

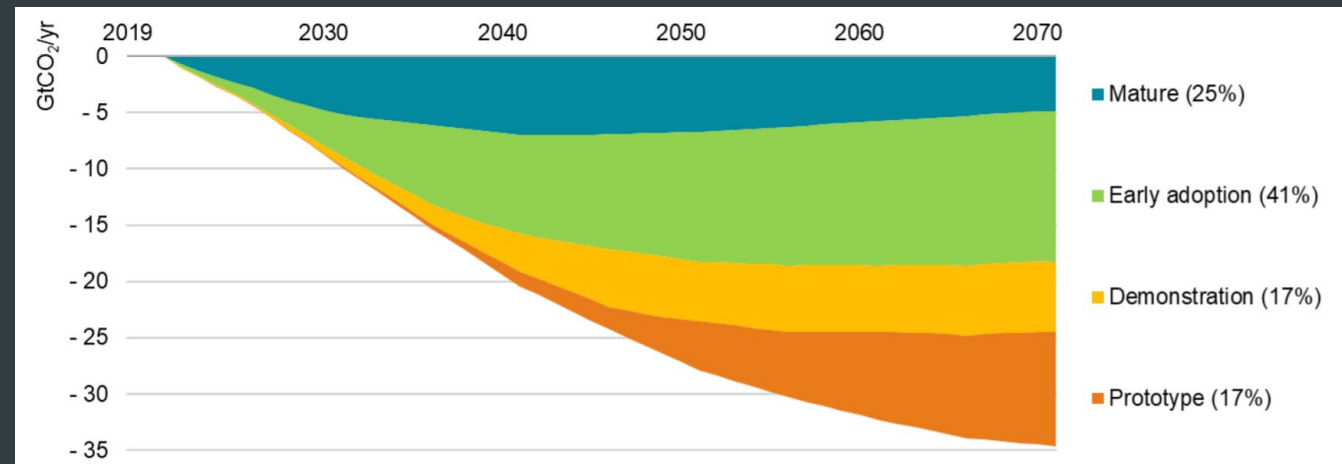


Proposal for CIF Climate Ventures (CCV) Window

The climate innovation need

- Accelerate pathways to **deep decarbonization** and build climate resilience
- Realizing ambitious climate change goals will require **diverse portfolios of early-stage innovations** to be developed, deployed, tested and scaled across multiple sectors and regions

Cumulative CO₂ emissions reductions in the energy sector between 2020 and 2070 (globally) by technology development phase



An aerial photograph of a rural village. In the center, there is a prominent stupa with a golden spire. To its left, a solar panel array is visible on a structure. The village consists of several small buildings with corrugated metal roofs, surrounded by trees and a dirt path. A river or stream flows through the upper right portion of the image. The overall scene depicts a developing rural community.

Concessional finance can address key barriers to investment in innovation

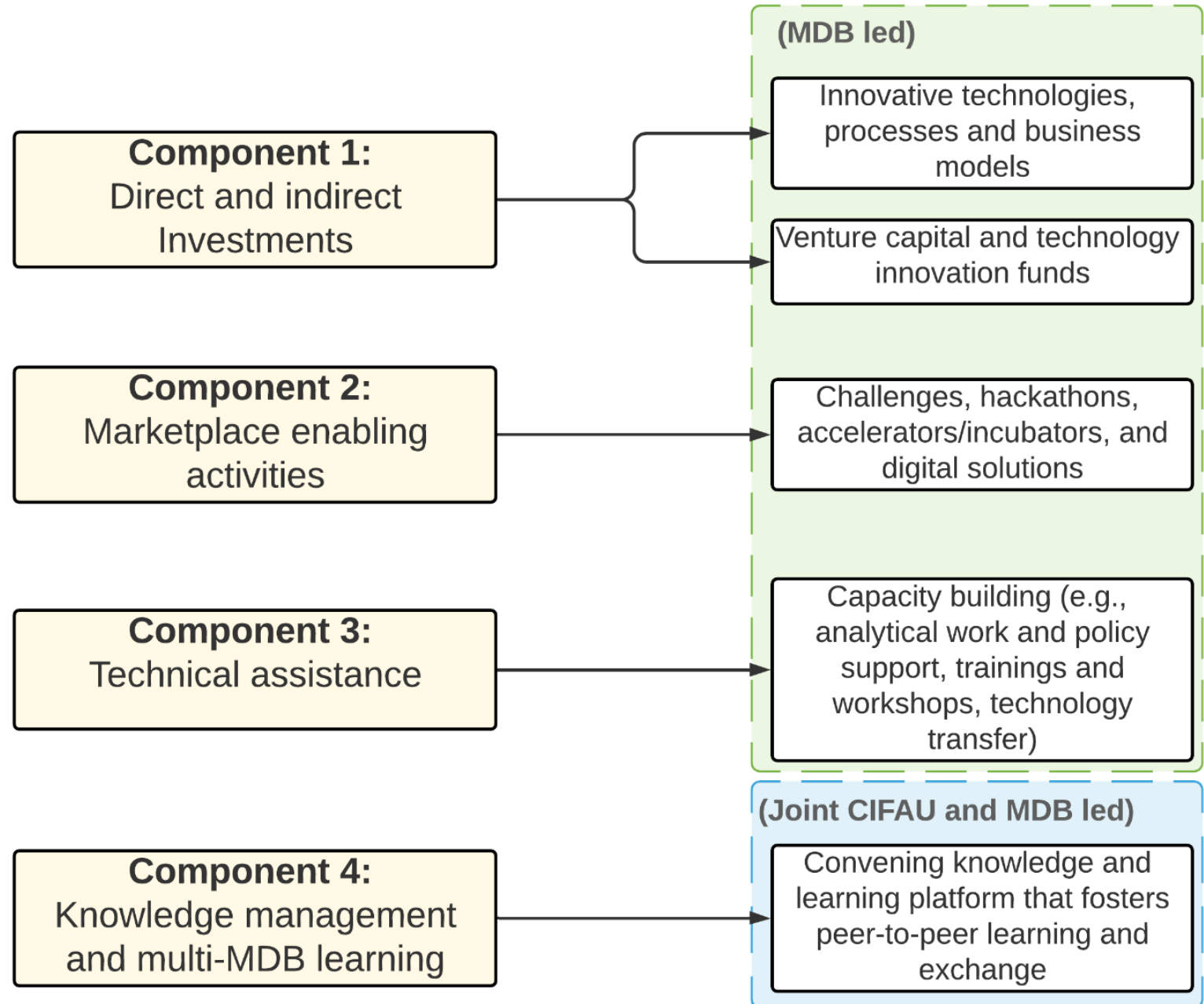
- Finance technologies or business models at the early stage of the project or process life cycle
- Provide technical assistance to support various technology transfer and policy-related challenges
- Support specialized innovation ecosystems, e.g., venture capital funds, accelerators, incubators and technology transfer offices

First-of-its-kind facility through the CIF

- The CIF's **programmatic approach** will play a central role in the delivery of the CCVs
- Combining technical assistance and a suite of complementary investments in **conscious, dedicated, and programmatic** fashion
- Fully aligned with the **CIF's new programming**



4-part component structure: Bringing together a diverse and complementary suite of investments



Innovation Spotlight:

ADB Ventures

CTF resources deployed as investments and technical assistance to support catalytic investments in early-stage, clean-technology start-ups, in the Asia-Pacific Region

The CCV Window aims to do more, in a programmatic way



Complementarity with existing initiatives

- Applying a programmatic approach to climate-focused venture funding **is unique in the market**
- The CCVs will **build upon and complement existing initiatives and partnerships** supporting early-stage low-carbon technology and innovation, e.g., through the CCV knowledge platform



Deploying a full suite of financial instruments

Including:

- Concessional loans
- Grants
- Equity
- Subordinated loans/mezzanine instruments
- Guarantees, and
- Other instruments as described in the CIF Financial Terms and Conditions policy.



CCVs expected to be **fully integrated** as part of new **ClF programming**

- Respective governance committees (CTF or SCF-GCAP) decisions on
 - Whether to launch CCVs under each respective ClF program (SCF) or fund (CTF)
 - Funding allocation
- Country Eligibility



Theory of Change

Supporting transformation in developing markets and regions

Developing **integrated portfolios** of strategically linked investments

Built upon a transformative intent and build and strengthen markets for innovation in developing countries

Envisioned impacts and outcomes will focus on investments, building the marketplace, technical assistance and knowledge management



Summary and Next Steps

- **Summary of key changes** from June 2021 proposal
- **Next steps** – views on whether to bring this to CTF/GCAP committees for decision



CIF



CLIMATE INVESTMENT FUNDS

Investing in the future

