Creating Co-investment Platforms to Reach Scale

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COP27 // 9 November 2022
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Presentation Overview

The GCF at a Glance

GCF Private Sector Strategy

Panelists

Project and Programme Examples
The GCF at a Glance

• The largest multilateral fund dedicated to climate action, GCF drives paradigm-shifting and transformative changes in climate finance to create co-investment opportunities.

• A hub of climate finance architecture for co-investment platforms and public-private partnerships.

• De-risking private investment to address the urgent needs of countries most vulnerable to climate change, including LDCs, SIDS and African States.

• With its partners, GCF is putting forward co-investment initiatives and platforms to accelerate climate innovation and investment at scale.
The largest climate fund – and growing fast

Unit: USD billion

- Approval
- Implementation
- Disbursement

Expected results
GCF Private Sector Strategy

• Approved at GCF’s Thirty-Second Meeting of the Board in May 2022

• Main Components:
  • Promote a conducive investment environment for climate and economic growth activities
  • Accelerate innovation for business models, financial instruments and climate technologies
  • De-risk market-creating investments to crowd in private climate finance
  • Strengthen domestic and regional financial institutions to scale up private climate finance
Panelists

Abdalla ElEbiary, Chief Investment Officer, Sovereign Fund of Egypt

Keslyn Gilbert-Stoney, Senior Manager, Legal and Governance, Jamaica Social Investment Fund

Jacqueline Novogratz, CEO, Acumen Fund

Christopher Marks, Head of Emerging Markets, MUFG

Mark Dooley, Head of Green Investment Group, Macquarie Group
Keslyn Gilbert-Stoney

Senior Manager, Legal and Governance, Jamaica Social Investment Fund
SCALING HOLISTICALLY

- What are some of the initiatives?
- How are the activities scaling up climate action?
- Jamaica taking a multi-sectoral and multiagency approach to ensure that the major players are covered.
- GCF perspective - who is seeking accreditation- and mandate.
- Tools /approaches to the scaling up is found in the initiatives - regional, local and sectoral approach- links between adaption and mitigation- projects to be leveraged in other areas.
Mobilizing Private Sector to Support Low Carbon and Climate Resilient Development in Jamaica and Other CARICOM States". (CLOSED)

- Aim of this readiness grant was to investigate barriers to private sector investment at the national and regional level, support the accreditation of the selected private sector entities in the region, inform the best strategy for investment at the regional and country level while promoting south-south cooperation among other CARICOM States.
Caribbean Green Bond Listing on the Jamaica Stock Exchange

• Assess the debt market and foster a conducive environment for a green bond market through building a green bond market ecosystem. It is being done in partnership with the Jamaica Stock Exchange and Dominica with a budget of USD582,749.00. An assessment report identifying the market’s readiness for local and international green bonds to determine how they can be integrated into the regional financial market landscape.

• The JSE Green Bonds are anticipated to raise funds on Jamaica’s and regional debt markets to finance environmentally sustainable activities. It is likely to cover engagements in energy efficiency, clean transportation, pollution prevention, sustainable agriculture, fisheries, forestry, the protection of aquatic and terrestrial ecosystems, clean water, and sustainable water management. This project is slated to close in January 2023
Strategic Actions for Advancing Climate Action in CARICOM Member States

• This project is established to provide scientific, technical and policy guidance to CARICOM Member States to achieve sustainable development. It is being carried out by the CCCCC at a cost of USD 1.4 million.

• Institutionalizing a Common Framework for Climate Finance MRV to Enhance Complementarity and Coherence for Climate Action in CARICOM States This is a regional initiative being undertaken by the Caribbean Development Bank (CDB) and for which Jamaica is the NDA. The objective of the project is to improve the region’s ability to track its climate finance flows and to demonstrate complementarity and coherence in utilizing climate finance.
Facilitating a gender responsive approach to climate change adaptation and mitigation in Jamaica

• The project is being done in collaboration with the Bureau of Gender Affairs with an objective to develop a Gender Action Plan for the Climate Change Agenda, along with capacity building activities.

• ADAPT Jamaica: Enhancing Climate Change Resilience of Vulnerable Smallholders in Central Jamaica This project intends to protect the livelihoods and food security of vulnerable small farmers within central Jamaica by addressing site-specific climate driven hazards (with special focus on drought), systemic barriers (such as low capacity and inadequate access to appropriate financing) in the vegetable, rots and tubers value chains in Jamaica. The p
Global Fund for Coral Reefs Investment Window:

• This project proposes to train the staff of all protected fisheries reserves around Jamaica in superior new methods of coral reef restoration, fisheries habitat regeneration, sustainable mariculture, and recycling of nutrients on land to prevent the killing of coral reefs. It also intends to develop pilot Blue Circular Economy regeneration projects in these areas where appropriate.
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Pipeline

Advancing a Regional Approach to the Green Hydrogen Economy in Latin America and the Caribbean

- This is a regional project and will support seven countries (including Jamaica) in determining their hydrogen decarbonization potentials for use and production, alignment with climate goals, and how they can be integrated into a new regional hydrogen economy. Additionally, four of the countries will be supported to (i) develop strategies and establish objectives regarding hydrogen, and (ii) seek funding for flagship projects. The project is being supported by UNEP and is estimated at USD 3 million.
Pipeline

Subnational LoCAL Performance-Based Climate Resilience Financing Mechanism in Jamaica Ja-NAP Phase II

• With support from the UN Capital Development Fund, the CCD is collaborating with the Ministry of Local Government and Rural Development to pilot the Local Climate Adaptive Living Facility (LoCAL) that will facilitate access to financing for adaptation at the local level. A proposal was submitted for GCF Readiness Programme resources of USD998,757.00 to jumpstart this initiative, including to strengthen the fiduciary systems and climate change planning in selected Municipal Corporations.
Pipeline

E-Mobility Programme for Sustainable Cities in Latin America and the Caribbean

• Regional project which supports the strengthening of Jamaica’s energy policy by promoting electric vehicle proliferation in the transport sector.

Green Guarantee Company

• This project is for (i) preparation of development of programme level indicators, (ii) a monitoring methodology and (iii) establishment of arrangements in Jamaica. It is to be administered by MUFG Bank, Limited.
Jacqueline Novogratz

CEO, Acumen Fund
Christopher Marks
Head of Emerging Markets, MUFG
Mark Dooley

Head of Green Investment Group, Macquarie Group
Panel Discussion

**Question 1:** What are the barriers to investing in low-carbon and climate resilient projects as well as mobilizing private capital at scale and what solutions should be considered regarding addressing these barriers?

**Question 2:** GCF and its partners play a catalytic role in unlocking, de-risking and accelerating climate investments and transition. What opportunities do you anticipate regarding the scaling-up of these investments that GCF should be considering / piloting?