

# Green Transition workstream

## Country Leads:

Indonesia +

## IP Leads:

tbc

## Secretariat coordinator:

Alexandre Kossoy

# Summary of the kickoff meeting held on *May 23, 2023* and next steps

# Green Transition summary and action plan

- **Attendance: 45 participants**
- **Active participation (in alphabetical order):**
  - Countries
    - Argentina – María José Pelliza
    - Germany – Dirk Kramer
    - Indonesia – Masyita Crystallin and Sheila Carina
    - Malaysia – Maximilian (Max) Conrad
    - United States – Damian Richardson
  - Institutional Partners
    - ADB – Esmyra Javier and Meutia Chaerani
    - Brookings – Amar Bhattacharya
    - EIB – Monica Peña Sastre
    - UNDP – Marcos Mancini

# Green Transition summary and action plan

- **Main outcome:**
  - Content and timeline approved
- **Noted participation, comments and recommendations:**
  - The U.S. suggests avoiding a rigid activity-level taxonomy that may not be appropriate for all jurisdictions, recommending an inclusive approach that considers principles-based approach, portfolio-aligned matrix, and other sustainability-aligned approaches;
  - Indonesia notes that taxonomy must allow for differentiation and account for the specificity and uniqueness across jurisdictions. At the same time, it is important to be guided by interoperable definitions of activities and asset classes (i.e., criteria);
  - Germany acknowledges the relevance of the [Transition Finance Framework](#) developed by the Sustainable Finance Working Group of G20;
  - Brookings emphasizes the importance of having clear understanding of different transition's meaning among countries, based on jurisdictional development and coal-dependance; the main value of the exercise is understanding granularity, nuances, challenges and opportunities across different countries;
  - Brookings emphasizes the importance of recognizing the role of public finance, particularly in EMDEs, and that the discussion on finance encompasses not only the transition finance component, but also the challenge of mobilizing public and private finance at scale, and at the terms needed to face the cost of capital of the new infrastructure;
  - UNDP upcoming stocktake on the G20 report to contribute to this workstream;
  - ADB to share lessons learnt from existing work on energy transition in the region;
  - EIB to contribute by sharing their experience in working with the EU on topics such sustainable finance, taxonomy, and others;
  - Malaysia central bank is actively involved in ASEAN taxonomy dialogue and will contribute to this work.

# Green Transition summary and action plan

- **Moving forward:**
  - Question to countries (the U.S., Germany, Malaysia and Argentina): please confirm interest in joining Indonesia as co-lead of this workstream
  - Question to IPs: please confirm interest/availability to actively participate/co-lead thematic activities, as follows:
    1. Taxonomy – ADB, EIB
    2. Framework – UNDP, EIB
    3. Financial incentives and products – ADB, Brookings
  - Other IPs being approached for engagement:
    - GFANZ, IADB, OECD, UNEP-FI, WBG (TRE, IFC)
  - Others:
    - Coordination with HP3, HP5 and HP6 for seminars/workshops is planned