
Annual Performance Report

Project/Programme title: FP064 Promoting risk mitigation instruments and finance for renewable energy and energy efficiency investments

Accredited Entity: Inter-American Development Bank (IDB)

Date of Report submission: [YYYY/MM/DD]

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RATIONALE

This report layout is designed to support the drafting of a structured report that assesses, evaluates, documents, and communicates the progress on Funding Proposal (FP) implementation and on its associated Funded Activity Agreement (FAA). The layout aims to provide a clear and comprehensive understanding of key objectives, progress, and risks, drawing on project implementation related data provided by Accredited Entities (AEs).

Considering the Green Climate Fund's (GCF) evolving strategic direction toward a Risk-Based Approach, the report is intended to:

- Track quantitative and qualitative progress of the project implementation.
- Highlight critical findings and emerging trends.
- Identify risks and propose actionable mitigation strategies.
- Support evidence-based decision-making.
- Promote transparency and accountability.
- Align with strategic and regulatory frameworks.
- Serve as a foundation for AE engagement on project performance

METHODOLOGY

The report's layout mirrors, to the extent possible, the structure of the Funding Proposal (FP) to maintain coherence with the presented information. However, the FP and the Report differ in scope and strategic intent; thus, while the FP serves a functional role in informing the Report, it does not dictate a strictly parallel structure.

A. PROJECT DATA (Prefilled where possible)				
Should any information/data prefilled from Section A.1 to Section A.12 be incorrect or require updating, please inform GCF's Project Lead of appropriate corrective action.				
A.1. Date of report submission		Click or tap to enter a date.		
A.2. Project or programme	Project	A.3. Sector	Public	
A.4. Total Financing (GCF + Cofinance)	GCF financing		million USD (\$) 103	
	Grant		million USD (\$) 3	
	Co-financing		million USD (\$) 60.85	
	Grant		million USD (\$) 0.60	
	Grant		million USD (\$) 0.25	
	In-kind		Options Enter amount	
	Total Financing		million USD (\$) 163.85	
A.5. Total GCF funding disbursed to this date	million USD (\$) 103			
A.6. Implementation period	From 1/22/2019 to 1/22/2027			
A.7. ESS Category (Refers to <i>GCF revised Environmental and Social Policy</i> and <i>GCF ESS Standards</i> to assess your FP category.)			I-2	
A.8. Executing Entity Information				
Full legal name	Country of registration	Entity type	Role in project	Focal point(s) and email(s)
Banco de Inversión y Comercio Exterior S.A. (BICE)	Argentina	Public sector – Government (which may be acting through a ministry or department)	Executing Entity	N/A
Inter-American Development Bank (IDB)	USA	Multilateral or other international organization – entity formed by treaty, agreement or	Executing Entity	N/A
A.9. Co-Financier information				
Full legal name	Country of registration	Focal point(s) and email(s)	Ownership entity type	Beneficial owner(s)
Banco de Inversión y Comercio Exterior S.A. (BICE)	Argentina	N/A	Public sector – Government-controlled national entity	Government of Argentina
Inter-American Development Bank (IDB)	USA	N/A	International organization (multilateral development bank)	Member countries (shareholder governments)

A.10. Alignment with country NDCs & NAP <i>(NB Only populate if applicable, e.g., if your project/programme specifically contributes to a country's NDC or NAP target/s)</i>				
Country	Date of NDC/ NAP submission	NDC/ NAP objective	Brief description of project's alignment with NDC/ NAP objectives	Percentage of target met with proposed project. Beneficial owner(s)
Argentina	2015	The country's unconditional goal is to reduce GHG emissions by 18% in 2030 with respect to projected BAU via a set of actions to be deployed based on criteria related to their potential for reducing emissions, potential co-benefits, and the possibility of applying nationally developed technologies.	The objective of the Project is to contribute to improve the efficiency in the production and use of energy in Argentina, by increasing investments in EE and power production from RE sources to reduce GHG emissions. The Project intends to scale up private investment in biomass, biogas and EE by making available financing instruments tailored to meet the specific needs of these projects, channeling funds through a local NOB and its network of LFI's.	<u>N/A</u>
A.11. Estimated duration of impact			20 years	
A.12 Report to be shared with NDA			No ☐ (Justification, max. 100 words)	
<i>This report will be shared with the relevant NDA (s). Please tick box N to indicate whether this report should not be shared and enter the justification below. (100 words maximum).</i>				

B. EXECUTIVE SUMMARY

Should any information/data prefilled in Section “B” be incorrect or require updating, please inform GCF’s Project Lead for appropriate corrective action.

B.1. Summary

In 2025, the Project consolidated implementation following the full allocation of the credit line in 2024. While no new subprojects were financed, previously approved operations continued generating measurable climate mitigation impacts. Annual emission reductions reached 63,062 tCO₂eq (29,989 from five RE subprojects and 33,073 from 243 EE subprojects), bringing cumulative reductions to 252,208 tCO₂eq.

With resources fully disbursed, efforts focused on institutional strengthening and strategic integration of sustainable finance practices within BICE. Studies on SME financing and capital markets reinforced technical capacity and supported the design of mechanisms to mobilize private investment in the energy transition. BICE also strengthened its leadership in national and regional sustainable finance networks, enhancing sectoral coordination and knowledge dissemination.

The main challenge during 2025 was institutional consolidation amid a change in national administration and shifting priorities in a context of fiscal constraints. The Project responded through adaptive management, prioritization of high-impact actions, and stronger internal coordination to maintain alignment with climate objectives. The IDB initiated its Project Completion Reporting (PCR) process, expected to conclude in 2026, while the GCF PCR process will begin that same year.

Key lessons highlight the importance of institutional ownership, robust monitoring, and flexibility to sustain climate finance impacts beyond disbursement.

C. RESULTS AND IMPACTS

C.1. Overall Summary of the Project Progress

(This section provides a narrative report summarizing the overall progress of the implementation status of the funded activity progress during the reporting period. 1,500 words)

Outcome 1

In 2025, the Project reduced 63,062 tCO₂eq (29,989 from 5 RE subprojects and 33,073 from 243 EE subprojects). Cumulatively, total reductions reached 252,208 tCO₂eq (143,466 from RE and 108,742 from EE).

Component 1-Output 1: Financial Strategy

In 2025, the studies on SME financing, capital markets and financial instruments, as well as on the valuation of ecosystem services and the structuring of mechanisms to mobilize private investment in conservation, were completed, strengthening BICE's position in sustainable finance. Other studies were rescheduled for 2026 due to a redefinition of priorities and new strategic approaches.

Within the framework of the Sustainable Finance Protocol (PFS), BICE reaffirmed its leadership as Representative of the Governance Committee, promoting the development of a financial products search tool, based on a common framework of sectoral definitions, which will be available in 2026. It also actively participated in technical working groups and contributed to the preparation of the 1st Consolidated Report on Financial Education Indicators, establishing a common measurement framework for programs aimed at youth and strengthening the sustainable finance agenda in Argentina.

With 100% of the credit line executed, the IDB internal PCR closing workshop was held for the loan component. The final report will be published in 2026.

Activity 1.1: Develop financial and non-financial instruments, including standard performance contract, insurance policy covering energy savings and validation methodologies to account energy savings and generation

1.1.1 Market Assessment including Gender Analysis

In 2025, the study on SME financing, capital markets, Reciprocal Guarantee Societies, and other relevant financial instruments was completed. However, the planned assessment and quantification of demand for these financial products was not carried out due to a shift in priorities and the design of a new study. In 2026, a new study will assess demand for distributed solar generation, aiming to identify its potential to attract investment in energy efficiency and support the energy transition.

Additionally, studies on the valuation of ecosystem and environmental services of natural habitats were completed, along with the structuring of financial instruments to mobilize private resources for conservation in selected provinces.

1.1.2 Development of a standard performance contract

This activity has been completed at 100%. In 2021, a guaranteed energy savings contract model was developed; however, due to current market conditions in Argentina, it cannot be implemented.

1.1.3 Development of procedure for SMEs to participate in the RenovAr program

During 2025, the RenovAr program remained on hold and no new bidding rounds were conducted; therefore, this activity is not being carried out.

However, since the relaunch of EE sub-loans at the end of 2021, a total of 243 EE subprojects have been financed, with the full allocation of available resources for the credit line completed in 2024.

1.1.4 Develop standards and validation methodologies for subprojects and project developers

This sub-activity has been completed 100%. For more details, refer to previous APRs.

Since the execution of available resources to finance RE and EE subprojects was completed in 2024, in 2025 there was no need for a consultant to support the estimation of emission savings and energy consumption calculations.

1.1.5 Development of financing structuring and risk mitigation instruments (ESI for EE) and project incentive strategy

No actions were planned under this sub-activity for 2025.

1.1.6 Development and implementation of a Promotion and Execution Plan

During 2025, BICE did not promote new strategies for the main line, as it was already 100% executed.

1.1.7 Development of a Project Pipeline

The line was fully allocated in 2024.

1.1.8 Strengthen regulatory framework

Within the framework of the PFS, the main financial institutions maintained their commitment, and BICE, through the Governance Committee, led the development of a financial products search platform to be launched in 2026. This initiative was supported by a common framework of sectoral definitions developed for this purpose, which now serves as a reference for other institutions. In addition, the 1st Consolidated Report on Financial Education Indicators was prepared, establishing a common measurement framework for programs aimed at youth and promoting a more inclusive and sustainable financial culture.

In 2025, the IDB internal PCR closing workshop was held, presenting results, lessons learned, and recommendations for the loan component; the final report will be published in 2026.

The study on the regulatory framework was rescheduled with a focus on distributed generation, given its potential to mobilize investment in energy efficiency and energy transition.

Component 1-Output 2: Capacity Built

With the full allocation of the line in 2024, no new specific promotion strategies were launched in 2025. However, BICE continued integrating lessons learned into its sustainable finance strategy, consolidating its leadership in the field. It participated in strategic presentations in the agricultural sector promoting lines for sustainable production and EE, conducted a visit to a beneficiary company, and produced two videos to showcase its value proposition in efficient production.

Additionally, BICE continued strengthening its teams through its memberships in ALIDE and IDFC, participating in technical and strategic forums related to digitalization, financial inclusion, the energy transition, and green finance.

The BICE Community Platform remained active, offering training and publications for SMEs, including the ESG diagnostic tool.

Within the framework of the PFS, BICE strengthened its technical and institutional role by collaborating on the development of a financed emissions calculation tool, presented to member IFIs, and on a survey and assessment of best practices in internal processes, contributing to the standardization and improvement of the financial system.

Following the closure of the line, the IDB initiated the internal PCR process and held the closing workshop. The final report will be published in 2026. Consultancy for impact evaluation was rescheduled to 2026, and for final evaluation to 2027. Besides, GCF PCR process will begin in 2026.

Activity 1.2 Strengthen capacity of BICE, LFI, ESTPs, project developers and validators for SE project development. Seed incentives and Knowledge sharing

1.2.1 Training of project developers/technology solution providers/LFIs/Validators/SMEs (at least 20% women) about project mechanisms

The credit line was fully executed in 2024; therefore, in 2025, no training for IFIs or support to SMEs in structuring new subprojects was provided.

1.2.2 Establishment at BICE of a business unit dedicated to SE financing

During 2025, the unit remained operational. However, hiring a consultant for additional support was not necessary, as the execution of the line was completed in 2024.

Within the framework of BICE's membership in ALIDE and IDFC, various areas of the Bank participated in courses, seminars, and technical forums aimed at strengthening capacities in digitalization, financial inclusion, sustainability, energy transition, and risk management. Additionally, BICE took part in IDFC's strategic coordination sessions, completed the Green Finance Mapping 2025, and contributed to surveys and technical reports, reinforcing its commitment to the green finance agenda and the exchange of best practices among development banks.

1.2.3 Establishment of electronic registry system for monitoring and evaluation of project results

The activity is complete, and the system is operational.

1.2.4 Seed incentives for projects (pipeline development resources)

No actions were planned under this sub-activity for 2025.

1.2.5 Project management and monitoring

In 2025, the IDB internal PCR closing workshop was held. The main results of the credit line, lessons learned, and risks to the sustainability of the results were presented, along with recommendations for future similar credit lines. The final report is in the closing stage, with completion expected in 2026.

Likewise, a site visit was conducted to a company that manufactures rollers and paintbrushes, whose financed project incorporated automation technology into the production process, achieving an approximate 60% reduction in energy consumption compared to the previous process.

The consultancies planned for 2025 will ultimately be carried out in 2026 (impact assessment) and 2027 (Project's final evaluation). GCF PCR process will begin in 2026 as well.

1.2.6 Knowledge dissemination

In 2025, BICE participated in key agricultural sector exhibitions (Expoagro, Agroactiva, Todo Láctea, La Rural, among others), strengthening its positioning and promoting financing for sustainable production and energy efficiency. At Expoagro, it organized a networking event with companies that benefited from the BID/GCF credit line and other lines, as well as potential clients, presenting the results and lessons learned from the BID/GCF line (40 companies invited, 14 led by women). At Todo Láctea, it delivered a talk on financing tools and energy efficiency for SMEs in the sector. BICE continued training SMEs through the BICE Community Platform, reaching 372 SMEs, and in August it launched the ESG Diagnostic tool (with more than 1,150 visits). Within the framework of the Sustainable Finance Protocol, BICE collaborated in the development and dissemination of a financed emissions calculation tool and in a sectoral assessment on the best internal practices. Additionally, two videos were produced to promote its credit line focused on efficient production.

Component 2-Output 3: SME Financing adapted to RE and EE

Activity 2.1: Increase medium and long-term credit provided to SMEs for biomass, biogas, and EE sub-projects.

The credit line was fully allocated (100%) in 2024, financing a total of 248 subprojects, 5 in renewable energy (RE) and 243 in energy efficiency (EE). Therefore, no new subprojects were financed in 2025.

C.2. Performance against the Funding Proposal Logical Framework Indicators

For each of the indicators please report only the 'annual value' for the reporting year; this means reporting solely the values achieved from January 1st, 2025, to December 31st, 2025. The "cumulative value" will automatically be updated by the system by aggregating reported annual values since project FAA effectiveness.

Please ensure that targets are clearly defined and reported using the following categories:

- *Midterm Target: The results to be achieved by the midpoint of implementation.*
- *Final Target: The results to be achieved by the conclusion of project or programme implementation.*
- *Lifetime Target: The total results expected over the entire operational period of the project or programme.*

Note that the baseline, midterm, final and lifetime targets will be prefilled based on your previous Annual Performance Report and/or Funding Proposal. It is imperative that you carefully review, verify and update where relevant.

Should the project be Multicounty, please report the achievement by Country.

Lastly, avoid using commas or periods as thousand separators. Periods should only be used as decimal separators.

For REDD+ Results-Based Payment (RBP) projects, you are only required to report on the progress of activities.

Should any prefilled information/data in the Logical Framework be incorrect or require updating, please inform GCF's Project Lead for appropriate corrective action.

CLARIFICATION NOTE:

The cumulative value of Mitigation Core Indicator 1 has been corrected due to a typographical error in the annual value reported in APR 2024, which affected the cumulative calculation.

In APR 2024, an annual value of 60,076 tCO₂eq was reported for Mitigation Core Indicator 1, when the correct value was 66,076 tCO₂eq. Consequently, the cumulative value of Mitigation Core Indicator 1 should have been 189,145 tCO₂eq instead of 183,145 tCO₂eq.

It is also reported that in APR 2024 there was a typographical error in the annual value of Indicator M3.1, which did not affect the cumulative value. An annual value of 33,076 tCO₂eq was reported, when the correct value was 33,073 tCO₂eq.

Additionally, it is reported that some cumulative values have been adjusted for (IRMF) Supplementary Indicator 1.1: Annual energy savings (MWh), (PMF) M7.1: Energy intensity/improved efficiency of buildings, cities, industries, and appliances because of Fund support, following the change in the reporting unit from GWh to MWh. This change allows for greater precision, as smaller values that were previously rounded or not reflected are now captured. As a result, the cumulative totals differ slightly from those reported last year.

GCF Outcome Level: Standardized Indicators

MITIGATION (CORE 1 and 4)

**(IRMF) Core Indicator 1 Greenhouse gas (GHG) emissions reduced, avoided, or removed/sequestered.
(PMF) M1 Tonnes of carbon dioxide equivalent (t CO₂eq) reduced because of GCF-funded projects/programmes**

Total GHG emission reduced, avoided, or removed/sequestered (tCO₂eq) because of GCF support, disaggregated by result area.

Report on the GHG emissions reduction achieved during this reporting year only. This should include reduced, avoided, or sequestered through project activities such as renewable energy deployment, energy efficiency improvements, or carbon sequestration initiatives. You must also disaggregate this value by country and result area.

Baseline	Target			Previous Year Cumulative Value	Annual Value (Reporting Year)	Cumulative Value (Automatically calculated)
	Mid-term	Final	Lifetime			
<u>0</u>	<u>593977</u>	<u>9110338</u>	<u>9110338</u>	<u>189145</u>	<u>63062</u>	<u>252208</u>
Disaggregation by: Result Area				Cumulative Value (tCO₂eq)		
MRA 1: Energy Generation and Access				<u>143466</u>		
MRA 2: Low-emission Transport				<u>Enter number</u>		
MRA 3: Buildings, Cities, Industries and Appliances				<u>108742</u>		
MRA 4: Forestry and Land Use				<u>Enter number</u>		
Total				<u>Automatically calculated</u>		
Checkbox Selection						
☒ Reduction of current emissions ☐ Removal and sequestration ☒ Avoidance and substitution						
Checkbox Selection						
☒ Part of Funding Proposal (to be indicated by AE)						

MRA 1: Energy Generation and Access

**(IRMF) Supplementary Indicator 1.3 Installed renewable energy capacity (MW)
(PMF) M6.3 MWs of low-emission energy capacity installed, generated, and/or rehabilitated because of GCF support (MW)**

Baseline	Target		Previous Year Cumulative Value	Annual Value (Reporting Year)	Cumulative Value (Automatically calculated)
	Mid-term	Final			
<u>709</u>	<u>768</u>	<u>823</u>	<u>723.5</u>	<u>0</u>	<u>723.5</u>
Checkbox Selection					
☐ Direct solar ☐ Rooftop solar ☐ Utility solar (> 100 MW) ☐ Mini grid solar ☒ Bio energy ☐ Geothermal ☐ Hydro ☐ Wind					

(IRMF) Supplementary Indicator 1.4 Renewable energy generated (MWh)

Baseline	Target		Previous Year Cumulative Value	Annual Value (Reporting Year)	Cumulative Value <i>(Automatically calculated)</i>
	Mid-term	Final			
<u>0</u>	<u>917200</u>	<u>8842000</u>	<u>221860</u>	<u>58693</u>	<u>280553</u>
Checkbox Selection					
☒ Part of Funding Proposal (to be indicated by AE)					

MRA 3: Buildings, cities, industries and appliances

(IRMF) Supplementary Indicator 1.1 Annual energy savings (MWh)

(PMF) M7.1 Energy intensity/improved efficiency of buildings, cities, industries, and appliances because of Fund support

Baseline	Target		Previous Year Cumulative Value	Annual Value (Reporting Year)	Cumulative Value <i>(Automatically calculated)</i>
	Mid-term	Final			
<u>0</u>	<u>40950</u>	<u>229400</u>	<u>164612.18</u>	<u>74408.56</u>	<u>239020.74</u>
Checkbox Selection					
☒ Efficient appliances ☒ Industrial processes & manufacturing efficiency ☒ Building efficiency ☐ Public infrastructure and services					
Checkbox Selection					
☒ Part of Funding Proposal (to be indicated by AE)					

Optional co-benefit Indicators

Indicator CB 1

Total number of direct and indirect jobs (measured in full-time equivalents, female/male) created or maintained (# of Full-time equivalent direct, indirect jobs)

Baseline	Target		Previous Year Cumulative Value	Annual Value (Reporting Year)	Cumulative Value <i>(Automatically calculated)</i>
	Mid-term	Final			
<u>Enter number</u>	<u>Enter number</u>	<u>1958</u>	<u>1600</u> (Direct)	<u>0</u>	<u>1600</u> (Direct)
			<u>1451</u> (Indirect)	<u>0</u>	<u>1451</u> (Indirect)
Checkbox Selection					
☐ Part of Funding Proposal (to be indicated by AE)					

Indicator CB 3

Total number of established or strengthened institutional frameworks, policies, plans and coordination mechanisms to support climate-resilient and low-emission development. (Number of plans/strategies/roadmaps) (PMF) M5.1/A5.1 Institutional and regulatory systems that improve incentives for low-emission planning, development and climate resilience and their effective implementation (Number of plans/strategies/roadmaps) (PMF) M5.2/A5.2 Number and level of effective coordination mechanisms					
Baseline	Target		Previous Year Cumulative Value	Annual Value (Reporting Year)	Cumulative Value <i>(Automatically calculated)</i>
	Mid-term	Final			
<u>0</u>	<u>1</u>	<u>2</u>	<u>9</u>	<u>0</u>	<u>9</u>
Checkbox Selection					
☒ Part of Funding Proposal (to be indicated by AE)					

Project/Programme Specific Indicators							
Indicator Name	Unit	Baseline	Mid-term Target	Final Target	Previous Year	Annual Value	Cumulative
M6.1 Proportion of low-emission power supply in a jurisdiction or market	Percentage	2.2	Enter number	8	14.9	18.9	18.9
Number of targeted technical assistance studies/reports completed	Studies/ Reports	0	3	15	6	3	9
% of SME using standard performance contract of the total number of SME financed by the Program	%	0	5	25	0	0	0
Procedure for SMEs to participate in the renovAR program developed	Procedure document	0	1	1	0	0	0
% of SME using insurance policy covering energy savings of the total number of SME financed by the Program	%	0	5	15	0	0	0
% of SME participating in the project whose energy savings are assessed	%	0	100	100	0	0	0
Business plan for the Project promotion and execution developed	Business plan	0	1	1	2	0	2
Number of Policy dialogue events to inform and recommend regulatory changes based on lessons learnt of EE projects	# of events	0	1	3	2	0	2
Lessons learnt project report with recommendations provided on policy, regulatory, and	Report	0	1	2	1	0	1

institutional frameworks related to EE							
Number of training sessions and participation completing training sessions on SE	Training sessions	0	15	25	16	8	21
Number of BICE, LFIs, ESTPs, project developers and validators for SE project trained (gender disaggregated)	Institutions	0	85	100	776	278	1054
Operational BICE business unit for SE financing	Business Unit	0	1	1	1	0	1
% of SME financed after being supported	%	0	20	35	100	0	100
Functional electronic Monitoring and evaluation registry system	System	0	1	1	2	0	2
Number of events/publications completed	Number	0	3	6	9	0	9
Attendance of knowledge sharing events or webinars organized and downloads of publications	Number of participants and downloaded publications	0	500	800	1806	26	1832
% of workshops and event participants reporting to benefit from the additional knowledge gained	%	0	50	75	100	0	100
Functional knowledge platform module on Greenfinancelac.org to encourage female participation in the sector	Number	0	1	1	0	0	0
Number and volume of RE sub-projects financed	<u>Number of RE subprojects</u>	0	649	1375	5	0	5
Estimated number and volume of EE sub-projects financed	<u>Number of EE subprojects</u>	0	598	1136	243	0	243