



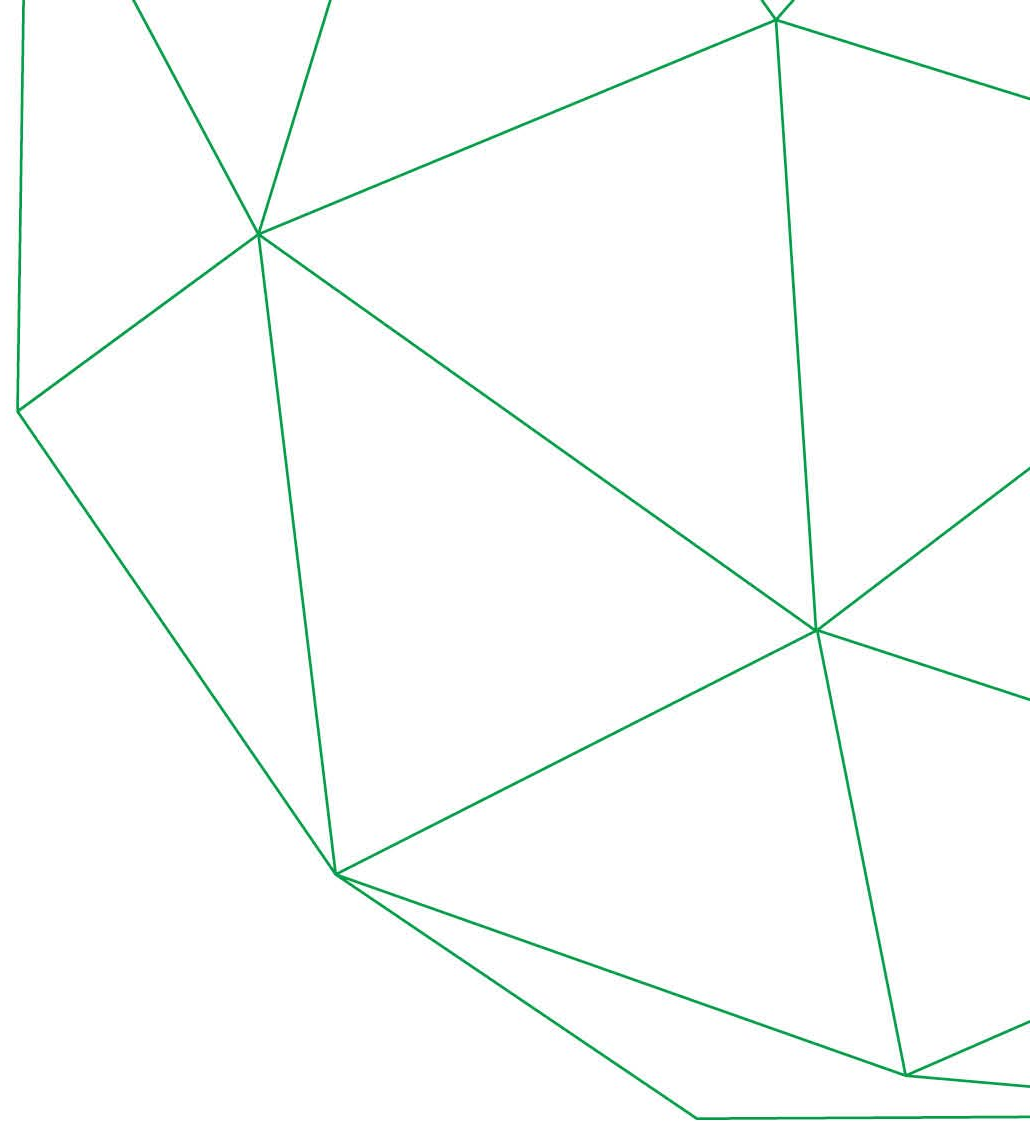
GREEN
CLIMATE
FUND

GCF REGIONAL DIALOGUE
with THE CARIBBEAN

Unlocking Climate Finance for Businesses

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What do we look for?



Climate Change Basis

- Climate impact of investment is key
- Scientific evidence to be provided

Additionality of GCF Funding

- Why GCF?
- Crowd-in additional financing

Country Driven Approach

- Aligned with NDCs
- Early country engagement
- No-objection letter

Six Investment Criteria

1. Impact Potential
2. Paradigm Shift Potential
3. Sustainable development potential
4. Recipient needs
5. Country ownership
6. Efficiency & effectiveness

8 Results Areas

Reduced emissions:



Energy



Transport



Buildings,
Cities,
Industries



Ecosystems

Resilience:



Livelihoods of
people & comm.



Health, food,
water security



Forests and
land use



Infrastructure

Policy compliance

- Fiduciary standards
- Risk Management
- ESS
- M&E
- Gender
- Legal Standards

Completeness

- Feasibility study
- Financial Model
- Project Timetable
- Gender Analysis
- Environmental studies

How do we invest?

De-risking private capital for climate



INSTRUMENTS

Loans

- › Flexible pricing & tenor
- › High-risk tolerance

Equity

- › Equity positions
- › Support investment incubators

Guarantees

- › Tailored guarantee instruments

Grants

- › Reimbursable grants
- › Encourage innovation



1

De-risk climate investments with minimum **concessional**ity

2

Offset risks and other impediments to climate investments

3

Encourage high impact climate investments and act as '**market maker**'

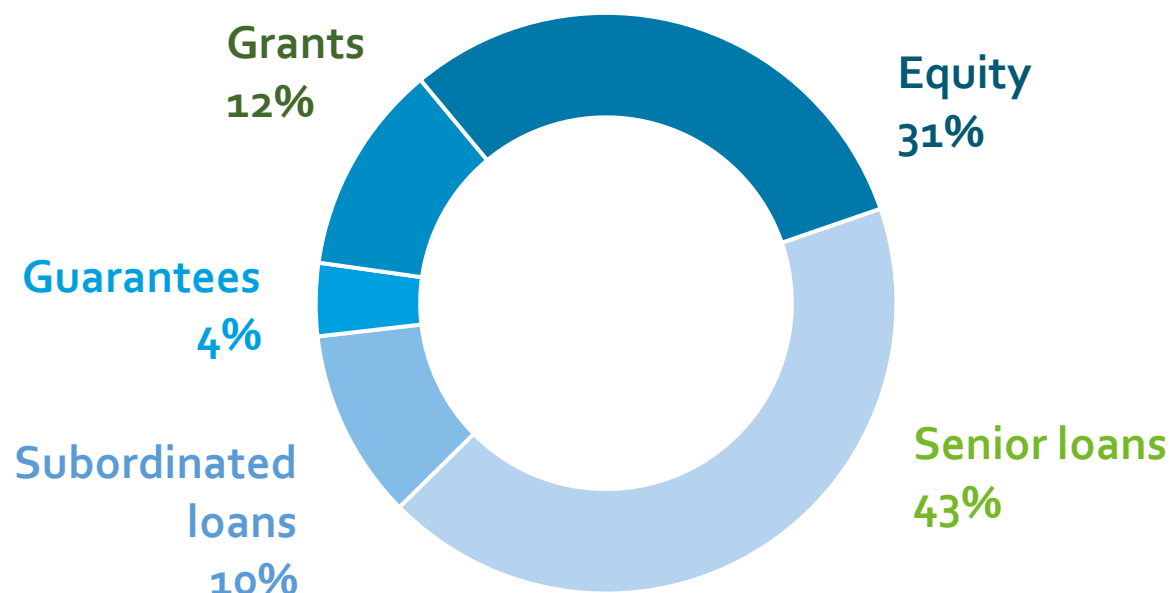
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Development of **climate compatible financial systems**

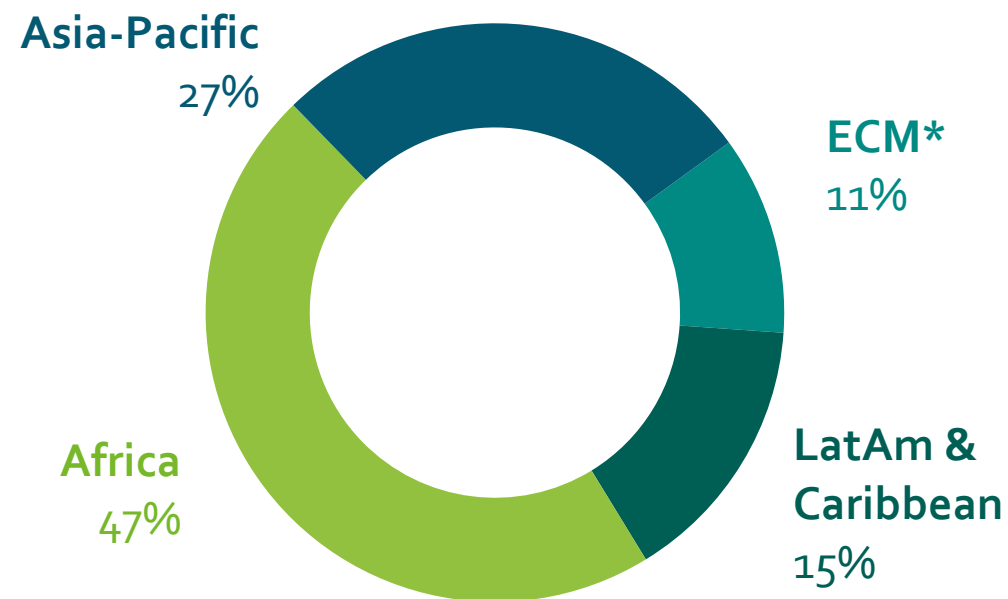
PSF portfolio at glance



Financial instrument



Geographical distribution



Project case studies

FP231

Accelerating Solar Action Program (ASAP)

GCF funding: USD 15.0 million in loans and USD 1.19 million in grants

Total project funding: USD 31.57 million

Accredited Entity: Ecobank Ghana

*Mitigation
Ghana*



- It aims to mainstream the use of distributed Solar PV systems among MSMEs and households in Ghana, through improved access to credit and capacity building among stakeholders.
- It has strong climate basis, which envisions improving Ghana's heavily fossil-fuel reliant energy mix especially amid the reduced hydropower capacity of the country due to climate change impacts.
- Concessionality is passed on to end beneficiaries, with the potential to generate cost savings while the AE takes on end-beneficiary credit risk.

Project case studies

FP253

Greening Financial Systems: Delivering Climate Finance for All

GCF funding: USD 186 million in loans and USD 14 million in grants

Total project funding: USD 669 million

Accredited Entity: EBRD

Cross-cutting

Armenia, Egypt, Georgia, Jordan, Kazakhstan, Kyrgyzstan, Mongolia, Morocco, North Macedonia, Republic of Moldova, Serbia, Tajikistan, Uzbekistan



- Leveraging long-term concessional financing to mainstream climate consideration across financial systems by unlocking local currency co-financing for local financial institutions
- Assist financial institutions with green transition planning, such that 5% of banking sector assets in programme countries (USD 180 billion) are channeled along Paris aligned pathways by the 10th year of implementation.
- Gender inclusive development and greater economic inclusion by targeting women or women led businesses as end borrowers, as well as those located outside the countries' main cities.

Project case studies

FP254

GCF-IFC Scaling Resilient Water Infrastructure (RWI) Facility

GCF funding: USD 250 million in loans and USD 8 million in reimbursable grants

Total project funding: USD 1,262 million

Accredited Entity: IFC

Cross-cutting

Azerbaijan, Chile, Cote D'Ivoire, Egypt, Gabon, India, Indonesia, Morocco, Pakistan, Peru, Uzbekistan, and Tunisia



- Support the development of climate-resilient water supply and sanitation infrastructure as necessary for adaptation and new assets that mitigate emissions.
- Leveraging long-term concessional financing to mobilize up to USD 1 bn
- The facility will overcome the challenges in water and sanitation infrastructure from two directions; first, by supporting national and subnational beneficiaries to prepare and structure the PPP transaction; and second, by providing concessional co-investments to bridge the viability gap in eligible projects that have higher upfront costs but greater long-term benefits.

Project case studies

FP262

Green Climate Finance Facility for Fostering Climate-Smart Agriculture in Senegal

GCF funding: EUR 18.7 million in loans and EUR 4.7 million in grants

Total project funding: EUR 48.4 million

Accredited Entity: LBA

*Cross-cutting
Senegal*



- Bridges the CSA financing gap by addressing Senegal's critical underfunding in agriculture by partnering with LBA, Senegal's leading agriculture lender (30% market share in agri-loans and 40 years of experience), and Baobab Microfinance, the second-largest MFI (26% market share, extends credit access to rural communities)
- Mobilizes EUR 19 million from domestic capital by leveraging EUR 15 million from LBA contributed from customer deposits and EUR 4 million from Baobab raised via a green bonds.
- Promotes climate-conscious lending by integrating climate risk management and sustainable finance into domestic banking system.

Project case studies

FP263

Mirova Sustainable Land Fund 2

GCF funding: EUR 70 million in equity and EUR 5 million in grants

Total project funding: EUR 363 million

Accredited Entity: MIROVA

Cross-cutting

Costa Rica, Cote d'Ivoire, Ghana, Malaysia, Morocco, Peru, Philippines



- Promotes sustainable land management by investing in SMEs in regenerative agriculture and sustainable forestry.
- Generates significant climate mitigation and adaptation benefits, supports biodiversity, enhances ecosystem health, and provides multiple economic, social, and gender co-benefits.
- GCF's catalytic capital enables MSLF2 unlock investments from public and private investors, and contributes to a paradigm shift by positioning sustainable land use in developing countries as an investable asset class.



Thank you