

CLIMATE AND PEACE INVESTMENT FUND (CPIF)

Unlocking Investments for Peace-Supporting Climate Action

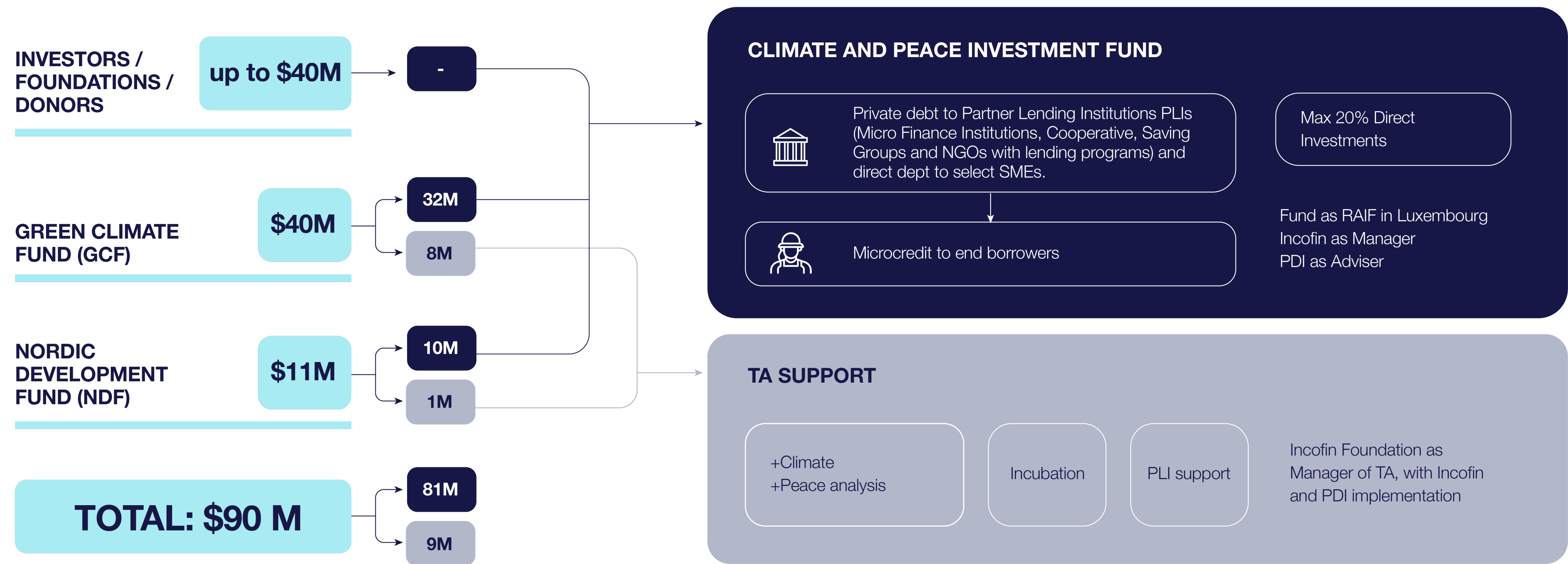
November 2025

**PEACE
DIVIDEND
INITIATIVE**



CLIMATE AND PEACE INVESTMENT FUND

Indicative flow of funds and participants/stakeholder's chart





29th October 2025

Dear Sir/ Madame

Palestine for Credit & Development – Faten strongly supports the Climate and Peace Investment Fund (CPIF) as an innovative mechanism to expand access to climate finance in fragile contexts such as the State of Palestine. By blending concessional and private capital, CPIF will enable institutions like FATEN to extend sustainable finance for renewable energy, climate-smart agriculture, and water resilience, while ensuring investments contribute to community stability and peace. We look forward to collaborating with Incofin and the Peace Dividend Initiative to pilot climate–peace financial products and build institutional capacity for long-term resilience.

Anwar Jayyousi

Executive Director

Palestine for Credit and Development – Faten

A handwritten signature in blue ink, appearing to be "Anwar Jayyousi", written over the printed name.

Suggested Next Steps

1. Re-submit Concept note. (Jan 2nd)
2. Submit PPF – beginning of Jan
3. Develop GCF Proposal – Jan/ Feb to August
4. Suggested team for project development in Palestine
 - National Pen Holder – Climate/ Environmental/ Social Safeguards
 - National Finance/ MFI expert
 - National Conflict Assessment Expert
5. Submit Proposal to GCF in August
6. Decision taken at GCF Feb/ March Board.

Questions.

1. Reflections on the proposal and how we can ensure that it is fully aligned with Palestine's priorities?
2. Initial thoughts on potential priority areas?
3. Next Steps.

CLIMATE AND PEACE INVESTMENT FUND

Key Terms

Thematic Focus	Climate Action (adaptation and mitigation) and Peace in Fragile and Conflict Affected Situations (FCAS)
Sustainability Objective	Building climate resilience, mitigation and sustainable peace, by investing in climate and gender sensitive and peace supporting SMEs in conflict -affected and post conflict zones
Target size	Target size USD 90m
Liquidity Profile	Closed ended fund with locked in investments, 10 year duration.
Expected total expense ratio	3% of AUM
Investees	Mostly local through financing intermediaries Some direct investing into companies and projects, small business ventures up to 20%
Instruments	Mostly private debt through financial intermediaries, (loans, notes, bonds, certificates etc.) Some venture debt up to 20%
Risk Restrictions	Max 35% per country Max 20% per investee Other limitations by investee type, credit risk and instrument type

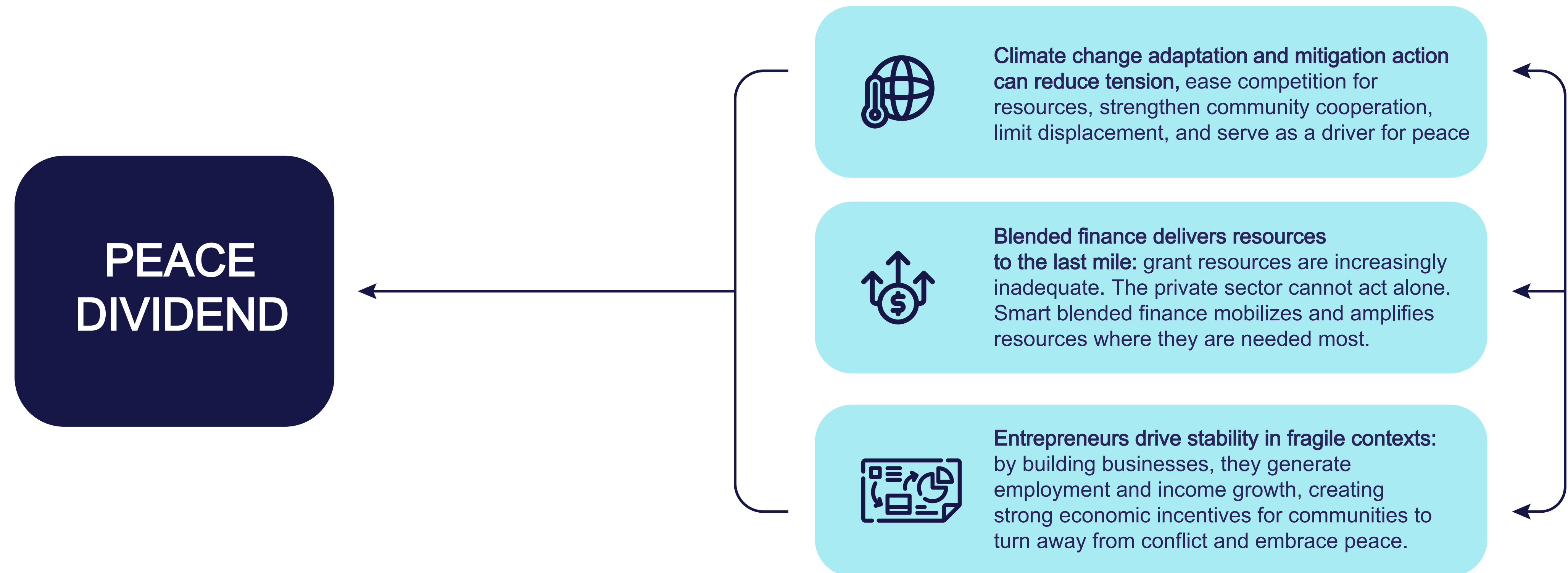
CLIMATE AND PEACE INVESTMENT FUND

Key Roles

Investment Vehicle	Climate and Peace SPV, Luxembourg based
Fund Manager	Incofin
Impact Advisor	Peace Dividend Initiative (PDI)
Origination and Servicing	Incofin
TA Facility	Incofin
TA Implementation	Incofin and PDI

THE PEACE DIVIDEND

Empowering local entrepreneurs to adapt to Climate Change and build Sustainable Peace



INCOFIN INVESTMENT MANAGEMENT

USD
4.82
billion invested

2000+
transactions in 76 countries

520
Investees supported

16
investment funds

170+
technical assistance
projects completed