phase of the project before the GCF Board approves funding for subsequent phases</li> </ul> <p><u>Recommendations:</u></p> <ul style="list-style-type: none"> <li>(i) Appointment of external counsel(s) by the GCF to provide relevant advice to the GCF prior to executing legal documentation related to this programme; and</li> <li>(ii) Before the signing of the funded activity agreement, development of a climate change framework from each of the Energy Service Companies, including: <ul style="list-style-type: none"> <li>- Technology transfer and innovation;</li> <li>- Knowledge-sharing among small and medium-sized enterprises; and</li> <li>- Knowledge aggregation with concrete indicators</li> </ul> </li> </ul>
<p><b>FP007</b> (United Nations Development Programme: Maldives)</p>	<p><u>Recommendation:</u></p> <ul style="list-style-type: none"> <li>(i) During the project inception phase, the executing entity and the utilities to set an agreed implementation road map and actively involve the communities in the maintenance of the rainwater harvest systems</li> </ul>
<p><b>FP008</b> (Asian Development Bank: Fiji)</p>	<p>None</p>