

Annex I: List of proposed conditions

1. This annex contains the list of proposed conditions for the funding proposals submitted for the Board's consideration at its forty-second meeting. This annex contains the following:
 - (a) **Table 1:** general conditions applicable to all funding proposals; and
 - (b) **Table 2:** conditions specific to individual funding proposals that are recommended by the independent Technical Advisory Panel (iTAP) and/or the Secretariat (as applicable), which the Board may choose to adopt in full or in part or not at all as part of the approval of each funding proposal.
2. The approval of the funding proposals approved by the Board pursuant to decision B.42/06 shall be conditional upon the satisfaction of the conditions set out in tables 1 and 2. The Board may choose to adopt the relevant conditions in full or in part or not at all as part of the approval of each funding proposal.

Table 1. General conditions applicable to all funding proposals

FP number	Conditions
All proposals	<p>(a) Signature of the funded activity agreement ("FAA") in a form and substance satisfactory to the GCF Secretariat within 180 days¹ from the date of Board approval, or the date the accredited entity has provided a certificate or legal opinion set out in paragraph (ii) below, or (where applicable) the date of effectiveness of the accreditation master agreement ("AMA") entered into with the relevant accredited entity, whichever is later.</p> <p><u>Satisfaction of the following conditions prior to the signing of the FAA:</u></p> <ol style="list-style-type: none"> (i) Completion of the legal due diligence to the GCF Secretariat's satisfaction; and (ii) Submission of a certificate or a legal opinion in a form and substance that is satisfactory to the GCF Secretariat, within 120 days² after Board approval, or (where applicable) the date of effectiveness of the AMA entered into with the relevant accredited entity, whichever is later, confirming that the accredited entity has obtained all final internal approvals needed by it and has the capacity and authority to implement the proposed project/programme.

Table 2. Conditions specific to individual funding proposals

FP number	Conditions
SAP050 (UNEP Maldives)	<i>None</i>
SAP051 (SPC Micronesia)	<i>None</i>

¹ For FP277 (IFC Paraguay), the period shall be 60 days.

² For FP271 (ADB India), in the case the Board approval is conditional on substantial modification of the Funding Proposal, the period shall be 210 days.

SAP053 (FAO Saint Lucia)	<i>None</i>
SAP054 (ADB Multiple countries)	<i>None</i>
FP265 (UNEP Ghana)	<p><i>Conditions proposed by iTAP</i></p> <p>Covenant to be included in the funded activity agreement:</p> <p>In respect of the Implementation Agreements, the Accredited Entity shall:</p> <p>(a) Contractually require the Executing Entities that the Implementation Agreements with the Implementation Partners contain the following:</p> <ul style="list-style-type: none"> (i) Clearly defined institutional roles, performance milestones, deliverables, and financial commitments; and (ii) Enforcement clauses covering accountability, reporting obligations, and remedial action in case of underperformance.
FP266 (UNEP Mauritania)	<i>None</i>
FP267 (SANBI South Africa)	<i>None</i>
FP268 (FAO Multiple countries)	<i>None</i>
FP269 (IFAD Multiple countries)	<i>None</i>
FP270 (IFAD Cambodia)	<p><i>Conditions proposed by iTAP</i></p> <p>Conditions precedent to the first disbursement of the GCF Proceeds:</p> <p>(a) Delivery to the GCF by the Accredited Entity, in a form and substance satisfactory to the GCF Secretariat, of:</p> <ul style="list-style-type: none"> (i) An updated Environmental, Social, and Climate Impact Assessment (ESCIA), along with a road-specific Environmental and Social Action Plan (ESAP) under Annex 6 (E&S Documents) to the funding proposal, to be submitted prior to any construction activities. This updated assessment must address cumulative GHG emissions, potential land-use change, post construction migration pressures, detailed road mapping, and deforestation risks; (ii) An updated Annex 22 (Assessment of GHG Emission Reductions and their Monitoring and Reporting) to the funding proposal and supporting documents enclosed with Annex 22, to recompute the GHG calculations,

	<p>including indirect impacts related to road rehabilitation and construction in terms of road usage, potential land-use change and deforestation;</p> <p>(iii) An updated Annex 3 (Economic and Financial Analyses) to the funding proposal to align with revised GHG data findings and reflect their impact on the economic internal rate of return and other investment metrics;</p> <p>(iv) An updated Annex 11 (Monitoring and Evaluation Plan) to the funding proposal, which should be used to reassess and update GHG emission reduction estimates if the actual adoption rates of the introduced practices or technologies differ from those used in the original (ex-ante) GHG projections, with a view to ensuring that the reported emission reductions reflect actual implementation outcomes and are presented accurately; and</p> <p>(v) Other relevant annexes, as needed, to reflect the changes and outcomes of the ESCIA, ESAP, Annex 22, Annex 3 and Annex 11 to the funding proposal.</p> <p>Covenants to be included in the funded activity agreement:</p> <p>(a) The Accredited Entity shall ensure that the Project Implementation Manual includes the time-bound institutional capacity strengthening plan, prepared by the Accredited Entity in support of MOWRAM, covering training in climate-smart irrigation and financial management, supervisory control and data acquisition (SCADA) system upgrades, and third-party technical support in relation to Output 3.1 of Component 3.</p> <p>(b) The Accredited Entity shall monitor the implementation of the institutional capacity strengthening plan on a quarterly basis, and inform the outcomes to the Fund in the APR.</p>
FP271 (ADB India)	<i>None</i>
FP272 (UNDP Nepal)	<i>None</i>
FP273 (FAO Papua New Guinea)	<i>None</i>
FP274 (SCA Multiple countries)	<i>None</i>
FP275 (CDB Multiple countries)	<i>None</i>
FP276 (EIB Multiple countries)	<p><i>Conditions proposed by iTAP</i></p> <p>Condition precedent to disbursement of GCF proceeds under the funded activity agreement:</p> <p>The AE shall deliver, in a form and substance satisfactory to the GCF Secretariat, a climate-specific eligibility filter framework prepared by the EE and to be</p>

	<p>applied to for the GCF Sub-Fund that goes beyond general green bond classification, which shall include:</p> <ul style="list-style-type: none"> (a) A requirement that all GCF Sub-Fund investments demonstrate a credible and measurable contribution to climate mitigation or adaptation, consistent with the GCF IRMF; (b) A commitment to prioritize the use of science-based sectoral thresholds for assessing climate alignment, where feasible; (c) A process for internal climate screening and documentation that specifies the climate logic, expected outcomes and rationale for each bond investment under the GCF Sub-Fund; and (d) A requirement that each individual bond allocated to the GCF Sub-Fund contains a minimum of 60% climate-aligned use of proceeds, with bonds failing to meet this threshold deemed ineligible for allocation to the GCF Sub-Fund. <p>Covenant to be included in the funded activity agreement:</p> <p>The AE shall contractually require, monitor and enforce that the EE shall (i) track and report annually to AE and the Limited Partner Advisory Committee (LPAC) the estimated share of investments under the GCF Sub-Fund that support new (greenfield) projects versus refinancing of existing assets; (ii) where data is available, include a narrative assessment of the climate rationale for any refinancing activities and demonstrate their contributions to measurable climate mitigation or adaptation outcomes; and (iii) if refinancing constitutes a majority of the portfolio in any given year, undertake a portfolio-level review and present a justification and, where appropriate, corrective measures to the LPAC. The AE shall then promptly report this information to the GCF.</p>
FP277 (IFC Paraguay)	<i>None</i>