

ANNEX

to Commission Implementing Decision

on the multiannual action plan for operations covered by the Investment Windows for the European Fund for Sustainable Development Plus implemented via Open Architecture and on the approval of the conclusion of the related External Action Guarantee agreements between the European Union and the eligible counterparts

LIST AND DESCRIPTION OF GUARANTEE TOOLS FOR INVESTMENT

1. List of guarantee tools to be funded

Title of the project	Selected Entrusted Entity	Maximum EFSD+ Guarantee amount	Total expected investment to be generated
Accelerate the Energy Transition – AccelerET	Agence Française de Développement (AFD)	EUR 164.5 million	EUR 392 million
Financing and Accelerating the Sustainable Transition of Cities (FAST-Cities)	AFD	EUR 176 million	EUR 244 million
Africa SME Programme for Inclusive Growth and Job Creation	African Development Bank (AfDB)	EUR 17 million	EUR 229.5 million
Desert to Power Risk Sharing Facility (DtP RSF)	AfDB	EUR 85 million	EUR 850 million
Leveraging Energy Access Framework for Africa (LEAF)	AfDB	EUR 80 million	EUR 770 million
Room2Run	AfDB	EUR 87 million	USD 690 million
Social Impact Investment Programme for Africa (SIIPA)	AfDB	EUR 17.75 million	EUR 267.67 million

Support in Digitalisation Process for Sub-Saharan countries	Bank Gospodarstwa Krajowego (BGK)	EUR 115 million	EUR 184.75 million
First Mover Health Investors Fund	Cardano Development / Nederlandse Financierings- Maatschappij voor Ontwikkelingslanden N.V. (FMO)	EUR 71,037,500	EUR 145.35 million
Regional Credit Enhancement Facility	Caribbean Development Bank (CDB)	EUR 12 million	EUR 25.22 million
Transforming and Empowering Resilient and Responsible Agribusiness (TERRA)	Cassa Depositi e Prestiti (CDP)	EUR 79.5 million	EUR 254.4 million
Debt for Nature Swaps (OFC)	Climate Fund Managers	EUR 205.1 million	EUR 820.4 million
Global Social Impact Fund (GSIF)	Compañía Española de Financiación del Desarrollo (COFIDES)	EUR 12 million	EUR 60 million
Sustainable Off-Grid Lighting Programme (SOL)	COFIDES	EUR 75,666,667	EUR 309 million
Triple Bottom Line Inclusive Finance in Latin America. Promoting Climate Smart Finance & Better Access (TIF)	COFIDES	EUR 50 million	EUR 284.5 million
Global Impact Equity Fund (GIEF)	Deutsche Investitions- und Entwicklungsgesellschaft	EUR 99,695,744	EUR 412.7 million

	(DEG)		
Central Asia & Türkiye Financial Inclusion Programme	European Bank for Reconstruction and Development (EBRD)	EUR 37.5 million	EUR 323.2 million
Digital Transformation Platform	EBRD	EUR 100 million	EUR 560 million
Credit Enhancement of Green Bonds - Global Green Bonds TEI	EBRD	EUR 65 million	EUR 195 million
Municipal, Infrastructure & Industrial Resilience Programme	EBRD	EUR 120 million	EUR 732 million
HI-BAR	EBRD	EUR 168 million	EUR 588 million
Risk sharing for ESG projects	EBRD	EUR 76.75 million	EUR 591 million
Carbon Sinks Global Guarantee Programme (EDFI Carbon Sinks)	European Development Finance Institutions (EDFI)	EUR 366 million	EUR 8.29 billion
Liquidity Platform for Impact	EDFI	EUR 206 million	EUR 1.84 billion
Joint EDFI Facility For Renewable Energy Investments (JEFFREI)	EDFI	EUR 211 million	EUR 1.16 billion
MSME Platform PLUS	EDFI	EUR 255 million	EUR 737 million
Transformational Global Value Chains Guarantee Programme	EDFI	EUR 194 million	EUR 1.37 billion
Global Green Bond Initiative (GGBI)	European Investment Bank (EIB)	EUR 592 million	EUR 4.54 billion
MSME Access to green, growth and inclusive	EIB	EUR 220 million	EUR 2596 million

finance			
Connectivity (including Renewable Energy & Energy Efficiency Programme for Türkiye)	EIB	EUR 251,534,483	EUR 2490 million
Renewable Infrastructure & Sustainable Energy Partnership Africa-EU (RISE)	EIB and CDP	EUR 263.9 million	EUR 1.03 billion
Accelerating Human Development (HDX)	EIB and Gates Foundation	EUR 750,050,587	EUR 3 billion
Boost Venture in Africa (BVA)	EIB and EDFI	EUR 159 million	EUR 596.25 million
EIBG Multi-thematic support for SMEs in the WB	European Investment Fund (EIF)	EUR 120 million	EUR 684 million
Inclusive Finance for the Western Balkans	EIF	EUR 30 million	EUR 210 million
UNDP Inclusive Growth Initiative for the WB	EIF	EUR 20 million	EUR 140 million
Africa Connected	Finnfund	EUR 100 million	EUR 1.2 billion
ACTIAM Sanitation & Water Impact Fund (ASWIF)	FMO / Cardano Development	EUR 25 million	EUR 100 million
DFCD Aya Scalable Climate Solutions	FMO	EUR 151.8 million	EUR 1.3 billion
Investments in Distributed Energy, Storage, Transmission & Distribution in Africa and Asia (INDESTA)	FMO	EUR 91.315.789	EUR 385 million

NASIRA+	FMO	EUR 264.5 million	EUR 1.3 billion
The AGRI3 Fund	FMO / Cardano Development	EUR 141,518,006	EUR 1.08 billion
Better Futures Programme (BFP)	International Finance Corporation (IFC)	EUR 291 million	EUR 1164 million
Africa GreenCo	Investment Fund for Developing Countries (IFU)	EUR 50 million	EUR 373 million
Danish Sustainable Development Goals Investment Fund II (SDG Fund II) & Climate Action Investment Fund (CAIF)	IFU	EUR 88,349,594	EUR 2.27 billion
The MSME Guarantee Platform (MGP)	KfW	EUR 135 million	EUR 1228 million
Green Transition	KfW	EUR 150 million	EUR 180 million
Supporting Market-Oriented Green Transformation in the Eastern Neighbourhood and WB6	KfW	EUR 260 million	EUR 494 million
Urban Water Catalyst Fund	KfW	EUR 112.5 million	EUR 911 million
Green Energy for Africa & Indonesia	KfW / DEG	EUR 361 million	EUR 1.34 billion
EU Market Creation Facility (EUMCF)	KfW / FMO / EDFI	EUR 405.75 million	EUR 11.11 billion
Choose Africa Ventures Programme	Proparco	EUR 44.1 million	EUR 105 million
Impact+ Risk Sharing	Proparco	EUR 148 million	EUR 925 million

Mechanism			
Liquidity Accelerator Fund (LAF)	Proparco	EUR 19.2 million	EUR 96 million
Guarantee Facility for Sustainable Cities	UN Capital Development Fund or United Nations Development Programme (UNCDF / UNDP)	EUR 154 million	EUR 668 million

1.1 Accelerate the Energy Transition – AccelerET - AFD

EU budgetary guarantee programme	EFSD+ Guarantee
Date of Board Opinion	Operational Board of 15-16 December 2022
Lead FI	AFD
Maximum EFSD+ Guarantee amount	INTPA: EUR 164.5 million
Expected total investment to be generated	EUR 392 million
Objectives and expected results	<p>The “AccelerET” programme focuses on direct support to Public Utilities (mainly in the energy sector, off-takers of renewable energy) with the goal of i) accelerating investments at scale, ii) strengthening their governance, and financial sustainability, and iii) creating enabling frameworks and thereby crowd-in further private sector investments in favour of energy transition. The programme will achieve its goals by offering an increased size and/or number of loans on non-sovereign terms for urgently-needed investments to targeted public utilities and accompanying these utilities in their energy transition.</p> <p>The investment scope includes programmes/projects in production, storage, T&D (including smart grids), EE, RE (solar, wind, hydro, geothermal, biomass), focusing on acceleration of decarbonation of actors including innovative approaches (H2 and storage - replication of AFD projects in overseas), and mobility; with a specific emphasis given to projects with high climate value added, integrating social aspects and mobilising European expertise. While focusing on priority countries within the Connectivity Investment Window, the AccelerET programme covers Sub-Saharan Africa, South/East Neighbourhood, Western Balkans and Türkiye.</p> <p>The main objectives of the programme include:</p> <ul style="list-style-type: none"> ▪ Increased investment size for well-established and mature utilities in medium-risk countries; ▪ Reduced risk associated with such lending operations; ▪ Financing provided to public power utilities on non-sovereign terms (credit enhancement) for Tier-One utilities in riskier countries.
Windows Covered	Connectivity

Types of instruments	Investment Fund
Expected leverage ratio	1 : 2.4

1.2 Financing and Accelerating the Sustainable Transition of Cities (FAST-Cities) - AFD

EU budgetary guarantee programme	EFSD+ Guarantee
Date of Board Opinion	Operational Board of 15-16 December 2022
Lead FI	AFD
Maximum EFSD+ Guarantee amount	INTPA: EUR 76 million NEAR: EUR 100 million
Expected total investment to be generated	EUR 244 million
Objectives and expected results	<p>The “FAST-Cities” Programme aims at enhancing the access to finance under sustainable conditions for urban authorities and in particular intermediate cities, thereby allowing them to achieve urban sustainable investments in different areas such as waste disposal, water and sanitation, housing or transportation, all contributing to the mitigation or adaptation to climate change. By making some concessional resources available (targeted €1bln of AFD credit operations either directly or through public banks) and by helping cities to strengthen their processes (budgeting tools, investment planning, project preparation E&S etc) through €45 million of technical assistance (TA), the Programme also ambitions to generate a demonstration effect in favour of the urban sustainable development.</p> <p>The “FAST-Cities” programme will have a global reach: all AFD countries of operation may be covered by this Proposed Investment Programme (PIP), although the major proportion of currently identified projects are situated in Latin America and Türkiye. Eligible beneficiaries will be cities or their municipal operators with a focus on intermediate cities either through direct loans or through credit lines to public financial institutions specialized in</p>

	<p>funding local authorities.</p> <p>This programme is aligned with the Economic and Investment Plans for the Western Balkans and the Neighbourhood including their Flagships, the European Green Deal and Global Gateway and many of its national and regional declinations in Team Europe Initiatives. In line with the EU geopolitical mandate, this programme will ensure strong local visibility to the EU and will benefit from the close policy dialogue with national authorities implied by the sub-sovereign lending activity. The programme will support more in-depth decentralization processes favouring the cities' bankability and their access to financing and promote the local implementation of the Nationally defined Contribution (NDC) and the lasting partnerships between urban authorities and other territorial actors (enterprises, universities, civil society).</p>
Windows Covered	Sustainable Cities
Types of instruments	Loans & Credit lines
Expected leverage ratio	1 : 1.4

2.1 Africa SME Programme for Inclusive Growth and Job Creation - AfDB

EU budgetary guarantee programme	EFSD+ Guarantee
Date of Board Opinion	Operational Board of 15-16 December 2022
Lead FI	AfDB
Maximum EFSD+ Guarantee amount	INTPA: EUR 17 million
Expected total investment to be generated	EUR 229.5 million
Objectives and expected results	With integrated financing and technical assistance components, the "Africa SME Program" will help to address the funding gap of the 'missing middle' – companies that are too big to access funding from the microfinance space, but too small to be

	<p>considered for credit by traditional commercial banks. By focusing on mid-size financial institutions that are close to SME clients, the programme provides medium and long-duration, competitively-priced financing that supports the capital needs of small and medium-sized businesses for sustainable growth. Additionally, through grant support of AfDB's partners, the Programme provides much needed capacity building services to FIs, so that they can better serve the SME market, and to the SMEs themselves, so that they can manage their businesses better and create effective strategies for expansion and growth.</p> <p>The Africa SME Programme promotes job creation, poverty reduction and contributes to the EU and international response to the migration challenge by tackling its root causes. SMEs provide 4 out of 5 jobs in Africa and account for an overwhelming proportion of the Continent's GDP, thus supporting their growth is essential to solving the economic problems that hold back African development. Currently, medium and long-term financing is largely unavailable in Africa, particularly to smaller entities with limited credit histories and little ability to provide collateral. However, this kind of credit is necessary for businesses to make the capital investments necessary to grow. The Africa SME Programme is targeted to respond to this gap in the market and, by proving that the African SME sector can be a viable investment option, draw in private sector funding.</p> <p>While the SME Programme is not restricted to any specific business sector, it fully supports the top priorities for African development identified by the AfDB. Its funds are leant to support farmers and the agricultural value chain, transport and telecommunications, light manufacturing, renewable energy, education and health. By supporting these key drivers of development, the Programme aims to create a springboard to spur progress and solve social problems across the African continent. In particular, the programme seeks to support financial institutions and SMEs in low-income countries and in fragile situations.</p>
Windows Covered	MSMEs
Types of instruments	Partial Credit Guarantees and Loans/Bonds
Expected leverage ratio	1 : 13.5

2.2 Desert to Power Risk Sharing Facility (DtP RSF) - AfDB

EU budgetary guarantee programme	EFSD+ Guarantee
Date of Board Opinion	Operational Board of 15-16 December 2022
Lead FI	AfDB
Maximum EFSD+ Guarantee amount	INTPA: EUR 85 million
Expected total investment to be generated	EUR 850 million
Objectives and expected results	<p>The Desert to Power Risk Sharing Facility is part of the AfDB's Desert to Power (DtP) initiative, a flagship renewable energy and economic development initiative that aims to accelerate socio-economic development by deploying renewable energy at scale in the Sahel countries. Specifically, the Desert to Power Risk Sharing facility provides concessional guarantees (partial risk guarantees and partial credit guarantees) from EFSD+ for DtP countries' sovereign and non-sovereign projects. The guarantees provided by the facility improve the risk profile of projects to increase participation and financing from private sector investors. In essence, EFSD+ guarantees will allow for risk-sharing between investors with low risk-appetite, such as private and institutional investors, and donors with higher risk appetite.</p> <p>Responding to the individual countries' priorities, the following five key pillars are identified and will be supported by the facility:</p> <ul style="list-style-type: none"> • Increase utility-scale solar power generation; • Reinforce and extend the transmission and distribution networks and increase regional electricity trade; • Scale-up the roll-out of decentralized renewable energy solutions; • Enhance the capacity of utility companies to implement projects and interact with the private sector; and • Create an enabling environment for private sector investment in the power sector. <p>DtP has the ambition to deliver electricity access to some 250 million people through on and off-grid solutions and increase solar energy generation capacity by 10 GW through public and private interventions by 2030.</p>

Windows Covered	Connectivity
Types of instruments	Risk-Sharing facility with three components: (1) Partial Risk Guarantee; (2) Partial Credit Guarantee; (3) Technical Assistance.
Expected leverage ratio	1 : 10

2.3 Leveraging Energy Access Framework for Africa (LEAF) - AfDB

EU budgetary guarantee programme	EFSD+ Guarantee
Date of Board Opinion	Operational Board of 15-16 December 2022
Lead FI	AfDB
Maximum EFSD+ Guarantee amount	INTPA: EUR 80 million
Expected total investment to be generated	EUR 770 million
Objectives and expected results	<p>The “LEAF” programme aims to unlock local currency and commercial debt and overcome market barriers to scale up the deployment of mini-grids, solar home systems, and captive power in Sub Saharan Africa. The LEAF programme will harness the opportunity presented by renewable energy to close the energy access gap and transition businesses from fossil fuels to clean energy. The outstanding potential for decentralized renewable energy to close the urgent needs of people to access clean energy in Africa is now starting to be realized. LEAF taps into this opportunity to boost the decentralized renewable energy sector.</p> <p>Under the LEAF program, capital markets will be developed through de-risking financing instruments and technical assistance grants to strengthen local financial institutions so that they can engage and finance businesses, which are commercializing solar home systems, green mini-grids and solar solutions for commercial and industrial use. In addition, it will support governments to foster private investment in the renewable energy sector.</p>

	The LEAF programme, which benefits from the EFSD+ guarantee, will provide approximately 1.6 million households and businesses with green, reliable energy solutions and productive use appliances, thereby avoiding a total of 16 million tCO ₂ .
Windows Covered	Connectivity
Types of instruments	Partial Credit Guarantees
Expected leverage ratio	1 : 9.6

2.4 Room2Run - AfDB

EU budgetary guarantee programme	EFSD+ Guarantee
Date of Board Opinion	Operational Board of 13 November 2018
Lead FI	AfDB
Maximum EFSD+ Guarantee amount	INTPA : EUR 87 million
Expected total investment to be generated	USD 690 million
Objectives and expected results	<p>The “Room2Run” Programme has been developed by AfDB as an innovative securitisation instrument for the purpose of seeking credit risk protection in respect of its own loans including project finance, infrastructure and financial institution loans.</p> <p>The capital relief which will arise from the Programme is expected to allow AFDB to free up capital on its balance sheet for the financing of new renewable energy projects, in line with its mandate to contribute to the sustainable economic development and social progress of its regional members pursuant to Article 1 of the Agreement Establishing the African Development Bank.</p> <p>It is expected that implementation of the Programme will, inter alia, result in contribution to Sustainable Development Goals</p>

	numbers seven (Affordable and Clean Energy), eight (Decent Work and Economic Growth) and nine (Industry Innovation and Infrastructure). When completed, the Programme should become a model for other multilateral development banks, or public financial institutions in emerging markets, to optimise their balance sheet with a view to, inter alia, freeing up capital for new impactful lending or investment capacity.
Windows Covered	
Types of instruments	Synthetic Securitisation
Expected leverage ratio	1 : 7.9

2.5 Social Impact Investment Programme for Africa (SIIPA) - AfDB

EU budgetary guarantee programme	EFSD+ Guarantee
Date of Board Opinion	Operational Board of 15-16 December 2022
Lead FI	AfDB
Maximum EFSD+ Guarantee amount	INTPA: EUR 15 million NEAR: EUR 2.75 million
Expected total investment to be generated	EUR 267.67 million
Objectives and expected results	<p>The “SIIPA” programme will support MSME growth through social entrepreneurship and digital innovation in Africa. The initiative will help unlock entrepreneurial capital through digital means in key sectors and geographies with high social and environmental impacts. It will address the growing need for equity finance to support social enterprises, a segment of the business world which is becoming increasingly instrumental in promoting social inclusion, providing opportunities for employment and building resilience against climate change. The digital dimension of the impact fund is a unique way to enhance the outreach and effectiveness of social businesses.</p> <p>SIIPA is fully aligned with the EU policy objective to boost the digital economy by supporting innovative digital solutions</p>

	<p>promoted by local entrepreneurs, particularly those addressing social needs (health, education, energy and social assistance related services and financial inclusion) and promoting decent job creation.</p> <p>The SIIPA programme, benefiting from the EFSD+ Guarantee targets the successful creation of a supply side of sustainable social impact funds and fund managers with a digital focus, supporting over 200 social entrepreneurs across the continent to deploy digital solutions successfully, creating and supporting an expected 186,000 jobs and improved livelihoods & incomes, and positively impacting on the lives of 30,000,000 Africans.</p>
Windows Covered	MSMEs
Types of instruments	Equity Investments
Expected leverage ratio	1 : 14.9

3.1 Support in Digitalisation Process for Sub-Saharan countries - BGK

EU budgetary guarantee programme	EFSD+ Guarantee
Date of Board Opinion	Operational Board of 15-16 December 2022
Lead FI	BGK
Maximum EFSD+ Guarantee amount	INTPA: EUR 115 million
Expected total investment to be generated	EUR 184.75 million
Objectives and expected results	<p>The “Support in Digitalisation” programme will help countries in the region to accelerate growth models, allowing the digital economy to influence a wide range of its economy sectors. The programme provides finance and support to private sector development, with a particular focus on local companies and SMEs and contributing to decent job creation, as well as addressing bottlenecks to private investments. It directly answers the call for digital investments of the Connectivity Investment Window and aims to foster widespread, equal and resilient solutions for inclusive economic and social</p>

	<p>development.</p> <p>The programme addresses diversified digital solutions in the areas of cybersecurity, e-governance and IT services, creation of digital innovation hubs, online universities and education platforms, farmer portal, as well as UAV assembly line and post modernization in ten selected sub-Saharan African countries – Botswana, Democratic Republic of Congo, Madagascar, Republic of Congo, Rwanda, Senegal, South Sudan, Tanzania, Togo and Zambia. The portfolio of 20 projects will have a profound, multi-angle effect on the performance of private and public e-services, formulating a safe digital ecosystem, which will allow for sustainable growth, while enabling disruptive ideas to thrive. Furthermore, the programme’s impact is expected to build towards twelve unique SDGs targets.</p> <p>The outputs of the “Support in Digitalisation” programme focus on delivering vital components to address market failures, including financing the undersupplied public goods (education projects), imperfect competition (access to post/e-commerce, inclusive public services) or information asymmetry (farming platform, GIS). A better educated and inclusive, digitally enabled society combined with a resilient digital infrastructure is expected to achieve significant sustainable development progress in the long term, which will be visible in the cross-country statistics conducted by international bodies.</p>
Windows Covered	Connectivity
Types of instruments	Loans
Expected leverage ratio	1 : 1.6

4.1 First Mover Health Investors Fund – Cardano Development and FMO

EU budgetary guarantee programme	EFSD+ Guarantee
Date of Board Opinion	Operational Board of 15-16 December 2022
Lead FI	Cardano Development / FMO
Maximum EFSD+	INTPA: EUR 71,037,500

Guarantee amount	
Expected total investment to be generated	EUR 145.35 million
Objectives and expected results	<p>The “First Mover Health Investors Fund” (FMHI) is an initiative of Lead Financial Institution FMO/Cardano Development and Total Impact Capital Europe that mobilizes catalytic capital to provide for a runway to scale for early stage growth health enterprises contributing to public health equity and SDG 3.</p> <p>FMHI is a staged blended finance initiative that comprises a Catalytic Facility (CF) that supports early stage growth enterprises with flexible investment capital and Technical Assistance, and a Scaling Fund (SF) that invests in the large scale roll out of deals incubated in the CF. A fixed transfer mechanism between the two facilities aligns incentives and enables a smooth runway to scale for healthcare enterprises. The FMHI invests in private enterprises and PPPs that strengthen the health system across its building blocks, with a special focus on local manufacturing of essential health commodities and tech, innovative supply chain solutions, and primary healthcare.</p> <p>As a result of the capital injection and capacity support, target populations will have increased access to essential healthcare products and services; more people will be employed in quality jobs, directly in the portfolio companies, and indirectly in the health sector as a ripple effect of the investments, and the public ecosystem will be more facilitative for private investments in health solutions to achieve public health goals. The programme aims to build and disseminate learnings and evidence of the impact and financial portfolio performance of the healthcare investments with a view to, in the long term, creating a sustainable private investment market for healthcare solutions for the broader population.</p>
Windows Covered	Human Development
Types of instruments	Scaling Fund (Debt & Equity)
Expected leverage ratio	1 : 2

5.1 Regional Credit Enhancement Facility - CDB

EU budgetary guarantee programme	EFSD+ Guarantee
Date of Board Opinion	Operational Board of 15-16 December 2022
Lead FI	CDB
Maximum EFSD+ Guarantee amount	INTPA: EUR 12 million
Expected total investment to be generated	EUR 25.22 million
Objectives and expected results	<p>The “Regional Credit Enhancement” programme seeks to address the underdeveloped financial sector in the Caribbean which inhibits both MSME and GDP growth. The programme proposes to tackle causes of banks’ loan aversion by creating a Regional Credit Enhancement Facility (RCEF) to address the financial sector's market failure and underlying enabling environment constraints to increase lending to MSMEs.</p> <p>This programme involved the development of the RCEF (Special Purpose Vehicle) which will provide counter guarantees and direct guarantees via local financial institutions for MSME loans in already established and new sectors such as techno-agribusiness, cultural industries, innovation, intellectual property, climate (RE and EE) and women entrepreneurs.</p> <p>The ultimate objective of the programme through the RCEF instrument is to reduce poverty and foster economic growth by improving and enhancing the Caribbean's financial sector capacity to provide access to finance, especially to MSMEs across the region. A specific objective is to improve MSMEs' capacity to access finance and the financial sector's enabling environment. In doing so, the programme will contribute to Ending poverty (SDG 1), Gender equality (SDG 5) and Responsible consumption and production (SDG 12).</p>
Windows Covered	MSMEs
Types of instruments	Loans
Expected leverage ratio	1 : 2.1

6.1 Transforming and Empowering Resilient and Responsible Agribusiness (TERRA) - CDP

EU budgetary guarantee programme	EFSD+ Guarantee
Date of Board Opinion	Operational Board of 15-16 December 2022
Lead FI	CDP (FAO entity for Technical Assistance)
Maximum EFSD+ Guarantee amount	INTPA: EUR 72 million NEAR: EUR 7.5 million
Expected total investment to be generated	EUR 254.4 million
Objectives and expected results	<p>Through the “TERRA” programme CDP and FAO are collaborating to foster a sustainable and resilient agrifood systems’ transformation approach by promoting the development of sustainable agrifood value chains through integrating capacity building targeting public-private policy dialogue and enhanced access to innovative finance. Given present market failures in the agri-sector, it is important to directly address the key factors that hinder investment in the sector by taking into account country- and agrifood value chain-level specific characteristics. A first important step is the development of tailored blended finance mechanisms accessible to small-scale agrifood producers that can help close the agri-MSMEs financial gap. Secondly, it is important to improve capacities of local financial institutions to support a step change in how such institutions perceive risk in agrifood lending and manage it.</p> <p>Through de-risking solutions and financing by CDP, TERRA will target local public development banks, regional development banks, commercial banks, MFIs and fintechs as to expand financing for agri-food operators. FAO will deliver technical assistance (TA) activities targeting key agrifood value chains with the aim to deploy innovative solutions for sustainable agrifood systems. TERRA aims at accelerating the development of sustainable agrifood systems through integrated capacity building (TA) and enhanced access to innovative finance for MSMEs, cooperative and companies operating in the agri-food value chains.</p>
Windows Covered	Natural Capital
Types of instruments	Loans

Expected leverage ratio	1 : 3.2
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7.1 Debt for Nature Swaps (OFC) – Climate Fund Managers

EU budgetary guarantee programme	EFSD+ Guarantee
Date of Board Opinion	Operational Board of 15-16 December 2022
Lead FI	Climate Fund Managers
Maximum EFSD+ Guarantee amount	INTPA: EUR 205.1 million
Expected total investment to be generated	EUR 820.4 million
Objectives and expected results	<p>Fragile countries, LDCs, and highly indebted poor countries generally face two inter-related challenges: a) a need to develop climate resiliency, including protecting their most critical natural assets (such as ecosystems) and b) a need to deal with high levels of sovereign indebtedness coming out of the pandemic. Debt-For-Nature-Swaps (DFNS) address both issues and have been used since 1980, but transactions have been sporadic and relatively small. The “Debt-For-Nature-Swaps” programme proposed by Climate Fund Managers and operated by Oceans’ Finance Company aims to increase the offering of such transactions addressing both of these issues.</p> <p>The Oceans’ Finance Company (‘OFC’) is a Dutch company established by Climate Fund Managers (CFM) with the objective of commercializing the “debt for nature” swap financing structure for ecosystem protection. OFC, powered by its blended finance backing through Climate Investor Two (CI2), is equipped to take debt-for-climate swaps to scale and replicate past successes whilst achieving a commercial return and vastly exaggerating the impact and mitigation of negative climate impacts. Therefore Climate Fund Managers (CFM) has applied for €205 million guarantee funding from the EFSD+. The programme aims to mobilise private sector capital to scale up sustainable finance globally, by restructuring public debt, to promote resilience to ecosystem degradation, and to help countries deliver on their commitments to align with national, EU and international environment and climate commitments</p>

	and policies.
Windows Covered	Natural Capital
Types of instruments	Debt-For-Nature-Swaps
Expected leverage ratio	1 : 4

8.1 Global Social Impact Fund (GSIF) – COFIDES

EU budgetary guarantee programme	EFSD+ Guarantee
Date of Board Opinion	Operational Board of 15-16 December 2022
Lead FI	COFIDES
Maximum EFSD+ Guarantee amount	INTPA: EUR 12 million
Expected total investment to be generated	EUR 60 million
Objectives and expected results	<p>Global Social Impact Fund (GSIF) is a semi-illiquid investment Fund that provides direct debt to high-impact SMEs in Sub Saharan Africa (SSA). These SMEs provide people at the bottom of the pyramid in SSA with decent, stable, long-term employment or with means for employment. A residual part of the portfolio (below 10%) is reserved to cash for liquidity reasons and other impact funds for diversification purposes.</p> <p>The “GSIF” programme will provide short term debt (loans) to MSMEs with high sustainable and social impact that aim to improve livelihoods for ‘bottom billion’ people. It will be active in the agricultural sector and in other sectors with high impact MSMEs.</p> <p>The GSIF programme aims to bring together several sources of blended financing into GSIF’s investment structure, with the goal of (i) catalysing private capital into the fund (ii) increasing the size of the portfolio, and with it, the number of SMEs that the Fund could invest in and the investing ticket in each investee to further its growth. Through its financing, GSIF will support local employment and will help to improve the quality of life in the communities where the programme operates.</p>

	<p>The GSIF programme seeks to impact the final beneficiaries, the invested companies and the ecosystem. Regarding the final beneficiaries, it will contribute to:</p> <ul style="list-style-type: none"> • increasing the income of people in the bottom billion of the planet (impact 1); • improving the working conditions of people in vulnerable situations (impact 2); • generating greater economic development of local and rural communities in the areas of intervention (impact 3); • increasing the portfolio and access to goods and services for people in the bottom billion (impact 4); • increasing the empowerment of people in vulnerable situations (impact 5). <p>Secondly, regarding the invested companies, GSIF will contribute to their professionalization, sustainability, and growth (impact 6). And finally, in terms of the impact on the ecosystem, GSIF will contribute to strengthening the impact investment ecosystem in Sub-Saharan Africa.</p>
Windows Covered	MSMEs
Types of instruments	Impact Fund - Debt
Expected leverage ratio	1 : 5

8.2 Sustainable Off-Grid Lighting Programme (SOL) – COFIDES

EU budgetary guarantee programme	EFSD+ Guarantee
Date of Board Opinion	Operational Board of 15-16 December 2022
Lead FI	COFIDES
Maximum EFSD+ Guarantee amount	INTPA: EUR 75.666.667
Expected total investment to be generated	EUR 309 million
Objectives and expected results	The “SOL” programme focuses on providing financing to mini/off-grid renewable energy generation projects in rural or peri-urban areas of Sub-Saharan Africa (SSA) and Latin

	<p>America and the Caribbean (LAC). The main characteristics of the projects to be supported will be: i) small-scale electricity generation solutions; ii) renewable energy generation (any kind of technology); iii) independent transmission network and iv) productive uses of energy benefitting women and young people.</p> <p>The objective of the SOL programme is to address the barriers to financing off-grid renewable energy projects which would also enable the mobilization of private sector participation. Furthermore, the SOL programme will support partner countries in their transition to a more sustainable energy mix and in achieving the final objective of sustainable and reliable energy production and therefore energy security.</p> <p>Focusing on renewable energy, the programme will contribute to achieving SDG 7 on “Access to affordable, reliable, sustainable and modern energy”; SDG 9 on “Building sustainable and resilient infrastructure development”; and SDG 13 to “Take urgent action to combat climate change and its impacts”. The programme will also materially contribute to EU goals in regard to the Green Deal and the Global Gateway through the development of renewable energy infrastructure.</p>
Windows Covered	Connectivity
Types of instruments	Investment Fund – Subordinated Debt.
Expected leverage ratio	1 : 4.1

8.3 Triple Bottom Line Inclusive Finance in Latin America. Promoting Climate Smart Finance & Better Access (TIF) – COFIDES

EU budgetary guarantee programme	EFSD+ Guarantee
Date of Board Opinion	Operational Board of 15-16 December 2022
Lead FI	COFIDES
Maximum EFSD+ Guarantee amount	INTPA: EUR 50 million
Expected total investment to be generated	EUR 284.5 million

Objectives and expected results	<p>The “TIF” programme, Promoting Climate Smart Finance & Better Access– Phase II is a joint initiative supported by the Spanish Agency for International Development Cooperation - AECID- (through FONPRODE), and COFIDES. The objective of the programme is to support Financial Service Providers (FSPs) addressing MSMEs - with a social mission and which operate according to best practices of microfinance (and, in some cases, agri-finance)- to expand their outreach and improve their business model to attend the needs of the target segments (MSMEs including agriproducers) and foster climate smart products.</p> <p>The TIF programme has a three-pillar framework (financial, social, and environmental, known as Triple Bottom Line) and a twofold objective: 1) downscaling financial services by being more inclusive, particularly at the ‘bottom’ of the pyramid and 2) promoting climate-smart finance. The TIF programme aims at bringing together the tools, actors and financing necessary to improve access to finance for low-income populations whilst reducing climate risk and vulnerability, especially in the case of smallholder farmers.</p> <p>The TIF programme seeks to reduce climate risk in lending portfolios of Financial Service Providers and scaling up climate-smart lending, especially to urban and rural micro, medium and small-sized enterprises with no or limited access to the formal financial sector, including also small to medium and smallholder farmers.</p>
Windows Covered	MSMEs
Types of instruments	Loans
Expected leverage ratio	1 : 5.7

9.1 Global Impact Equity Fund (GIEF) - DEG

EU budgetary guarantee programme	EFSD+ Guarantee
Date of Board Opinion	Operational Board of 15-16 December 2022
Lead FI	DEG

Maximum EFSD+ Guarantee amount	INTPA: EUR 99.695.744
Expected total investment to be generated	EUR 412.7 million
Objectives and expected results	<p>The objective of the Global Impact Equity Fund (“GIEF”) programme is to mobilise private institutional capital from both developed and developing capital markets. The GIEF will use the raised capital of EUR 750m to invest in Private Equity (PE) and Venture Capital (VC) funds in developing countries alongside private institutional investors from developed countries with a risk appetite for developing countries and local institutional investors. DEG will provide a junior tranche to the GIEF of EUR 125m and over EUR 250m for lead investments. The capital provided by DEG, EFSD+, and private institutional investors will enable the supported funds to invest a total of EUR 2,250m. In addition, with the support of the EFSD+ guarantees, DEG will invest in high-impact and higher-risk VC/tech funds and tech companies that will accelerate the digital transformation process in Africa.</p> <p>The programme expects to contribute to the creation of 23,000 direct and 46,000 indirect jobs.</p>
Windows Covered	MSMEs
Types of instruments	Impact Equity Fund
Expected leverage ratio	1 : 4.1

10.1 Central Asia & Türkiye Financial Inclusion Programme - EBRD

EU budgetary guarantee programme	EFSD+ Guarantee
Date of Board Opinion	Operational Board of 15-16 December 2022
Lead FI	EBRD
Maximum EFSD+ Guarantee amount	INTPA: EUR 25 million NEAR: EUR 12.5 million

Expected total investment to be generated	EUR 323.2 million
Objectives and expected results	<p>The “Central Asia & Türkiye Financial Inclusion” programme will tackle the root causes of market failures (high interest rates, especially for local currency lending, heavy collateral requirements and complex lending criteria) which constrain the growth potential of the MSME sector in the target countries by scaling up the effort to promote MSME access to finance by offering tailored financial instruments via financial intermediaries.</p> <p>The programme will contribute to deepening financial and economic inclusion for MSMEs, improving resilience, recovery and job creating potential and strengthening the financial sector in target countries. The programme is also aligned with the EFSD+ policy objectives of economic diversification and growth, youth employment and reduced inequalities.</p> <p>The programme will unlock over EUR 500 million in financing for the SME sector in total, via the EBRD and intermediary partner financial institutions (“PFIs”), and will benefit an estimated 9,000 SMEs and support an hundreds of thousands of jobs. The EFSD+ guarantee will be leveraged to crowd in resources from the private sector that would not otherwise be prioritised for SME and financial inclusion investments.</p>
Windows Covered	MSMEs
Types of instruments	Counter-Guarantees
Expected leverage ratio	1 : 8.6

10.2 Digital Transformation Platform - EBRD

EU budgetary guarantee programme	EFSD+ Guarantee
Date Board Opinion	Operational Board of 25 January 2023
Lead FI	EBRD
Maximum EFSD+	NEAR : EUR 90 million

Guarantee amount	INTPA : EUR 10 million
Expected total investment to be generated	EUR 560 million
Objectives and expected results	<p>This guarantee is the top-up of an existing initiative under EFSD+ to expand towards all NEAR regions and Central Asia. The proposal targets investments in high-speed, high-capacity digital infrastructure to enable digital services and close the digital divide for populations in remote and underserved areas.</p> <p>The PIP will serve two purposes:</p> <ul style="list-style-type: none"> • To enhance Digital Connectivity in the EU Neighbourhood, Central Asia, Western Balkans and Türkiye through supporting the roll-out and upgrade of digital and data infrastructure, including backbone capacity, largely in un- and underserved areas; • To provide financing to innovative technology companies and IT services companies. <p>The initiative targets the EIP flagships on digital transformation and connectivity in the EU East and South neighbour countries as well as the EIP priority “Digital infrastructure” in the Western Balkans.</p> <p>Preliminary estimates made by EBRD suggest that the resulting investments could improve mobile broadband access for 1.5m people and fixed broadband connectivity for 600,000 households, as well as support 20,000 direct jobs.</p>
Investment Window covered	Connectivity
Types of instruments	Senior debt, mezzanine financing
Expected leverage ratio	1 : 5.6

10.3 Credit Enhancement of Green Bonds - Global Green Bonds TEI - EBRD

EU budgetary guarantee programme	EFSD+ Guarantee
Date Board Opinion	Operational Board of 25 January 2023

Lead FI	EBRD
Maximum EFSD+ Guarantee amount	NEAR: EUR 65 million
Expected total investment to be generated	EUR 195 million
Objectives and expected results	<p>This guarantee aims to use credit enhancement to support green, sustainable and sustainability-linked bonds issued by counterparties such as public utilities, private corporates and financial intermediaries, and sub-sovereign entities in Türkiye and the Western Balkans, where below investment-grade country rating and volatile macroeconomic/political environments make the cost of bond issuance expensive.</p> <p>This guarantee aims to address three issues identified by EBRD as the most prominent gaps to developing a green bonds market in the region:</p> <ul style="list-style-type: none"> • The limited supply of eligible green assets for the capital markets due to unattractive bond terms for the issuers; • The low credit rating for good quality assets or issuers, which are penalized by country risks; • The absence of other tools to mitigate country-related risks. <p>The programme supports the Global Team Europe Green Bonds Initiative. It contributes to the EIP priority on clean energy and the green agenda for the Western Balkans to the overall implementation of the Global Gateways strategy.</p> <p>Preliminary estimates made by EBRD suggest that the resulting investments could support EUR 195 million of sustainability-related financial instruments launched by first-time issuers and directly support 380 jobs.</p>
Investment Window covered	Sustainable Finance
Types of instruments	Debt
Expected leverage ratio	1 : 3.0

10.4 Municipal, Infrastructure & Industrial Resilience Programme - EBRD

EU budgetary guarantee programme	EFSD+ Guarantee
Date Board Opinion	Operational Board of 25 January 2023
Lead FI	EBRD
Maximum EFSD+ Guarantee amount	NEAR: EUR 120 million
Expected total investment to be generated	EUR 732 million
Objectives and expected results	<p>This guarantee aims to expand the geographical reach of the currently operational “Municipal, Infrastructure & Industrial Resilience” guarantee programme under EFSD.</p> <p>In particular, this guarantee will serve two purposes:</p> <ul style="list-style-type: none"> • To accelerate the transition to a green economy, supporting projects that contribute to a faster transition to low/zero carbon, green economies; • To enable crisis response support, supporting projects that help address the wider impacts of the war on Ukraine. <p>The current version of this programme (supported by EFSD) has helped the Union deliver investments in Ukraine, after the start of the war. This follow-up initiative will be part of the energy support package for the Western Balkans, where it targets various flagships, as well as in Neighbourhood East and South.</p> <p>Preliminary estimates made by EBRD suggest that the resulting investments could support EUR 732 million of new lending volume made available via the programme and directly support 560 jobs.</p>
Investment Window covered	Connectivity; Sustainable Cities; Sustainable Agriculture
Types of instruments	Debt
Expected leverage ratio	1 : 6.1

10.5 HI-BAR - EBRD

EU budgetary guarantee programme	EFSD+ Guarantee
Date Board Opinion	Operational Board of 25 January 2023
Lead FI	EBRD
Maximum EFSD+ Guarantee amount	NEAR: EUR 138 million INTPA : EUR 30 million
Expected total investment to be generated	EUR 588 million
Objectives and expected results	<p>This guarantee aims to accelerate investments in the next generation of climate mitigation measures and business models in the energy sector and energy intensive industries, such as new climate technologies, critical raw materials, and the continued rollout of more mature technologies that are still far from a critical demonstration mass in many EBRD countries due to market, policy and financing barriers.</p> <p>The initiative contributes to the green growth and climate action for Neighbourhood South and is part of the energy support package for the Western Balkans.</p> <p>Preliminary estimates made by EBRD suggest that the resulting investments could add 280 MW of renewable generation capacity installed and 500 GWh/year of renewable electricity.</p>
Investment Window covered	Connectivity
Types of instruments	Debt
Expected leverage ratio	1 : 3.5

10.6 Risk sharing for ESG projects - EBRD

EU budgetary guarantee programme	EFSD+ Guarantee
Date Board Opinion	Operational Board of 25 January 2023
Lead FI	EBRD
Maximum EFSD+ Guarantee amount	NEAR: EUR 68.25 million INTPA: EUR 8.5 million
Expected total investment to be generated	EUR 591 million
Objectives and expected results	<p>The guarantee aims at building sustainable and inclusive private sector economies by facilitating access to finance to SMEs that want to demonstrate and embrace Environmental, Social and Governance standards.</p> <p>The PIP features two financial instruments:</p> <ul style="list-style-type: none"> • EBRD RSF, via a funded or unfunded risk-sharing on individual exposures; • EBRD SCSF, via a participation in supply chain finance exposures. <p>Support to SMEs is a priority in the EIPs for the East, as is a connected and inclusive economy in the EIP for the South.</p> <p>Preliminary estimates made by EBRD suggest that the resulting investments could provide 252 SMEs with improved technical capacities and support the creation of 114,750 jobs.</p>
Investment Window covered	MSMEs; Sustainable Finance (MSMEs-focused PIP)
Types of instruments	Debt, Guarantee
Expected leverage ratio	1 : 7.7

11.1 Carbon Sinks Global Guarantee Programme (EDFI Carbon Sinks) - EDFI

EU budgetary guarantee programme	EFSD+ Guarantee
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Date of Board Opinion	Operational Board of 15-16 December 2022
Lead FI	EDFI (DEG Lead FI for Technical Assistance)
Maximum EFSD+ Guarantee amount	INTPA: EUR 354 million NEAR: EUR 12 million
Expected total investment to be generated	EUR 8.29 billion
Objectives and expected results	<p>A carbon sink project aims to absorb carbon dioxide from the atmosphere. The ocean, soil and forests are the world's largest carbon sinks. Despite this significance, current investment levels in nature-based solutions face a shortage of private capital, mostly because investments into carbon sink projects require an investment horizon of up to 20 years and beyond. The long wait for projects to yield a positive cash flow makes carbon sinks projects unattractive for private investors.</p> <p>The “EDFI Carbon Sinks” programme is a collaborative programme between FMO, DEG, Finnfund, Swedfund and Proparco with the objective of enhancing the access to finance for projects developed by companies that derive their revenue primarily from Forestry & Agricultural Products and Carbon Credits.</p> <p>The primary objective of the programme is to:</p> <ul style="list-style-type: none"> • increase carbon storage in countries where the programme will invest. • increase the area of land or wetlands under sustainable management while delivering high quality emission reductions (tCO₂e), restoring biodiversity, and improving the livelihoods for forest dependent communities and smallholders.
Windows Covered	Natural Capital
Types of instruments	Long-term equity and mezzanine investments.
Expected leverage ratio	1 : 22.7

11.2 Liquidity Platform for Impact - EDFI

EU budgetary guarantee programme	EFSD+ Guarantee
Date of Board Opinion	Operational Board of 15-16 December 2022
Lead FI	EDFI (EDFI member DFI for Technical Assistance)
Maximum EFSD+ Guarantee amount	INTPA: EUR 176 million NEAR: EUR 40 million
Expected total investment to be generated	EUR 1.84 billion
Objectives and expected results	<p>The absence of a secondary market is preventing new (private) investors going into emerging markets (EM), and preventing existing investors to reinvest (recycle for impact!). If there is no exit from emerging markets for investors, there is no entry into emerging markets for investors. The “Liquidity Platform for Impact” (LPI) programme helps to overcome the lack of liquidity (exits) of impact investments. LPI will mobilize more public and private capital to emerging markets (EM), to be invested in SMEs and Green projects, generating substantial numbers of new jobs for the poor.</p> <p>The LPI programme is a combined initiative of the Octobre Liquidity Guarantee Fund (OLGF) and 2nd Aries Capital that addresses the lack of a second aries market for Emerging Markets & Impact investments on the full life cycle of investments (i.e. both in the front end /primary investment and the tail end/end of life). OLGf is a liquidity guarantee facility allowing investors to exit their participations in illiquid assets at any time, addressing a critical barrier for mobilising private capital at scale for the achievement of the SDGs. 2nd Aries creates a secondary market platform to de-risk the exit out of impact investments (funds, direct stakes, debt) by offering DFI-/MDB-/Private investors the opportunity to sell “tail-end” portfolios to 2nd Aries who then manages the remaining positions until they are either realised or written off. The programme will complement OLGf in solving the liquidity barrier for private investors who currently cannot execute EM&I investments. 2nd Aries will allow investors to swap legacy stakes for debt and thus enable investors to recycle their capital more quickly.</p> <p>Both LPI programmes windows will strengthen the emerging markets investing ecosystems. LPI will mobilise private capital for sustainability and use DFIs to provide funding in a more fragile, higher risk environment, raise funding through risk sharing structures, build capacity for more and more innovative</p>

	project pipelines, and support MSMEs and early stage companies.
Windows Covered	MSMEs
Types of instruments	Counter-Guarantees & Loans
Expected leverage ratio	1 : 8.5

11.3 Joint EDFI Facility For Renewable Energy Investments (JEFFREI) - EDFI

EU budgetary guarantee programme	EFSD+ Guarantee
Date of Board Opinion	Operational Board of 15-16 December 2022
Lead FI	EDFI (DEG Lead FI for Technical Assistance)
Maximum EFSD+ Guarantee amount	INTPA: EUR 211 million
Expected total investment to be generated	EUR 1.16 billion
Objectives and expected results	<p>The “JEFFREI” programme will support the transitioning to renewable energy generation and increased energy access, with a specific focus on Fragile States and Least Developed Countries, targeting both off-grids private energy enterprises dealing with decentralized solutions and on-grid IPPs and adjacent infrastructure. The supported investments will be either direct or intermediated (funds). The programme will address the market failure of underinvestment in renewable energy projects, both in off grid and on grid sectors. It will contribute to mitigate climate change. It also aims at increasing financial resources flowing to the renewable energy sector by including co-investors under the same guarantee coverage, all of this contributing to reliable and affordable access to energy.</p> <p>The programme will also materially contribute to EU goals in regard to the Green Deal and the Global Gateway through direct and indirect investments in renewable energy projects.</p>

Windows Covered	Connectivity
Types of instruments	Debt/Equity Investment Facility
Expected leverage ratio	1 : 5.5

11.4 MSME Platform PLUS - EDFI

EU budgetary guarantee programme	EFSD+ Guarantee
Date of Board Opinion	Operational Board of 15-16 December 2022
Lead FI	EDFI (Proparco lead FI for Technical Assistance)
Maximum EFSD+ Guarantee amount	INTPA: EUR 225 million NEAR: EUR 30 million
Expected total investment to be generated	EUR 737 million
Objectives and expected results	<p>Currently, market failures affect MSMEs through lack of short-term working capital, lack of long-term financing to support growth of MSMEs and difficulties of LFIs to address liquidity needs.</p> <p>The “MSME+” programme aims to support two windows: Window 1 - Agri-Business & rural MSMEs-Providing crisis relief support for short- and medium-term liquidity needs and bolstering LFI financial capacity. Window 2 – MSMEs - Providing medium to longer-term crisis support to MSMEs and bolstering LFIs and MSMEs financial capacity ability to address the ongoing and continuous macroeconomic and exogenous shocks. The Programme builds on an existing MSME Platform. As compared to the existing Programme an agricultural window has been added, and the geographical coverage expanded.</p> <p>The main objectives of the programme are: Providing finance and support to private sector development - Addressing bottlenecks to private investments by providing financial support to MSMEs - Leveraging private sector financing with a key focus on MSMEs - Creation of jobs, economic</p>

	opportunities, skills and entrepreneurship - Gender equality and empowerment of women and young people - Support of innovation and early-stage projects - Domestic resource mobilisation (tax payments).
Windows covered	MSMEs
Types of instruments	Equity investments
Expected leverage ratio	1 : 2.9

11.5 Transformational Global Value Chains Guarantee Programme - EDFI

EU budgetary guarantee programme	EFSD+ Guarantee
Date of Board Opinion	Operational Board of 15-16 December 2022
Lead FI	EDFI (DEG Lead FI for Technical Assistance)
Maximum EFSD+ Guarantee amount	INTPA: EUR 194 million
Expected total investment to be generated	EUR 1.37 billion
Objectives and expected results	<p>The “Transformational Global Value Chains” programme aims to create smart (digital), sustainable and inclusive economic and social development and growth; increase green and inclusive employment; create and maintain decent jobs by supporting the development of local industries and services; support the adoption of sustainable practices and internationally recognized standards of production; increase climate co-benefits and resilience, gender equality and inclusiveness along the value chains; eradication of poverty.</p> <p>The programme seeks to support value chain companies and services operating in sectors such as: a) agri business value chains; b) sustainable production & manufacturing value chain; c) health value chain & education sector; d) retail, wholesale, transportation, storage logistics & digital companies value chains; and e) green buildings, sustainable tourism.</p>

Windows covered	MSMEs
Types of instruments	Parri-Passu
Expected leverage ratio	1 : 7.1

12.1 Global Green Bond Initiative (GGBI) - EIB

EU budgetary guarantee programme	EFSD+ Guarantee
Date of Board Opinion	Operational Board of 15-16 December 2022
Lead FI	EIB, AECID, CDP, COFIDES, EBRD, KfW, Proparco
Maximum EFSD+ Guarantee amount	INTPA: EUR 400 million NEAR: EUR 192 million
Expected total investment to be generated	EUR 4.54 billion
Objectives and expected results	<p>The “GGBI” programme is a Flagship TEI at the heart of the implementation of the Global Gateway strategy and also aims to support the EIP Flagships in the Western Balkans and the Neighbourhood regions. It is a fruit of a co-creation exercise of EU IFIs under the lead of EIB, aimed to address barriers to green bond markets in Emerging Market and Developing Economies both on the investors’ and issuers’ side combining and coordinating different types of interventions (anchor investment at two levels, a comprehensive TA programme) so as to deliver maximum impact and efficiency.</p> <p>The main objectives of this programme are to facilitate the flow of private capital into climate and environmental (infrastructure) projects in our partner countries and thereby increase their access to capital; Support positive climate, E&S benefits through the promotion of green investments in EMDEs via green bond issuance; Address the barriers and constraints faced by EMDEs in scaling up their green bond markets on both sides of the investment chain; Help EU partner countries to develop credible green bond frameworks while taking into account and promoting the uptake of EU sustainable finance frameworks where feasible.</p>
Windows covered	Sustainable Finance

Types of instruments	Anchor investment in sovereign, sub-sovereign and private green bonds
Expected leverage ratio	1 : 7.7

12.2 MSME Access to green, growth and inclusive finance - EIB

EU budgetary guarantee programme	EFSD+ Guarantee
Date Board Opinion	Operational Board of 25 January 2023
Lead FI	EIB
Maximum EFSD+ Guarantee amount	NEAR: EUR 220 million
Expected total investment to be generated	EUR 2596 million
Objectives and expected results	<p>This guarantee aims to unlock MSME financing via a range of instruments - such as debt, partial portfolio guarantees, equity – centred on three thematic intervention pillars:</p> <ul style="list-style-type: none"> • Green finance; • Social inclusion; • Competitiveness and Growth. <p>EIP Flagships supported include, among others, the innovation agenda for the Western Balkans, and Jobs through Trade and Investment for South Neighbourhood.</p> <p>The guarantee is proposed to be deployed via different modalities based on the type of financial instrument, starting with a 25% first-loss piece for loans to higher, increasing coverages for equity and partial portfolio guarantees.</p>
Investment Window covered	MSMEs; Human Development; Sustainable Agriculture; Sustainable Finance (MSMEs-focused PIP)
Types of instruments	Debt, Guarantee, Equity
Expected leverage ratio	1 : 11.8

12.3 Connectivity (including Renewable Energy & Energy Efficiency Programme for Türkiye) - EIB

EU budgetary guarantee programme	EFSD+ Guarantee
Date Board Opinion	Operational Board of 25 January 2023
Lead FI	EIB
Maximum EFSD+ Guarantee amount	NEAR: EUR 146.5 million INTPA: EUR 105.034.483
Expected total investment to be generated	EUR 2490 million
Objectives and expected results	<p>This guarantee aims to support private sector participation in infrastructure in the connectivity sector, with a range of EIB financial instruments, expanding EIB activities in the NEAR region with a catalytic effect in the market. This is combined with the support for the Global Gateway Fund, a fund-of-funds investment vehicle.</p> <p>The programme targets different EIP priorities for the Western Balkans, and a number of Team Europe Initiatives in East and South Neighbourhoods. The initiative also foresees a small envelop for Renewable Energy and Energy Efficiency projects in Türkiye, through the local financial sector, which has been merged into the bigger programme.</p> <p>The Connectivity PIP will support the underlying projects and funds with a first loss portfolio guarantee provided to EIB for an estimate of 35% at portfolio level. For the Global Gateway Fund, due to the impact orientation of the expected underlying fund investments, EIB would request a first loss piece coverage of 50% on average. This leads to an over-all blended EFSD+ guarantee coverage of 37% on the EIB portfolio included within the Connectivity PIP. The EIB may also pass the Guarantee to crowd in further public or private investors (such as institutional investors).</p>
Investment Window covered	Connectivity; Human Development
Types of instruments	Debt, Guarantee, Equity
Expected leverage ratio	1 : 9.9

13.1 Renewable Infrastructure & Sustainable Energy Partnership Africa-EU (RISE) – EIB and CDP

EU budgetary guarantee programme	EFSD+ Guarantee
Date of Board Opinion	Operational Board of 15-16 December 2022
Lead FI	EIB and CDP
Maximum EFSD+ Guarantee amount	INTPA: EUR 263.9 million
Expected total investment to be generated	EUR 1.03 billion
Objectives and expected results	<p>The overall objective of the “RISE” programme is to support Africa’s clean energy transition and meet its Paris alignment targets through supporting partner countries to build and implement a strong pipeline of sound climate action projects by assisting selected countries to properly prepare, procure and manage renewable energy projects as well as offer appropriate risk mitigation for such projects. EU-AREP will contribute to the transformation of sub-Saharan African and northern African Neighbourhood economies to become competitive, low-carbon, climate resilient, and inclusive. RISE provides a mechanism that will crowd in private sector funds for investment in renewable energy projects, addressing a major market failure that is currently preventing sufficient investment into the sector from local and international investors. Without RISE, this additional investment would not take place.</p> <p>Through an EU one-stop shop for renewable energy IPP models across Africa, RISE will be created with two key components, (i) Risk Mitigation and (ii) Technical Assistance:</p> <ul style="list-style-type: none"> (i) Risk mitigation through guarantees and FLPs to enable subordinated debt/quasi-equity type instruments that will increase affordability and crowd-in the private sector. (ii) Technical Assistance: project preparation and implementation through Transaction Advisory Services (TAS). In order to ensure an effective programme, this TAS request includes a relatively

	small amount to support staff running costs. The latter will be in addition to time and resources invested by EIB/CDP and other future participating EDFIs.
Windows covered	Connectivity
Types of instruments	Guarantees
Expected leverage ratio	1 : 3.9

14.1 Accelerating Human Development (HDX) – EIB and Gates Foundation

EU budgetary guarantee programme	EFSD+ Guarantee
Date of Board Opinion	Operational Board of 15-16 December 2022
Lead FI	EIB and Gates Foundation
Maximum EFSD+ Guarantee amount	INTPA: EUR 750.050.587
Expected total investment to be generated	EUR 3 billion
Objectives and expected results	<p>Through the programme “Accelerating Human Development (HDX)”, the European Commission, the EIB and the Bill & Melinda Gates Foundation (the Gates Foundation) are building a historic partnership to create impact at scale in lower-middle income countries (LMICs) on critical areas of human development. Blending individual capabilities such as technical expertise as well as financial strength and innovation, the joint programme links critical themes across human development, universal health coverage/ primary health care (UHC/PHC), gender, connectivity, as well as sustainability and sustainable finance.</p> <p>In line with the policy objectives of the EFSD+ and strategic priorities of Team Europe, HDX is investing in human development mainly through four initiatives: 1) removing permanent strains on health systems caused by infectious diseases such as polio in Africa and Asia, with the goal of eradicating polio, 2) scaled initiatives (including procurement) by large multilaterals engaged in health, 3) market shaping for</p>

	<p>key global health products by investing risk capital in critical private sector product development and services for LMICs, and 4) expanding the availability of primary healthcare services, inter alia, through high-quality diagnostic services in Africa.</p> <p>All initiatives are designed to accelerate human development by strengthening health systems and addressing critical market failures, in turn fostering economic growth and productivity in LMICs. Furthermore, this programme is developing a new approach for innovative finance under the leadership of the EC. This will be achieved by introducing new instruments and expanding the EFSD+ toolkit, notably by making payment conditional on success and creating incentives for positive and intended health outcomes.</p>
Windows covered	Human Development
Types of instruments	Performance payments; high-risk capital; at-risk and bridge financing; volume guarantees; debt and equity.
Expected leverage ratio	1 : 4

15.1 Boost Venture in Africa (BVA) – EIB and EDFI

EU budgetary guarantee programme	EFSD+ Guarantee
Date of Board Opinion	Operational Board of 15-16 December 2022
Lead FI	EIB and EDFI
Maximum EFSD+ Guarantee amount	INTPA: EUR 144 million NEAR: EUR 15 million
Expected total investment to be generated	EUR 596.25 million
Objectives and expected results	The “BVA” programme aims to support the development of the venture capital (VC) market and deepening of the financial sectors in targeted countries, including Least Developed Countries (LDCs). EIB and EDFI have observed that there is a

	<p>multitude of emerging VC and innovation impact funds looking for potential investors, but there is insufficient funding available to allow such funds to reach first close because of high risk or low returns.</p> <p>The programme includes targeted support to (i) Venture Capital and (ii) Equity innovation impact funds active in Africa, including in Least Developed Countries (LDCs). These funds will themselves support portfolios of investments in underlying companies, such as start-ups, young businesses, companies fostering innovative business models. Innovative financing solutions to support companies via funds are also included. EIB and EDFI also agree that it is paramount to also broaden the scope beyond pure digital VC to also include equity impact funds with an innovation dimension, in order to reach African countries with a less developed VC ecosystem.</p>
Windows Covered	MSMEs
Types of instruments	Fund – Equity; Venture Capital
Expected leverage ratio	1 : 3.8

16.1 EIBG Multi-thematic support for SMEs in the WB - EIF

EU budgetary guarantee programme	EFSD+ Guarantee
Date Board Opinion	WB Guarantee Operational Board of 5 December 2022
Lead FI	EIF
Maximum EFSD+ Guarantee amount	NEAR: EUR 120 million
Expected total investment to be generated	EUR 684 million
Objectives and expected results	This guarantee aims to deploy an EU Guarantee Fund for SMEs aimed at incentivizing selected financial intermediaries to scale up their lending. It builds on the COSME and InnovFin experience while replicating the InvestEU facilities.

	<p>This programme targets key thematic EU priorities for the Western-Balkans such as competitiveness, agriculture, innovation and digitalization, as well as sustainability and green transformation, in line with the EIP and InvestEU priorities.</p> <p>The guarantee will be deployed as a first-loss uncapped portfolio guarantee, where the senior tranche is supported by EIB. Risk of the portfolio will be shared with the financial intermediaries selected by EIF, which will in any case bear part of the risk on a loan by loan basis pro rata to the guarantee rate set at up to 70% (of which the first loss is borne by EFSD+ and the remaining by the EIB as residual risk taker).</p>
Investment Window covered	MSMEs; Sustainable Agriculture; Sustainable Finance (MSMEs-focused PIP)
Types of instruments	Guarantee
Expected leverage ratio	1 : 5.7

16.2 Inclusive Finance for the Western Balkans - EIF

EU budgetary guarantee programme	EFSD+ Guarantee
Date Board Opinion	WB Guarantee Operational Board of 5 December 2022
Lead FI	EIF
Maximum EFSD+ Guarantee amount	NEAR: EUR 30 million
Expected total investment to be generated	EUR 210 million
Objectives and expected results	<p>This guarantee aims to deploy an EU microfinance Guarantee Fund focused on micro and social enterprises which employ or serve vulnerable groups while replicating the new Microfinance & Social Entrepreneurship InvestEU facility in the Western Balkans. In particular, this programme seeks to promote greater financial inclusion by targeting underserved/vulnerable beneficiaries.</p> <p>The guarantee will be deployed as a pass-through capped guarantee and used as a first-loss piece. Risk of the portfolio will be shared with the financial intermediaries selected by EIF</p>

	which will in any case bear part of the risk on a loan by loan basis pro rata to the guarantee rate.
Investment Window covered	MSMEs (MSMEs-focused PIP)
Types of instruments	Guarantee
Expected leverage ratio	1 : 7.0

16.3 EIF-UNDP Inclusive Growth Initiative for the WB - EIF

EU budgetary guarantee programme	EFSD+ Guarantee
Date Board Opinion	WB Guarantee Operational Board of 5 December 2022
Lead FI	EIF
Maximum EFSD+ Guarantee amount	NEAR: EUR 20 million
Expected total investment to be generated	EUR 140 million
Objectives and expected results	<p>This guarantee aims to leverage EIF-UNDP strategic partnership to deploy an EU Guarantee Fund focused on inclusive growth in the policy areas relevant to promote convergence towards the EU 27 such as inclusive employment as well as skills and territorial development. In particular, this programme seeks to promote greater inclusion by supporting all SMEs through specific thematic approaches.</p> <p>The guarantee will be deployed as a pass-through capped guarantee co-designed by EIF and the UNDP with the objective to promote inclusive employment as well as skills and territorial development, and it will be used as a first-loss piece. Risk of the portfolio will be shared with the financial intermediaries selected by EIF which will in any case bear part of the risk on a loan by loan basis pro rata to the guarantee rate.</p>
Investment Window covered	MSMEs (MSMEs-focused PIP)
Types of instruments	Guarantee

Expected leverage ratio	1 : 7.0
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17.1 Africa Connected - Finnfund

EU budgetary guarantee programme	EFSD+ Guarantee
Date of Board Opinion	Operational Board of 15-16 December 2022
Lead FI	Finnfund
Maximum EFSD+ Guarantee amount	INTPA: EUR 100 million
Expected total investment to be generated	EUR 1.2 billion
Objectives and expected results	<p>The “Africa Connected” programme is designed to address the connectivity and usage gaps prevalent in Sub-Saharan Africa and especially large in many fragile and Least Developed Countries. The coverage gap which the programme seeks to address is illustrated by the fact that 24 % of the population in Sub-Saharan Africa is still without access to mobile internet services.</p> <p>The Africa Connected programme with the support of the EFSD+ guarantee will address these market failures through providing financing for new business models designed to ensure profitability and technical feasibility also in a challenging context. The programme will be implemented by direct debt and equity investments into private companies working in digital and connectivity solutions and improving infrastructure for affordable connectivity. The Africa Connected programme will use equity investment supported by technical assistance to support the companies’ business development, help them understand the market, develop corporate governance, comply with environmental standards, and assist in developing the companies to a stage where private financing would be available. In addition, Finnfund will use the EFSD+ guarantee to pass on part guarantee to private co-investors, which is estimated significantly increase the availability of financing.</p> <p>The Africa Connected programme will bring mobile network to areas that are un- or underserved and hence allow access to basic health and educations services through digital means. Increased digital connectivity will create employment, directly</p>

	and indirectly, increase efficiency and productivity of businesses, and increase governments' tax revenues. Moreover, it contributes to closing the digital divide, i.e., the coverage and usage gaps in internet use between Sub-Saharan Africa and the rest of the world.
Windows Covered	Connectivity
Types of instruments	Fund – Debt & Equity
Expected leverage ratio	1 : 12

18.1 ACTIAM Sanitation & Water Impact Fund (ASWIF) – FMO and Cardano Development

EU budgetary guarantee programme	EFSD+ Guarantee
Date of Board Opinion	Operational Board of 15-16 December 2022
Lead FI	FMO and Cardano Development
Maximum EFSD+ Guarantee amount	INTPA: EUR 25 million
Expected total investment to be generated	EUR 100 million
Objectives and expected results	<p>The “ASWIF” programme will be set up with the aim to develop a market for the water, sanitation and health (WASH) sector in emerging and developing countries through smoothening unfavourable investment conditions. With support of a first loss (‘due diligence stage’) provided by the EIB and a second loss guarantee from the EU, the Fund is able to offer an investable business case to institutional and private investors. In this way, the Fund catalyses private capital for the global sustainable development goals, with a focus on SDG6: ensuring equal access to improved sanitation and water facilities. Contributing to safe water, sanitation and hygiene is not only crucial for human health and well-being, but it is also a facilitator of access to other rights and development goals.</p> <p>The ASWIF fund stands for growth, sustainability and inclusion. It offers debt products to local financial institutions,</p>

	that on-lend this capital to low-income households and MSMEs in Africa and Asia. The WASH loans will be tailored to the needs of low-income households and MSMEs – client groups that are traditionally excluded by the formal financial sector. The Fund targets to provide affordable WASH loans to 25 million low-income households enabling them to access improved sanitation and water services. To ensure these outcome results, ASWIF pays an outcome-based interest discount to boost the impact that help low-income households to increase access to WASH services and to mitigate to climate change and reduce greenhouse gas emissions by focusing on the implementation of safely managed facilities.
Windows Covered	Natural Capital
Types of instruments	Fund - Debt
Expected leverage ratio	1 : 4

18.2 DFCD Aya Scalable Climate Solutions - FMO

EU budgetary guarantee programme	EFSD+ Guarantee
Date of Board Opinion	Operational Board of 15-16 December 2022
Lead FI	FMO
Maximum EFSD+ Guarantee amount	INTPA: EUR 151.8 million
Expected total investment to be generated	EUR 1.3 billion
Objectives and expected results	<p>The “DFCD” programme aims to address market failures in climate adaptation; promote innovation and mobilise private capital towards climate-relevant businesses and infrastructure for vulnerable communities; Improve the overall investment climate and increase the influx/mobilisation of long-term private capital (both internationally and locally).</p> <p>The programme will achieve its aims with two interdependent guarantee facilities: 1) A Land Use Facility EFSD+</p>

	<p>guarantee for high impact, climate-smart agriculture and forestry projects; 2) A Water Facility EFSD+ guarantee that enables CFM to invest in the Climate Investor Two (CI2) fund which invests in climate-relevant water, sanitation and oceans/ecosystems infrastructure projects. The structure allows for the development of projects with early grant funding and technical assistance from the NGOs WWF and SNV.</p> <p>The programme targets a wide scope of impact indicators:</p> <ul style="list-style-type: none"> • Total Number of People Reached: 16 million • Reduced GHG Emissions: 5 million tons CO2 per annum • Sustainably Managed Farmland: 120,000 hectares • Sustainably Managed Forest/Wetlands: 150,000 hectares • People provided with drinking water: 14 million
Windows Covered	Agriculture, MSMEs, Connectivity, Cities
Types of instruments	Debt, Equity/Venture Capital Funds
Expected leverage ratio	1 : 8.6

18.3 Investments in Distributed Energy, Storage, Transmission & Distribution in Africa and Asia (INDESTA) - FMO

EU budgetary guarantee programme	EFSD+ Guarantee
Date of Board Opinion	Operational Board of 15-16 December 2022
Lead FI	FMO
Maximum EFSD+ Guarantee amount	INTPA: EUR 91.315.789
Expected total investment to be generated	EUR 385 million
Objectives and expected results	The “INDESTA” programme has been set up as a much-needed blended finance and credit enhancement programme intended to support projects in distributed energy (including mini-grid projects), transmission and distribution, and (battery) energy

	<p>storage. INDESTA provides for de-risking, increased affordability, and has the goal to create bankable financing solutions. The programme will mobilize other (E)DFIs and commercial financiers. The primary goal of INDESTA is therefore making projects bankable. Its secondary goal is supporting FMO/Co-lenders to be able to offer long term financing with slightly more attractive margins on a blended basis to its clients (in view of the partial capital cost relief in view of the EC's AAA-credit rating). This will lower the overall (project) financing cost and therefore contribute to lower end-user power tariffs.</p> <p>The INDESTA programme will:</p> <ul style="list-style-type: none"> • Create access to affordable clean energy; • Address market failures and in turn further develop the power sector; • Promote innovation and mobilize private capital by supporting projects that adopt new technologies; • Improve the overall investment climate and increase the influx/mobilization of long-term private capital (both international and local). • Support economic growth and employment generation, including those of women; • Support local governments in realizing their renewable energy targets.
Windows Covered	Connectivity
Types of instruments	Counter-Guarantees
Expected leverage ratio	1 : 4.2

18.4 NASIRA+ - FMO

EU budgetary guarantee programme	EFSD+ Guarantee
Date of Board Opinion	Operational Board of 15-16 December 2022
Lead FI	FMO
Maximum EFSD+ Guarantee amount	INTPA: EUR 197 million NEAR: EUR 67.5 million

Expected total investment to be generated	EUR 1.3 billion
Objectives and expected results	<p>Building on the success of the EFSD “NASIRA” programme in Sub-Saharan Africa, FMO proposes to scale it up in the global context. By expanding the scope to additional focus sectors such as food security and agriculture and off-grid energy, FMO plans to contribute to inclusive growth, job creation and sustainable development. NASIRA+ addresses a number of EIP flagsips in the Neighbourhood East and South.</p> <p>The “NASIRA+” programme will unlock the provision of financing for MSMEs that aim at scaling their businesses, including underserved entrepreneurs such as young, female, migrant, and agriculture MSMEs as well as end consumers who are looking for clean energy solutions. The Risk Sharing Facility (RSF) combines Dutch government fund “MASSIF” and the EFSD+ to deliver second or first loss guarantee on loans to MSMEs and consumers of clean energy.</p> <p>NASIRA+ addresses these risks, both perceived and real, involved in lending to entrepreneurs who have limited or no access to finance. It encourages local financial intermediaries to lend to young, female, COVID-19 affected and migrant entrepreneurs (including refugees, returnees, and internally displaced people). Thus, NASIRA+ will enable and stimulate financing needed for MSMEs that want to grow their business.</p>
Windows Covered	MSME
Types of instruments	Debt - Loans
Expected leverage ratio	1 : 4.9

18.5 The AGRI3 Fund – FMO and Cardano Development

EU budgetary guarantee programme	EFSD+ Guarantee
Date of Board Opinion	Operational Board of 15-16 December 2022
Lead FI	FMO and Cardano Development

Maximum EFSD+ Guarantee amount	INTPA: EUR 141.518.006
Expected total investment to be generated	EUR 1.08 billion
Objectives and expected results	<p>The “AGRI3” programme is an initiative of Lead Financial Institution FMO and Cardano Development (CD), that aims to mobilise over € 1 bn in capital to investment projects in Middle and Lower Income countries that 1) Prevent deforestation and stimulate reforestation; 2) Contribute to sustainable and efficient agricultural production and 3) Improve rural livelihoods.</p> <p>The AGRI3 programme provides local currency guarantees to financial institutions (called “Partnerbanks”) to mobilise capital by de-risking and catalysing investment projects that support sustainable, deforestation free agricultural practices that support rural economies. The fund has an associated Technical Assistance Facility (TAF), which provides needs-based TA to support the fund in the identification, design and delivery of relevant investment projects.</p> <p>The programme aims to, prevent and reduce the environmental degradation; to develop the smart (digital), sustainable and inclusive economic and social development and growth; to ensure an increased protection, sustainable use and restoration of biodiversity; to support indirectly employment; to improve an effective climate resilient low-carbon economy and society. Initially the target crops are key commodities such as palm, soy, coffee, maize, coffee, cocoa.</p>
Windows Covered	Natural Capital
Types of instruments	Counter-Guarantees
Expected leverage ratio	1 : 7.6

19.1 Better Futures Program (BFP) - IFC

EU budgetary guarantee programme	EFSD+ Guarantee
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Date Board Opinion	Operational Board of 25 January 2023
Lead FI	IFC
Maximum EFSD+ Guarantee amount	NEAR: EUR 190 million INTPA: EUR 101 million
Expected total investment to be generated	EUR 1164 million
Objectives and expected results	<p>This guarantee aims to address some of the most pressing development challenges in three areas:</p> <ul style="list-style-type: none"> • Food security, in order to support efficient food production, the easing of supply chain issues, the greening of fertilizer and the mitigating infra bottlenecks; • Reconstruction in Ukraine; via IFC's Economic Resilience Action Program for Ukraine; • Climate crisis, in order to catalyze private capital investment towards first-of-their kind projects in green hydrogen, low-carbon transportation, climate-smart agri etc. <p>The initiative contributes to a number of EIP priorities, from the focus on climate and resilience in the Eastern Neighbourhood, to clean energy and environment in the Western Balkans.</p> <p>The guarantee will be deployed via three structures:</p> <ul style="list-style-type: none"> • The Commission takes mezzanine risk with client/third party being junior to the Commission; • The Commission to share first loss with client; • DFI/IFC/others retain small portion of the junior exposure with the Commission taking the remaining risk.
Investment Window covered	Connectivity; MSMEs; Human Development; Sustainable Agriculture; Sustainable Cities; Sustainable Finance
Types of instruments	Debt
Expected leverage ratio	1 : 4.0

20.1 Africa GreenCo - IFU

EU budgetary guarantee programme	EFSD+ Guarantee
Date of Board Opinion	Operational Board of 15-16 December 2022
Lead FI	IFU
Maximum EFSD+ Guarantee amount	INTPA: EUR 50 million
Expected total investment to be generated	EUR 373 million
Objectives and expected results	<p>The “Africa GreenCo” programme aims to catalyse significant investment in renewable energy IPPs in the member countries of the Southern African Power Pool which are linked to the Southern African Power Pool (SAPP). National power utilities and African governments are increasingly unwilling to enter into long term power purchase agreements backed by sovereign guarantees and developers and lender are increasingly looking for alternative routes to sell their power. The region has abundant renewable energy resources unevenly spread across a very large geographic area. In order to make efficient use of resources, regional trade is critical and the SAPP markets provide the means to trade. However, it is currently extremely challenging for investors to take market risk. The EU evaluating and taking risk on the SAPP markets in order to stimulate investment and promote regional trade will therefore attract new sources of capital and have a strong demonstration effect, clearly signalling to the market that SAPP is bankable.</p> <p>This programme will allow commercial lenders to IPPs to obtain capital relief and lend on materially better terms to IPPs with limited exposure to market risk through GreenCo. GreenCo transactions are not dependent on national utility offtake and therefore remove the need for sovereign guarantees of utility payment obligations and the associated accumulation of unsustainable contingent liabilities on sovereign balance sheets.</p>
Windows Covered	Connectivity
Types of instruments	Fund - Equity, quasi-equity, subordinated debt, debt
Expected leverage ratio	1 : 7.5

20.2 Danish Sustainable Development Goals Investment Fund II (SDG Fund II) & Climate Action Investment Fund (CAIF) - IFU

EU budgetary guarantee programme	EFSD+ Guarantee
Date of Board Opinion	Operational Board of 15-16 December 2022
Lead FI	IFU
Maximum EFSD+ Guarantee amount	INTPA: EUR 76.349.594 NEAR: EUR 12 million
Expected total investment to be generated	EUR 2.27 billion
Objectives and expected results	<p><u>SDG Fund II</u></p> <p>The overall objective of SDG Fund II is to mobilise significant institutional and private capital, know-how and technology for investing in the SDGs in developing countries with a view to support inclusive economic growth and the transition to a green economy. The investments of SDG Fund II targets an impact contribution supporting the Investment Fund for Developing Countries' (IFU) three primary SDGs, being SDG 8 (decent work and economic growth), SDG 10 (reduced inequalities) and SDG 13 (climate action). It also aims at contributing to the EIP priorities of inclusive and sustainable economies in the Neighbourhood South.</p> <p>SDG Fund II will be partially funded by a guarantee issued by the EU through EFSD+ enabling the mobilisation of targeted EUR 600m of private capital for equity investments in developing countries supporting the SDGs.</p> <p>SDG Fund II will mainly provide direct equity investments to companies in Africa, Asia, Latin America and parts of Europe. Investments will be made in cooperation with Danish and international partners with strong competencies, knowledge and technologies within several strategic sectors that support the realisation of the development goals. SDG Fund II will be operated on commercial terms and targets a measurable impact on the SDGs as well as competitive return to its investors.</p>

	<p><u>CAIF</u></p> <p>CAIF is an early-stage blended co-investment facility that aims to address market constraints and play a catalytic role with a blended finance approach to increase climate-related investments in its implementation regions. The facility will consist of credit enhancements focused on first loss, subordinated debt, equity and tenor extensions to catalyse private sector climate investments. Investments in individual ventures will be between USD 2M - 5M and with an objective to operationalize the underlying business model, achieve revenue certainty and “exit” or “partially exit” when DFI’s are ready to invest. CAIF will be a first-of-its-kind application adapted for emerging market conditions. It will offer globally significant proof-of-concept value to lower- and middle-income nations seeking to address market barriers and quickly scale the high levels of private investment required by Paris climate commitments.</p>
Windows Covered	MSMEs
Types of instruments	Fund – Equity & Venture Capital
Expected leverage ratio	1 : 25.7

21.1 The MSME Guarantee Platform (MGP) - KfW

EU budgetary guarantee programme	EFSD+ Guarantee
Date Board Opinion	Operational Board of 25 January 2023
Lead FI	KfW
Maximum EFSD+ Guarantee amount	NEAR: EUR 135 million
Expected total investment to be generated	EUR 1228 million
Objectives and expected results	This guarantee aims at setting up a credit guarantee vehicle for all DG NEAR countries, with the objective of crowding-in and building partnerships between incumbent and alternative finance providers for MSMEs that are typically out of scope for traditional guarantee schemes. In doing so, the vehicle seeks to

	<p>be flexible in terms of products, adopting a problem-solving approach and aiming to design guarantee solutions that solve a specific problem for MSMEs in a specific market/sector.</p> <p>The programme targets different EIP flagships, including support to SMEs in the East, sustainable economies in the South, and the EIP priority "Private sector" in the Western Balkans.</p> <p>The financial structure of the credit guarantee vehicle includes a loan by KfW to the vehicle covered by an EFSD+ Guarantee, supported by a first loss buffer provided by BMZ.</p>
Investment Window covered	MSMEs (MSMEs-focused PIP)
Types of instruments	Debt
Expected leverage ratio	1 : 9.1

21.2 Green Transition - KfW

EU budgetary guarantee programme	EFSD+ Guarantee
Date Board Opinion	Operational Board of 25 January 2023
Lead FI	KfW
Maximum EFSD+ Guarantee amount	NEAR: EUR 150 million
Expected total investment to be generated	EUR 180 million
Objectives and expected results	<p>This guarantee aims at supporting public/private utilities and local banks in getting access to adequate green finance and in leveraging private sector involvement and investments through combined actions in energy, water, mobility and finance.</p> <p>In particular, the programme seeks to support the following target groups:</p> <ul style="list-style-type: none"> Public utilities, which provides urban infrastructure but have budget scarcities and constraints to external borrowing;

	<ul style="list-style-type: none"> • SMEs, which have high potential for green finance products innovations, but often are seen as unbankable; • Private sector participation (e.g. PPP), which is hampered by restricted finance and barriers to competition. <p>The programme will make long-term finance available for Southern Neighbourhood cities and SMEs, and it focuses on EIP priority domains, such as clean energy and energy efficiency, sustainable mobility, and integrated water management.</p>
Investment Window covered	Sustainable Cities
Types of instruments	Debt
Expected leverage ratio	1 : 1.2

21.3 Supporting Market-Oriented Green Transformation in the Eastern Neighbourhood and WB6 - KfW

EU budgetary guarantee programme	EFSD+ Guarantee
Date Board Opinion	Operational Board of 25 January 2023
Lead FI	KfW
Maximum EFSD+ Guarantee amount	NEAR: EUR 260 million
Expected total investment to be generated	EUR 494 million
Objectives and expected results	<p>This guarantee focuses on energy utilities in the East and the Western Balkans, and will cover concessional loans to utilities for investments in renewable energy and grid infrastructure, with the aim of catalysing local private investors for a green transformation of the energy sector. Objective of the programme is to accelerate the green transformation of the WB6 and EaP energy sectors in line with EU Green Deal and Global Gateway, and strengthen security of supply in the face of the current energy crisis.</p>

	<p>The programme covers the EIP flagships on Black Sea connectivity and air quality in the East, and it is part of the energy support package for Western Balkans.</p> <p>The financial structure draws on EFSD+ guaranteed debt instruments such as project financing with public utilities, credit lines with private financial intermediaries. The risk-sharing arrangement is based on a pari-passu basis. On average, 84 percent of the loan is proposed to be covered by the EFSD+ guarantee. In the event of default KfW is involved in the loss coverage with, on average, 16 percent of its own resources at the minimum.</p>
Investment Window covered	Connectivity
Types of instruments	Debt
Expected leverage ratio	1 : 1.9

21.4 Urban Water Catalyst Fund - KfW

EU budgetary guarantee programme	EFSD+ Guarantee
Date Board Opinion	Operational Board of 25 January 2023
Lead FI	KfW
Maximum EFSD+ Guarantee amount	NEAR: EUR 90 million INTPA: EUR 22.5 million
Expected total investment to be generated	EUR 911 million
Objectives and expected results	<p>This guarantee targets the water sector with an overall goal to accelerate the transition of utilities to local commercial bank financing, specifically targeting the transformation of reform-minded water utilities into performing, creditworthy and resilient companies with access to sustainable public and private/commercial finance.</p> <p>The programme addresses the EIP Flagship resource efficiency,</p>

	<p>water and waste management and biodiversity in the Southern Neighbourhood.</p> <p>The guarantee will be used as a second-loss piece within the capital structure of the fund/vehicle to be set up for the purpose of this programme. The programme expects to expand the market for commercial finance for public water utilities, aiming at mobilizing approximately EUR 1 billion of private investment for 20 utilities.</p>
Investment Window covered	Sustainable Agriculture; Sustainable Cities
Types of instruments	Debt
Expected leverage ratio	1 : 8.1

21.5 Green Energy for Africa & Indonesia– KfW and DEG

EU budgetary guarantee programme	EFSD+ Guarantee
Date Board Opinion	Operational Board of 15-16 December 2022
Lead FI	KfW and DEG
Maximum EFSD+ Guarantee amount	INTPA: EUR 361 million
Expected total investment to be generated	EUR 1.34 billion
Objectives and expected results	<p>This programme aims to increase access to energy, enhance the share of renewable energy, promote energy efficiency, create interconnected green economies and contribute to the establishment of a market for green hydrogen. Several sub-sectors have been targeted including energy generation (via on grid, IPP projects, off grid, mini grid solutions), transmission and distribution infrastructure and energy storage solutions.</p> <p>The programme will, by providing a de-risking tool for energy investments in the region, enhance the bankability of just energy transition projects and thus contribute to the development of a market for Independent Power Producers (IPP) in countries with no or limited IPP track-record.</p>

Investment Window covered	Connectivity
Types of instruments	Pari-passu loans
Expected leverage ratio	1 : 3.7

22.1 EU Market Creation Facility (EUMCF) – KfW and FMO and EDFI

EU budgetary guarantee programme	EFSD+ Guarantee
Date of Board Opinion	Operational Board of 15-16 December 2022
Lead FI	KfW and FMO and EDFI
Maximum EFSD+ Guarantee amount	INTPA: EUR 325.75 million NEAR: EUR 80 million
Expected total investment to be generated	EUR 11.11 billion
Objectives and expected results	<p>Having affordable foreign exchange protection available, incentivises its use and leads to more accessible and affordable local currency financing. By this means, the local level of creditworthiness is improved, attracting more private capital, and private investors into the sectors. Simultaneously, this contributes to de-risking the financial system i.e. deepening and developing the local capital markets. Ultimately, it mitigates economic instability and creates a sound foundation for economic growth and development which are crucial to achieving the UN Sustainable Development Goals (SDGs) and addressing the EIP Flagships dedicated to resilient and competitive economies across the regions.</p> <p>With all of the above in mind, the “EUMCF” programme builds on and expands EU’s experience with TCX and has 3 components: The Capacity Component and the (newly added) D-Shares Component will contribute to the capital base of TCX and further increase its risk-taking capacity. The Pricing Component will further elevate the sustainability of development finance by making currency risk management</p>

	<p>instruments more accessible and affordable.</p> <p>The main objectives of the programme are</p> <ul style="list-style-type: none"> (i) to strengthen the financial system -in particular of LDCs as well as fragile states- through support for foreign exchange hedging activities; (ii) to strengthen Debt Management Offices and sovereign treasuries with advocacy and capacity building; (iii) to enable a resumption of medium- and long-term IFI lending to partner banks for on-lending to the local economy; (iv) to support medium-term local currency lending to infrastructure and energy sectors and businesses, including vulnerable MSMEs.
Windows Covered	Connectivity
Types of instruments	Equity Investments
Expected leverage ratio	1 : 27

23.1 Choose Africa Ventures Programme - Proparco

EU budgetary guarantee programme	EFSD+ Guarantee
Date of Board Opinion	Operational Board of 15-16 December 2022
Lead FI	Proparco
Maximum EFSD+ Guarantee amount	INTPA: EUR 44.1 million
Expected total investment to be generated	EUR 105 million
Objectives and expected results	<p>The “Choose Africa Ventures Programme”, implemented with the support of the EFSD+ aims to facilitate the financing of early-stage and growth-stage innovative (M)SMEs in Sub Saharan Africa, both through directly investing in these businesses as well as through support of Venture Capital Funds who are well placed to provide finance as well as much needed</p>

	<p>non-financial value-add locally. The main objective is to contribute to (M)SME growth and, consequently, decent job creation, in SSA.</p> <p>The intervention of the programme will increase the contribution of innovative start-ups and early stage business in the region's economy, enhance business and Intellectual Property ownership, and grow the African regional and international innovation markets. Aside from job creation and bridging the finance gap for early stage entrepreneurs, Choose Africa VC has the objective to contribute to the 2X Challenge to increase gender balances, address social inclusion, and the objectives on climate change.</p> <p>The programme will (a) support companies with fast/exponential growth potential for job creation and economic development contribution; (b) enhance financing leverage snowball effect; (c) accelerate inclusive access to basic products and services for underserved population; and (d) explore low-carbon alternative solutions.</p>
Windows Covered	MSMEs
Types of instruments	Equity investments into early stages enterprises and VC Funds
Expected leverage ratio	2.4

23.2 Impact+ Risk Sharing Mechanism - Proparco

EU budgetary guarantee programme	EFSD+ Guarantee
Date of Board Opinion	Operational Board of 15-16 December 2022
Lead FI	Proparco
Maximum EFSD+ Guarantee amount	INTPA: EUR 148 million
Expected total investment to be generated	EUR 925 million
Objectives and expected results	The "Impact+" programme aims to encourage FIs to offer underserved and riskier MSMEs with adapted financing, by: i)

	<p>partly compensating the lack of collateral and incite FIs to lend to them, particularly in the riskiest sectors; ii) reducing the credit risk and improving the FIs' perception of the risk associated; (iii) improving the risk-return profile; and iv) allowing intermediaries to acquire experience and market knowledge vis-à-vis MSMEs which are necessary for FIs to better address this clientele through the development of adapted financial services</p> <p>The purpose of the Impact+ programme is to support the development of MSMEs that suffer from a larger financing gap and which are most underserved: those operating in fragile states and volatile / uncertain environments or in such sectors as social sectors, green businesses, agricultures, etc., or when owned by women and youth. The programme will also contribute to social well-being and reduction of social imbalances (including gender inequality) while also strengthening climate resilience and adaptation capacities.</p>
Windows Covered	MSMEs
Types of instruments	Portfolio guarantees of MSME loans
Expected leverage ratio	1 : 6.3

23.3 Liquidity Accelerator Fund (LAF) - Proparco

EU budgetary guarantee programme	EFSD+ Guarantee
Date of Board Opinion	Operational Board of 15-16 December 2022
Lead FI	Proparco
Maximum EFSD+ Guarantee amount	INTPA: EUR 19.2 million
Expected total investment to be generated	EUR 96 million
Objectives and expected results	The "Liquidity Accelerator Fund" (LAF) programme will allow commercial investors to allocate a new portion of their savings under management to impact private equity in emerging markets and as such fulfil the goal of mobilizing private finance

	<p>towards the SDG agenda (and most particularly SDG 17 – Partnerships). The guarantee provided by this programme will act to enhance the attractiveness of private equity funds in emerging markets to private investors in order to increase the inflow of capital in funds, and in turn in SME growth and development.</p> <p>The programme will involve the creation of a secondary fund to animate the liquidity ecosystem, offering three core benefits for private investors:</p> <ul style="list-style-type: none"> - A partially de-risked product thanks to a seed portfolio brought by Proparco and a 20% junior tranche with the support of EFSD+. - A secondary fund investing at the end of the investment period while value creation is yet to be reaped, allowing higher IRRs. - Liquidity instruments to boost the recycling of private investors' capital in new initiatives. <p>This programme will act, via the structuring of the LAF Fund and the potential technical assistance envelope, to:</p> <ul style="list-style-type: none"> - Bring in liquidity solutions to private investors - Reduce the risk perception by giving the opportunity to private investors to get accustomed to the private fund environment in EMs - Reduce the time spent by GPs for fund raising and thus give way for them to concentrate their efforts on portfolio management and building closer relationships with their clients.
Windows Covered	MSME
Types of instruments	Indirect investment into private equity funds
Expected leverage ratio	1 : 5

24.1 Guarantee Facility for Sustainable Cities – UNCDF/UNDP

EU budgetary guarantee programme	EFSD+ Guarantee
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Date of Board Opinion	Operational Board of 15-16 December 2022
Lead FI	UNCDF/UNDP
Maximum EFSD+ Guarantee amount	INTPA: EUR 154 million
Expected total investment to be generated	EUR 668 million
Objectives and expected results	<p>The overall objective of the “Sustainable Cities” programme is to promote sustainable urban development through city friendly guarantees. This is a missing link that will have a catalytic effect on sustainable transformation of rapidly growing cities in developing countries. It will have a positive impact on two key goals 1) Effective climate resilient low-carbon economy and society, and 2) Smart (digital), sustainable and inclusive economic and social development and growth, which are aligned with all three EFSD+ overarching priorities – Green Deal, Global Gateways, and Jobs and Sustainable and Inclusive Growth.</p> <p>The involvement of the EFSD+ guarantee will materially contribute to resolving a structural blockage holding up the transition to a sustainable healthy and prosperous planet. In many developing countries domestic capital markets are not yet fit for purpose to provide long-term local infrastructure finance and the risk-return ratio from international capital is limiting its involvement. There is also limited capacity on sovereign balance sheets to borrow from DFIs, particularly as fiscal space is constricted post-covid and interest rates are now rising. This market failure is documented in the above-mentioned reports.</p> <p>The programme will help to open new routes for capital deployment through recycling of domestic institutional funds and where appropriate blending with domestic local fiscal resources and with international capital. This will improve the liquidity and depth of domestic capital markets. It will provide an additional boost to economic stability. Most importantly it will provide finance at the right price and volume for the truly transformative infrastructure that can bring about piped water, public transport and other critical services to both boost the economy and protect the planet.</p>
Windows Covered	Sustainable Cities
Types of instruments	Counter-Guarantees
Expected leverage ratio	1 : 4.3

