Innovative Instruments for Green Financing

TDB – The Eastern and Southern Africa Trade and Development Bank, co-organised by KfW

2 November, 09:30 – 11:00

The pursuit of ‘green growth’ requires ‘green finance’ for investments such as in: low-carbon alternatives, environmentally-friendly building or production methods, recycling or other waste treatment, energy efficiency and renewable energy, or in more sustainable agricultural methods. When seeking to address climate risks, it is essential to reduce risks as much as possible, through risk reduction and preparedness activities. The residual risk that is left over can then be managed by pre-arranging finance in advance such as insurance.

The lack of capital for green investment is considered as one of the main constraints to strengthening resilience of the vulnerable population. For financial institutions, common challenges in green finance include, for instance perceived credit risks, lack of know-how in green finance methodology, high operational and transaction costs, lack of investible project. International and regional donor organisations and institutions are actively developing and offering innovative financial instruments to address these challenges.

This side event will introduce innovative Green Financing instruments from different promotional / development banks and institutions and motivate for discussion on challenges and the potential for roll-out.

Speakers

• Admassu Tadesse, TDB
• Barbara Schnell, KfW
• Bastian Bedossa, AFD

Moderated by Rainer Agster