



WE WHO ARE
MOSTLY POORER
COUNTRIES
HAVE DONE
OUR BIT TO HELP
SIMPLY BY
REMAINING POOR

BUT THIS
CANNOT GO ON

Mohamed Nasheed



OF ALL STATES
AND PEOPLES

THE FATE
OF THE MOST
VULNERABLE
WILL BE
THE FATE OF
THE WORLD

Climate Vulnerable Forum



Role of Finance Ministries in Catalyzing Private Finance for Adaptation

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58 COUNTRIES STAND TOGETHER TO FIGHT CLIMATE CHANGE



Current CVF/V20 Chair



Ghana
2022 to present



Bangladesh
2020 to 2022



Marshall Islands
2018 to 2020

Troika

CVF & V20 members from 58 developing countries

Snapshot of Key Issues

01

Climate finance

promoting progress on USD 100 billion delivery, doubling of adaptation finance to 2025, debt sustainability/restructuring, and improved finance access.

02

Climate prosperity plans

optimizing climate action in development and mobilizing finance and investment for domestic actions and priorities.

03

Cost of capital

mobilizing additional resources in the form of guarantees/credit enhancement/derisking to offset high capital costs for climate investments and debt

04

Financial protection

closing the prevailing 98% V20 financial protection gap through the G7-V20 Global Shield against Climate Risks, with pre-arranged and trigger-based funds and financing including premium and capital support, Sustainable Insurance Facility & Global Risk Modelling Alliance.

05

Carbon financing

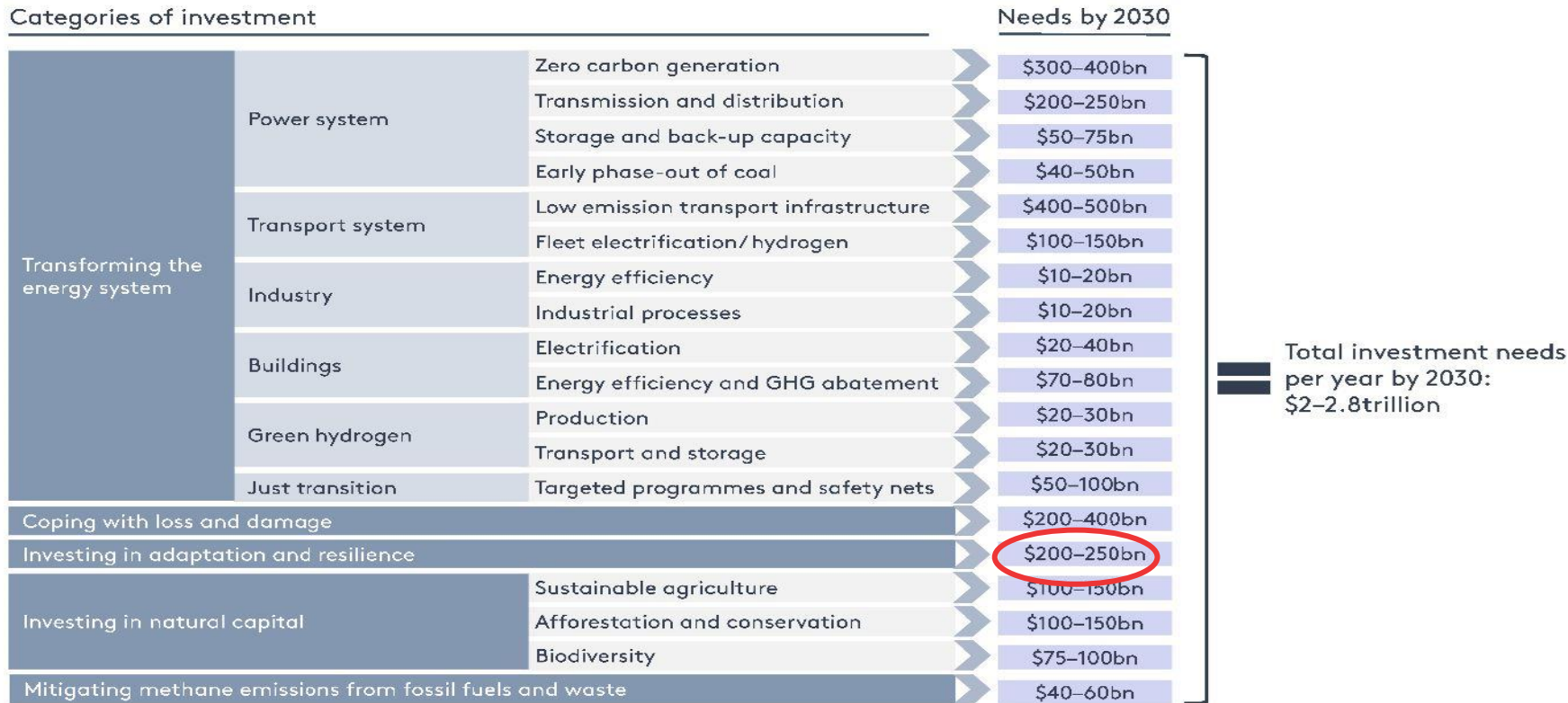
accessing carbon financing exchange opportunities; e.g., Carbon Financing Program.

06

Loss & damage

V20 Loss and Damage Funding Program for community access under the G7-V20 Global Shield's V20 window in Joint Multi-Donor Fund (JMDF).

Investment/spending needs for climate action per year by 2030



Climate finance flows: USD83B in 2020 according to OECD

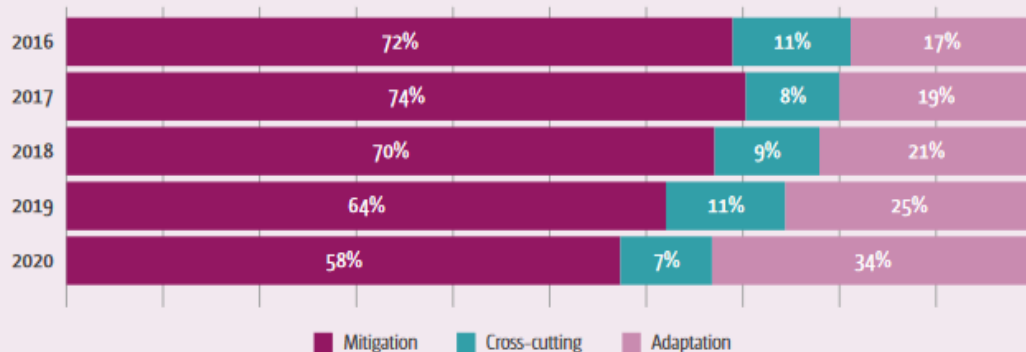
Climate theme (2016-2020, %)

(2016-2020, %)

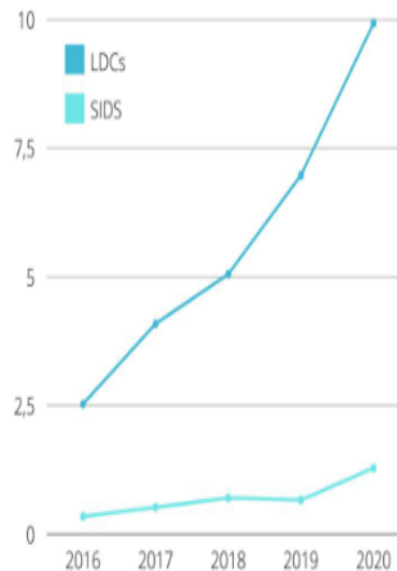
- Adaptation
- Cross-cutting
- Mitigation



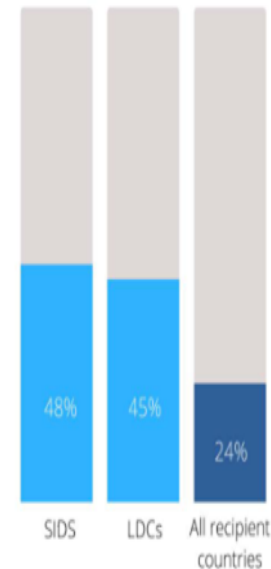
Share of thematic split of climate finance provided and mobilized, as reported by OECD



Adaptation finance provided and mobilised in SIDS and LDCs (USD billion)



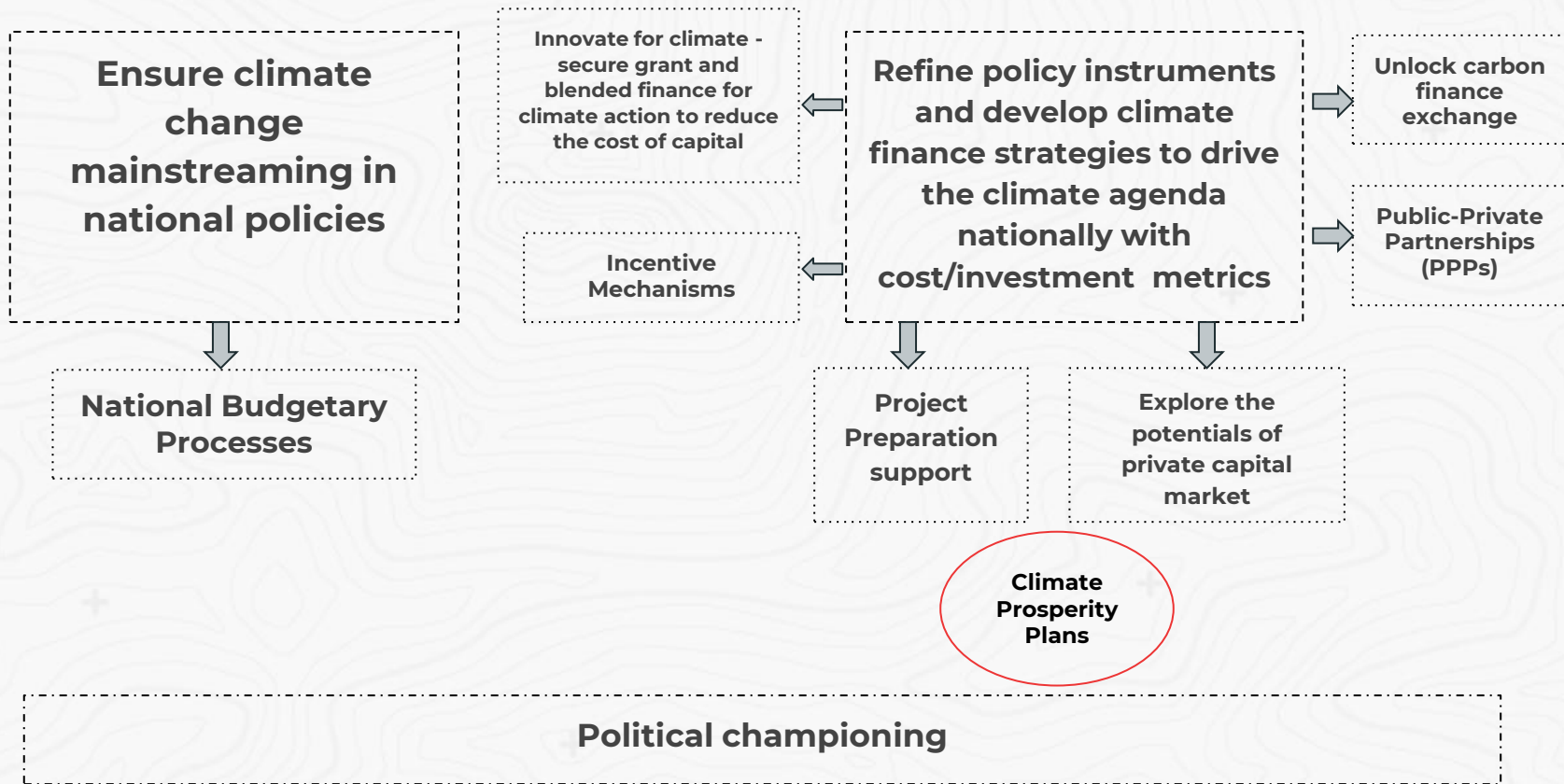
Share of adaptation finance in total climate finance (2016-2020, %)



Note: SIDS and LDCs are listed in Annex B.

Source: Based on Biennial Reports to the UNFCCC, OECD DAC and Export Credit Group statistics, complementary reporting to the OECD.

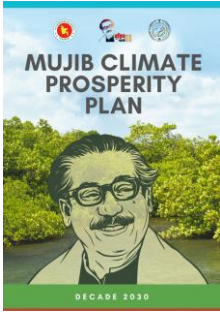
What role can Ministries of Finance play in catalyzing private sector financing for adaptation?



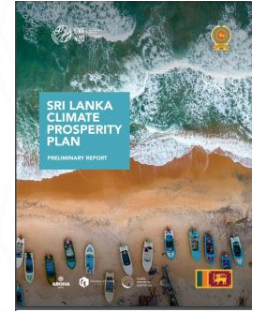


Vulnerable Group of Twenty (V20) Finance Ministers led Initiatives

Climate Prosperity Plans



- Strategic investment plans to drive new investments
- Macro model that illustrates development-positive climate action
- Drive critical cooperation and partnerships including with G7, G20, private sector and other organizations.



Example Partnership : Financial and Social Protection Cooperation



*Pledges as of June 2023: **EUR 270 million***

V20-G7 Global Shield Against Climate Risks



V20 Sustainable Insurance Facility (SIF)



Global Risk Modelling Alliance



V20 Loss and Damage Funding Program

Why Climate Prosperity Plans?

The Problem

All CVF & V20 member states are struggling to mobilize the necessary finance and investment to realize climate action

The consequences

Climate-smart approaches to social and economic development are prevented from being mainstreamed

Many countries are building in new vulnerabilities rather than becoming more resilient

Missed opportunities to have greater energy independence and access to green investment and export opportunities

The solution

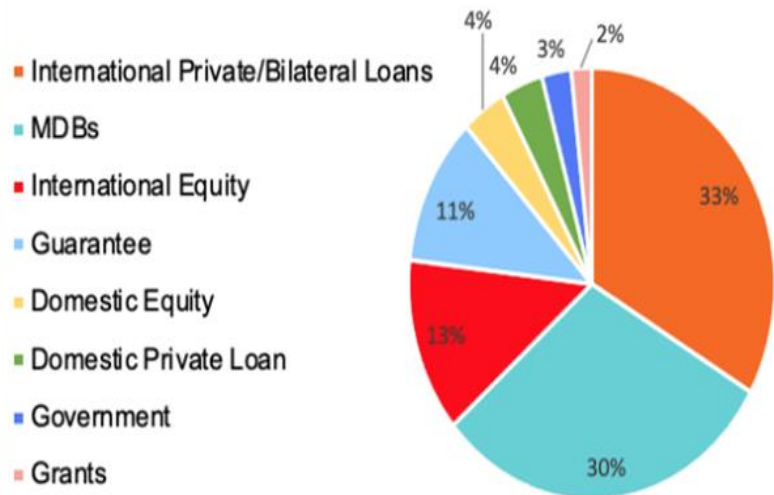
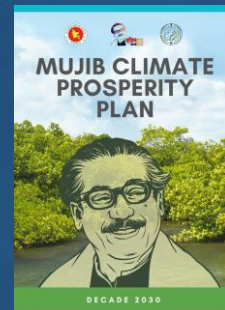
Climate Prosperity Plans seek to respond to this challenge by designing actionable investment and implementation pathways to move from climate vulnerability to climate prosperity

CPP INVESTMENT OPPORTUNITIES

Investment breakdown

Sri Lanka

Bangladesh



FINANCING BREAKDOWN





Thank you!

Contact us at secretariat@v-20.org for any further questions