

Virtual Pre-validation Workshop of the Needs-Based Finance Project

Regional Climate Finance Strategy for Central Asia and South Caucasus

Session 3: Climate Finance Mobilization and Access Strategy

Session 4: Country input for strategy development

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Session Outline

Session 3: Climate Finance Mobilization and Access Strategy (10 min)

- Introduction of the approach, elements and development process of the regional climate finance mobilization and access strategy

Session 4: Country input for strategy development (55 min)

- Each country will be invited to provide suggestions for strategic approach to promote climate finance mobilization and access on the regional level as well as other key points to highlight to develop the strategy.
- Guiding questions



I. Introduction

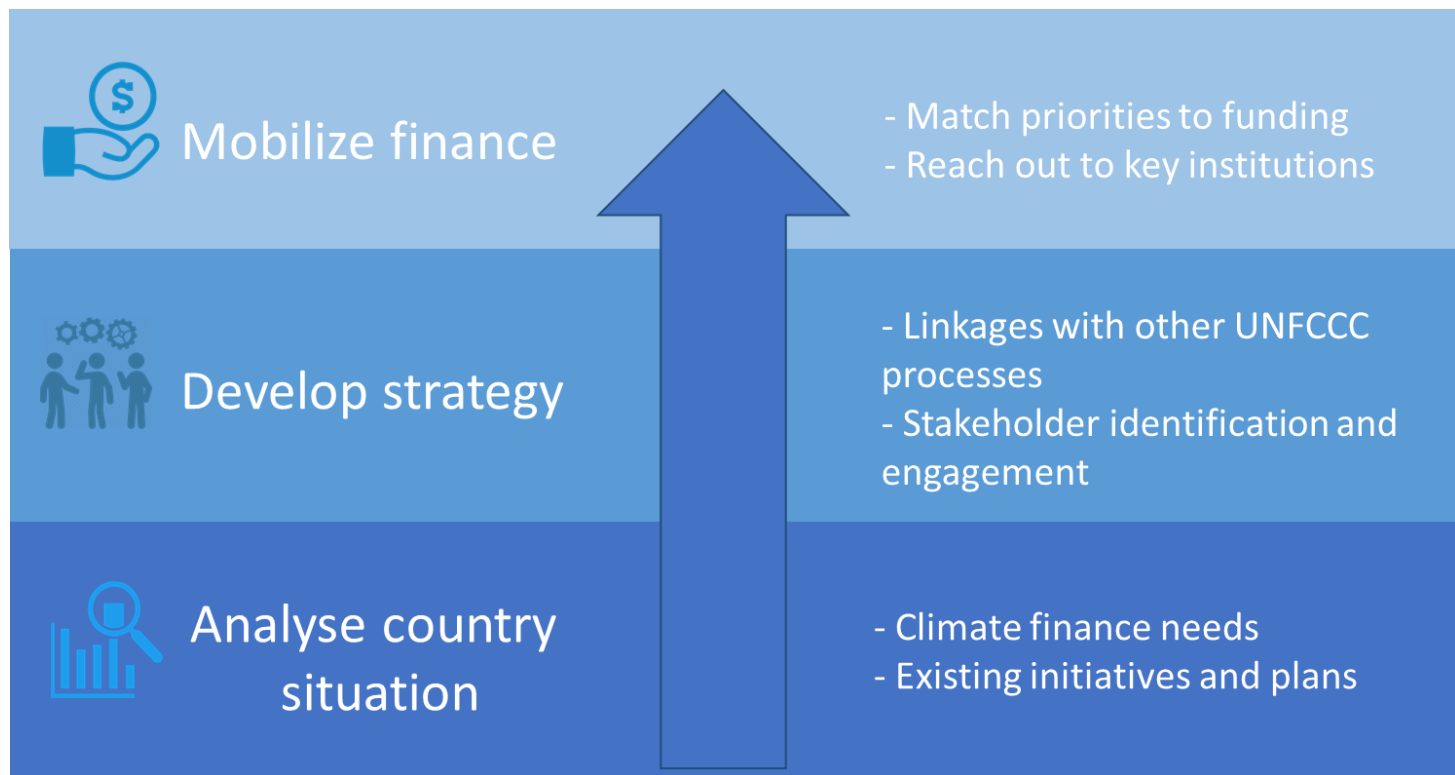
Climate Finance Mobilization and Access Strategy

Approach, elements and development process of the regional climate finance mobilization and access strategy



A COP mandate and process

Needs-based finance (NBF) project* aims to **facilitate the access and mobilization** of climate finance for the implementation of priority mitigation and adaptation needs identified by developing countries, in accordance with goals outlined in their NDCs, national adaptation plans and other relevant policies and strategies.



*Long-term climate finance, 6/CP.23, paragraph 10

Methodologies

SUPPLY/DEMAND DRIVEN CLIMATE FINANCING

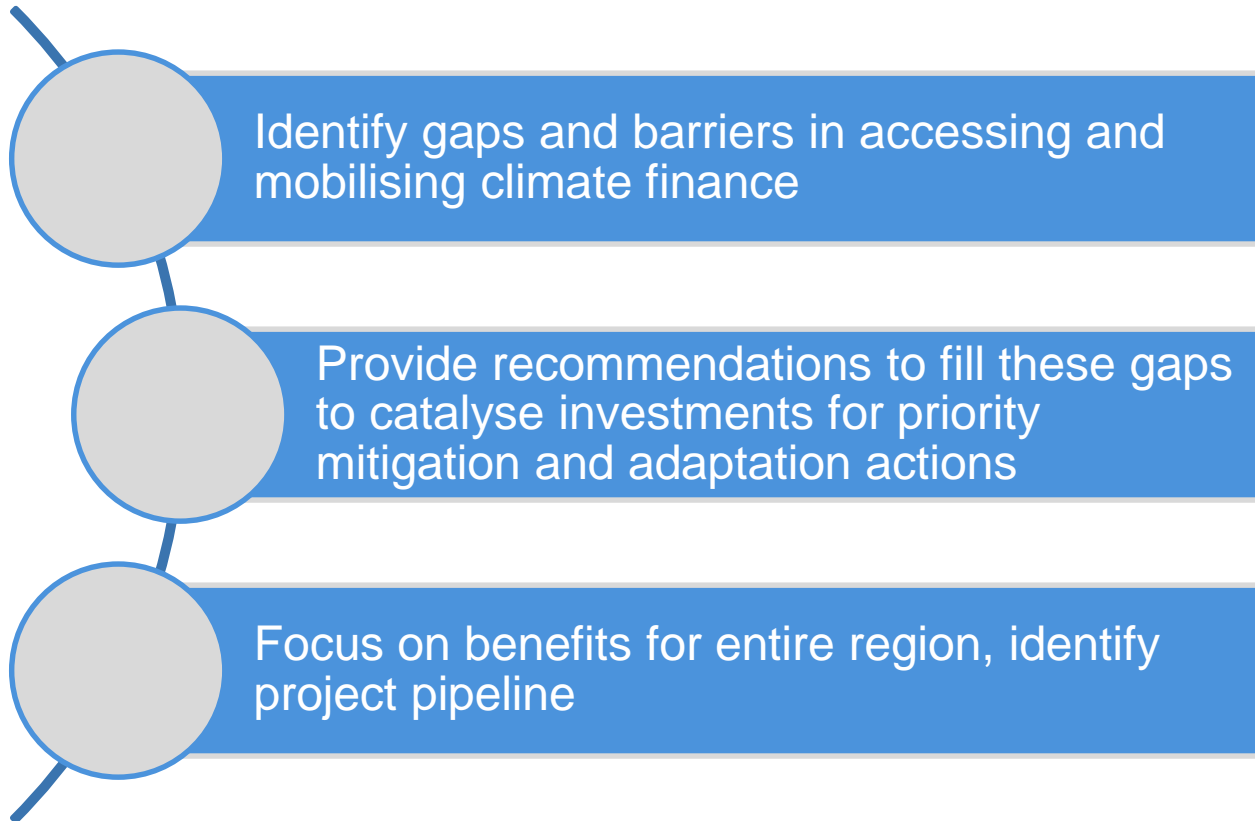


- The **Technical Assessment** of Climate Finance in Central Asia and South Caucasus (CASC) is aimed at informing and thereby facilitating the development of an CASC **Climate Finance Mobilization and Access Strategy**.
- By assessing the supply of, and demand for, climate finance, the project provides an evidence-based framework strategy that will enable the Central Asia and South Caucasus countries to mobilise climate finance at scale and in a country-driven manner.



Technical assessment on climate finance

- **Objective:** Help develop Climate Finance Mobilisation and Access Strategy



Central Asia and South Caucasus Climate Finance Mobilization and Access Strategy

The CASC Climate Finance Strategy be:

(1) Succinct

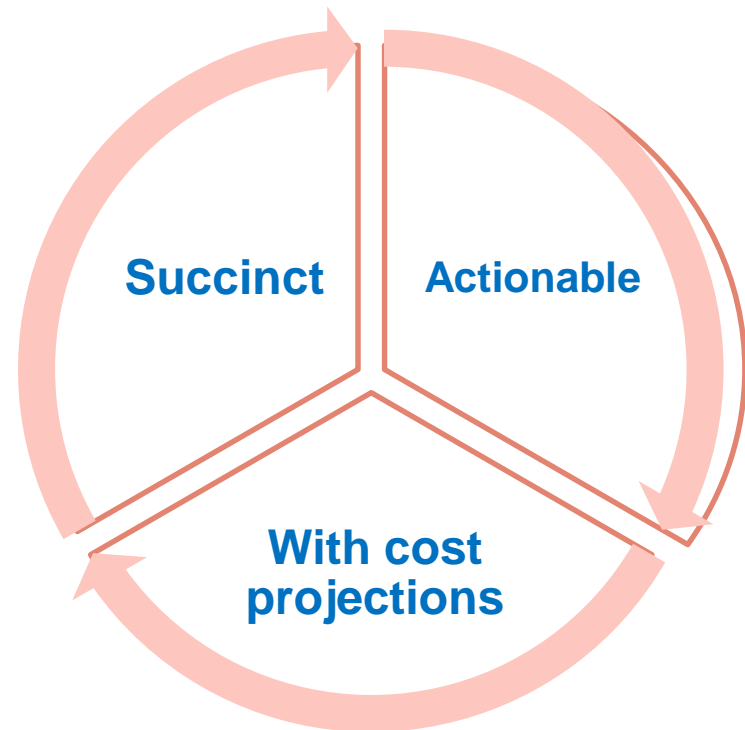
4-5 pages, with other relevant technical information in annexes

(2) Actionable

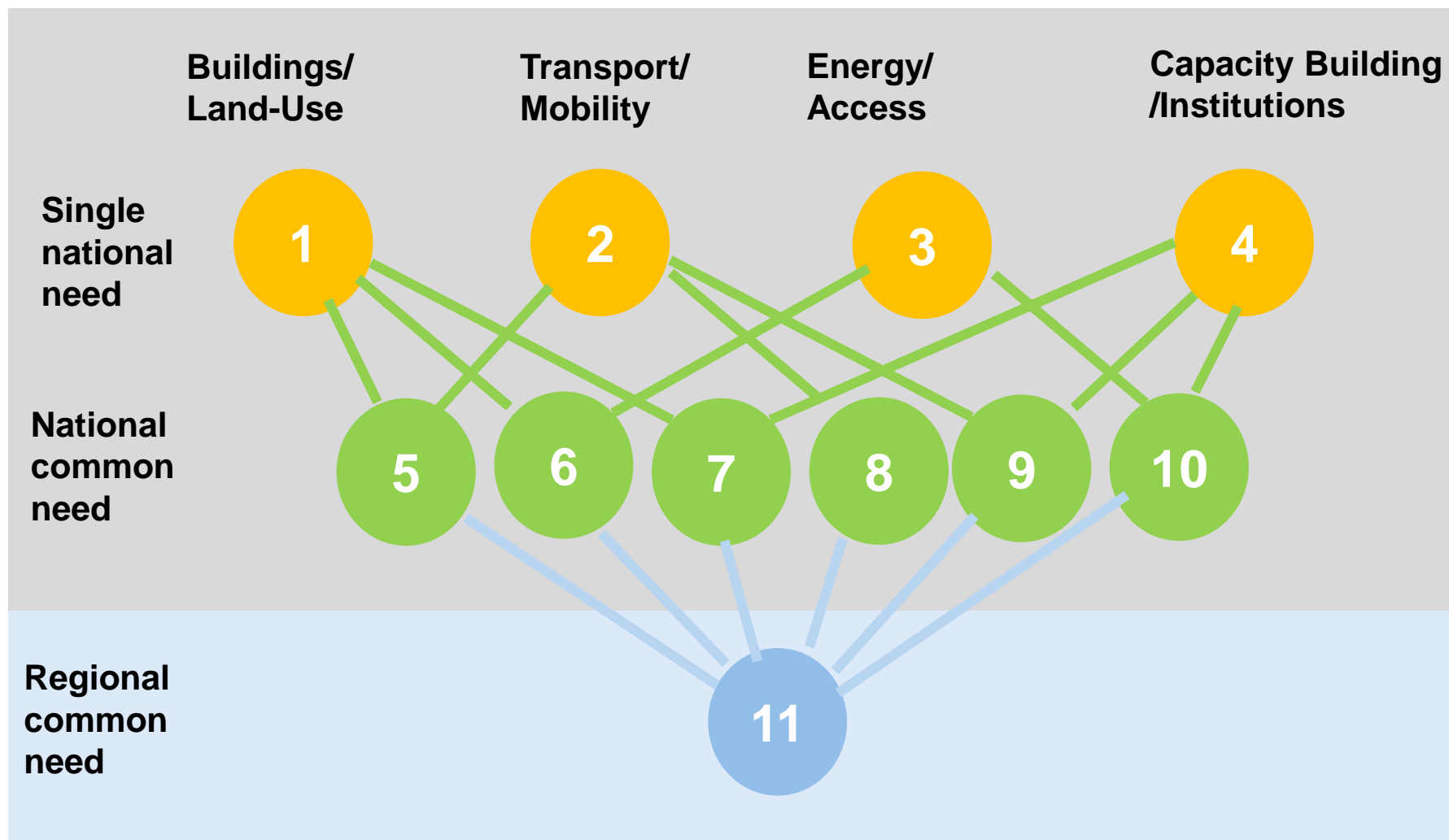
By CASC-Asia countries, key sectors, potential contributors

(3) With indicative cost projections

Demonstrate how indicative cost projections came about; validate cost estimates



Regional (common to all) Climate Finance Needs



Draft outline of the Climate Finance Mobilization and Access Strategy

1. Introduction

2. Principles

- Reinforcing the whole-of-government approach
- Policymaking and planning
- Accelerate transformation
- Targeted support
- Attracting climate finance inflows

3. Finance needs

- Mitigation
- Adaptation

3. Strategic Pillars and Actions

- Priority sectors
- Mobilizing public finance
- Catalysing private finance
- Policy cohesion
- Financial innovation and mechanisms
- Capacity building
- Transparency and integrity

5. Institutional arrangements and governance



Documents that will be produced for your review and feedback

- Technical Assessment on Climate Finance – diagnostic of current situation
- Pipeline of priority projects and or initiatives
- Outline and pillars of the Central Asia and South Caucasus Climate Finance Mobilization and Access Strategy



Validate, by email, conference calls, and then final workshop



Methodologies

The approach focuses on the following:

- Assessment of the country and regional climate finance flows, and priority climate finance and investment needs;
- **Development** of an all-inclusive “Central Asia and South Caucasus Climate Finance Mobilization and Access Strategy”;
- **Endorse** the strategy at the highest political level;
- Facilitate the **identification** of climate finance instruments and bankable projects pipelines, for implementation, financial closure and delivery;
- **Catalysing** access to climate public and private finance at the international and domestic level.



II. Country input for strategy development

Suggestions for strategic approach to promote climate finance mobilization and access on the regional level

Other key points to highlight to develop the strategy.



Discussion guide questions

Guiding questions:

- Do you have any further feedback to the technical assessment or process for the design and development of the climate finance strategy for the region?
- Which strategic elements (financial instruments, institutional arrangements, policies, best practices, etc.) would you recommend being included in the strategy chapter?
- Given the determined barriers to accessing climate finance, what areas of capacity-building should be of focus with the climate finance strategy?



Discussion guide questions

Guiding questions (cont.):

- How should a pipeline of priority climate projects/investments/transactions/facilities/initiatives be developed and how it could further be promoted?
- What do you envision is needed for the coordination and implementation of a regional climate finance strategy?
- Are there specific considerations for the implementation modalities?
- Which regional actors should be included in the strategy?



Key stakeholders identified in technical assessment

Sub-regional	Regional
Regional Environment Centre – Caucasus	AsDB
	EBRD
	IFAD
Regional Environment Centre – Central Asia	CAREC
	UNDP
	UNECE
	UNESCAP
	World Bank



Additional key stakeholders to involve in the project?

Regional	Sub-regional	Bilateral	International, UN
ADB	Regional Environment Centre – Caucasus	Germany – GiZ, BMU, IKI, KfW	World Bank Group
EBRD		Austria	GCF
CAREC		Japan - JICA	AF
Asian Infrastructure Investment Bank (AIIB)	Regional Environment Centre – Central Asia	EU	GEF
IsDB		USAID	IRENA
Eurasian Development Bank (EDB)		SDC-Swiss	OECD
		Korea - KOICA	UNDP
			UNEP
			FAO
			IFAD
			UN ECE
			UNIDO



Thank You

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