

# NEEDS BASED FINANCE

ISLAND STATES OF THE INDIAN OCEAN

# ISIO Needs Based Finance project

- A collaboration amongst the 6 Island States in the Indian Ocean: Comoros, Madagascar, Maldives, Mauritius, Seychelles & Sri Lanka, led by Maldives, supported by UNFCCC Secretariat under Needs Based Finance Project
- Objectives:
  - Increased adaptation action and capacity
  - Increased mitigation action and capacity
  - Strengthened institutional and technical capacity to access climate finance and effective implementation;
  - Empower ISIOs to position our needs at the forefront of climate finance mobilization and access.

- Images: [http://commons.wikimedia.org/wiki/Main\\_Page](http://commons.wikimedia.org/wiki/Main_Page)

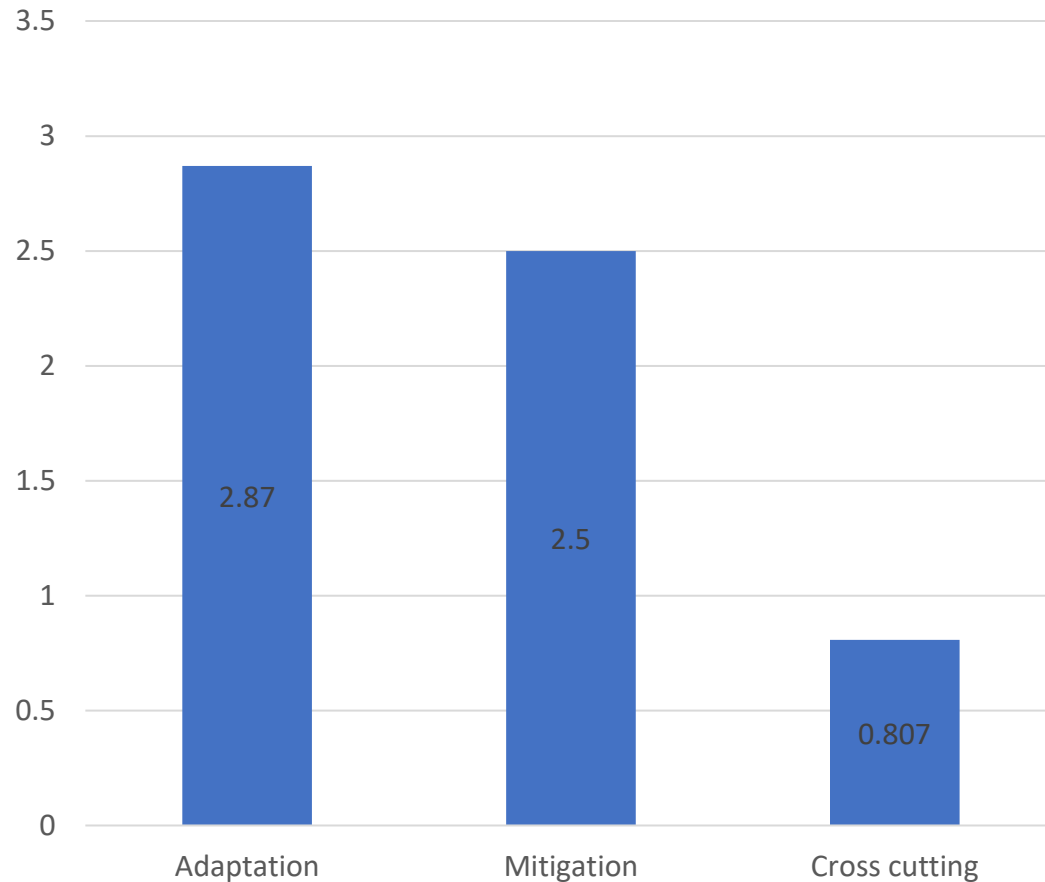




## Highlights

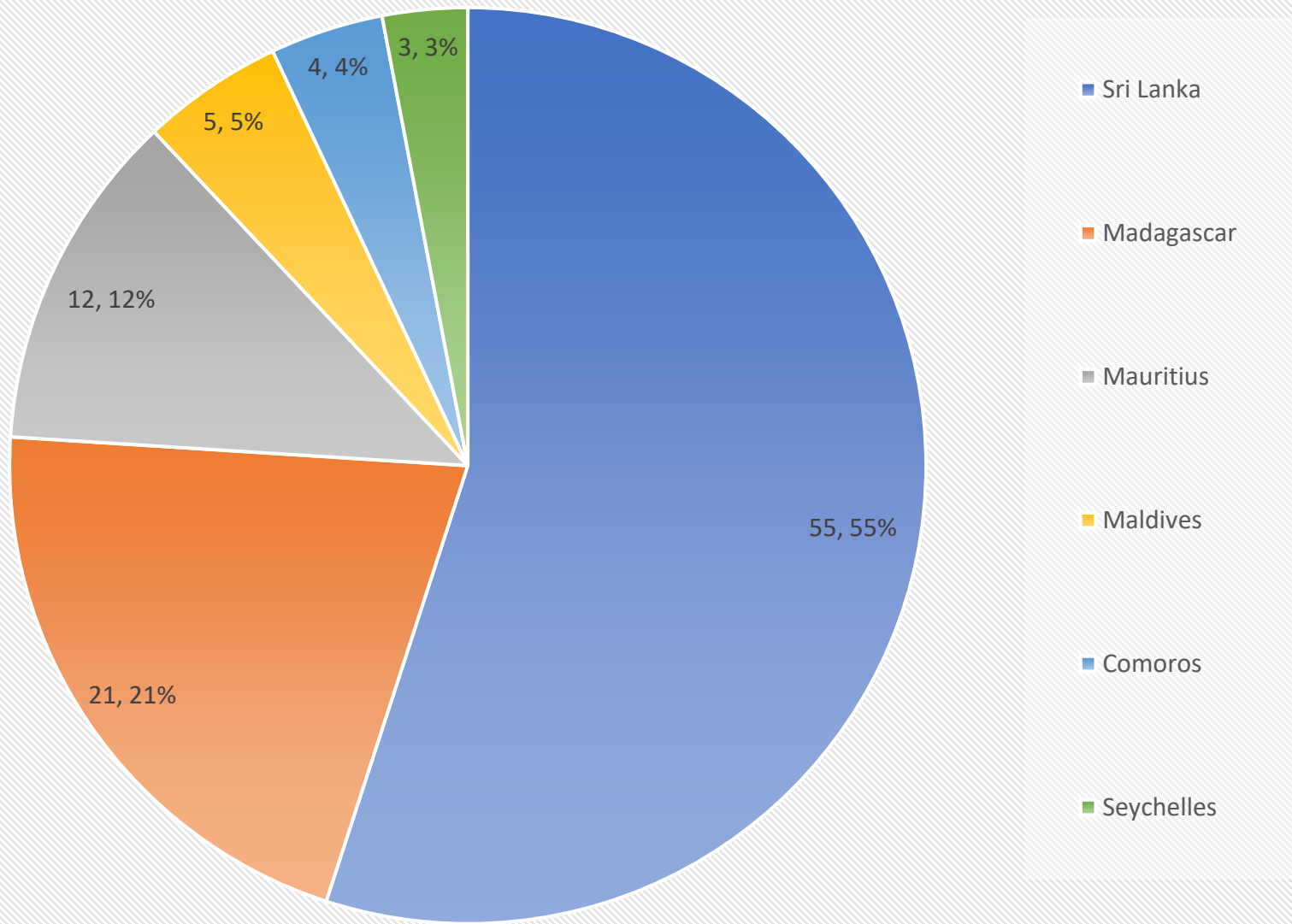
- Technical Workshop (March 2020)
- Preparation and validation of **ISIO Climate finance mobilization and access strategy for island States in the Indian Ocean (2022–2025)** and technical annexes
- Training workshop on climate finance mobilization and access Needs-Based Finance Project, 23 – 26 May 2022, Maldives

# Climate Finance Flows to ISIO



- USD 6.18 billion public climate finance between 1991-2020
- 62.7% loans, mostly to Mauritius and Sri Lanka.

# Share of ISIO climate finance



# Priority Needs of ISIO

- Mitigation:
  - Energy
  - Transport, Waste, Forestry and land use, Agriculture and Industry

**Table 19**  
Priority sectors in mitigation for the island States in the Indian Ocean

	Energy	Transport	Agriculture	Industry	Forestry and land use	Waste
Comoros	✓		✓		✓	
Madagascar	✓		✓		✓	✓
Maldives	✓	✓				✓
Mauritius	✓	✓	✓	✓	✓	✓
Seychelles	✓	✓				
Sri Lanka	✓	✓		✓	✓	✓





# Identified capacity building needs

- Data, monitoring and research
- Access to finance
- Private sector engagement
- Transparency
- Governance and regulation
- Informational, Institutional, Technological, Regulatory, and Financial capacity needs



## Quantified needs

- **Available quantified needs for the region:**
  - USD 49.6 billion.
- **Overall Quantified Needs by Type of Support:**
  - Mitigation: USD 10 billion
  - Adaptation: USD 33 billion
  - technology and capacity building: USD 7 billion

**Table 25**  
Estimated volume of finance needed to 2030 for the ISIO region  
(USD billion)

	Finance needs for mitigation	Finance needs for adaptation	Finance needs for technology and capacity-building
Comoros	0.3	0.375	–
Madagascar	6.4	28.7	7.016
Maldives	1.001	–	–
Mauritius	2.0	4.5	–
Seychelles	0.309	0.295	–
Sri Lanka	–	0.057	–
<b>Total</b>	<b>10.01</b>	<b>33.927</b>	<b>7.016</b>

Source: Comoros NDC (2016); Madagascar NDC (2016); Maldives NDC (updated in 2020); Mauritius NDC (2016); Seychelles NDC (2015); Sri Lanka NDC (2016); Sri Lanka NAP (2016)



# ISIO Strategy 2022- 2025

- Six strategic areas for collaboration:
  1. Scaling up climate finance for adaptation
  2. Partners and sources of finance
  3. Capacity-building and awareness-raising
  4. Enabling policies
  5. Institutional arrangements
  6. Measurement, reporting and verification and transparency



# Looking ahead- translating priorities into action

- Political endorsement of Strategy
- Presentation of Strategy to possible financiers and project developers through an investor forum
- Development of regional collaboration projects to address common climate challenges
- Outreach to key public and private financing institutions to promote strategy
- MoU between ISIO states to formalize collaboration

# Thank you!

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