



Evidence.
Ideas.
Change.

Insights on finance for adaptation actions

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The scale of public concessional adaptation finance

	Annual average USD billion	Area of support				Financial instrument		
		Adaptation	Mitigation	REDD-plus ^a	Cross-cutting	Grants	Concessional loans	Other
Multilateral climate funds ^b	1.9	25%	53%	5%	17%	51%	44%	5%
Bilateral climate finance ^c	31.7	29%	50%	–	21%	47%	52%	<1%
MDB climate finance ^d	24.4	21%	79%	–	–	9%	74%	17%

Adaptation finance in concessional bilateral climate-related flows:



Adaptation finance in multilateral climate change fund flows:



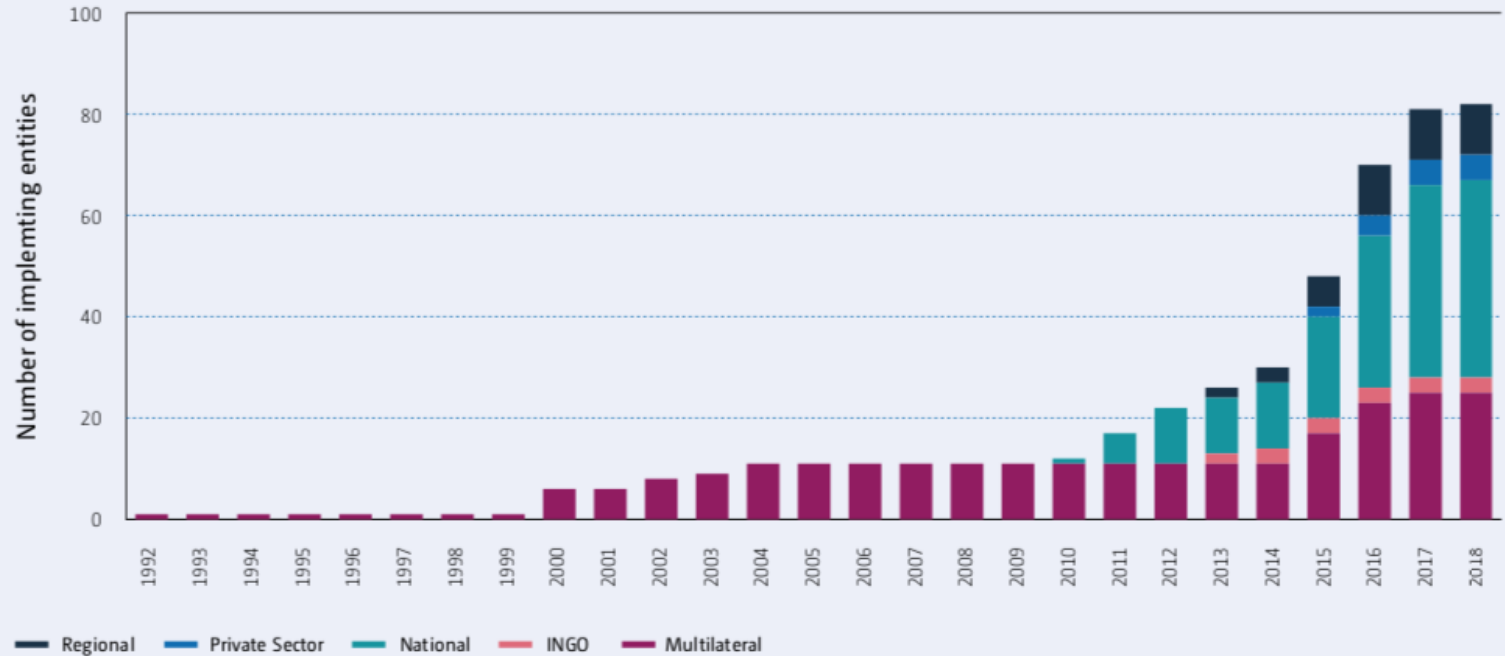
Adaptation finance in multilateral development bank flows:



Elements of effective climate finance (I)

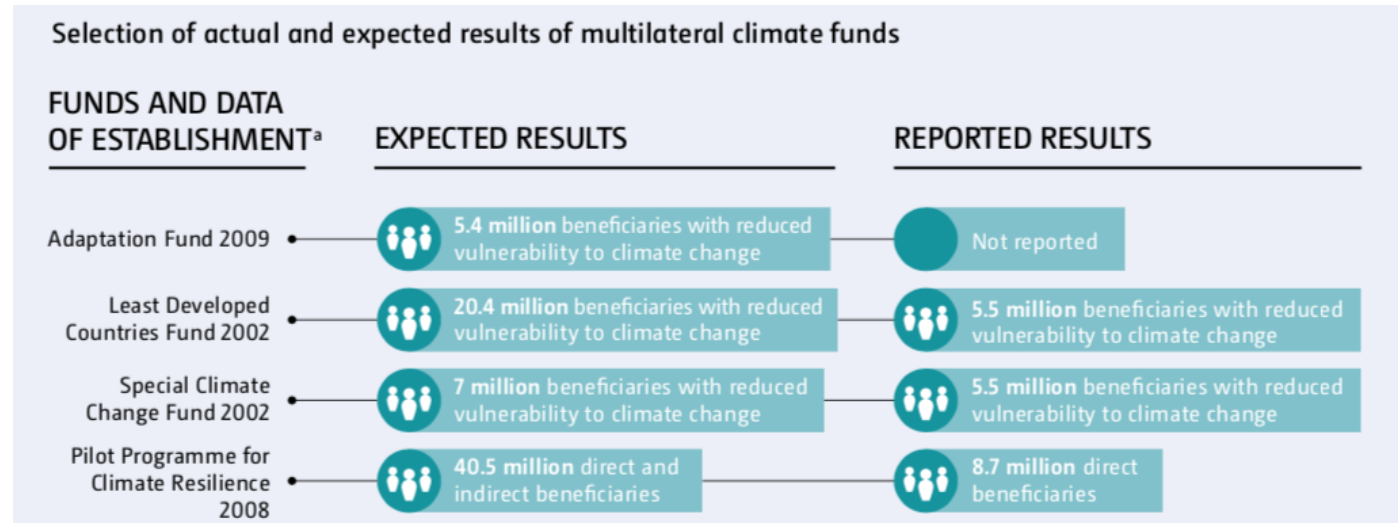
- **Ownership** remains a critical factor in the delivery of effective climate finance. There have been a number of efforts to build capacity to access and make strategic choices about how to use finance and oversee implementation
- Developing country institutions are increasingly able to meet fiduciary and environmental and social safeguard requirements for **access** to multilateral climate change funds

Implementing entities of dedicated multilateral climate funds, 1992-2018



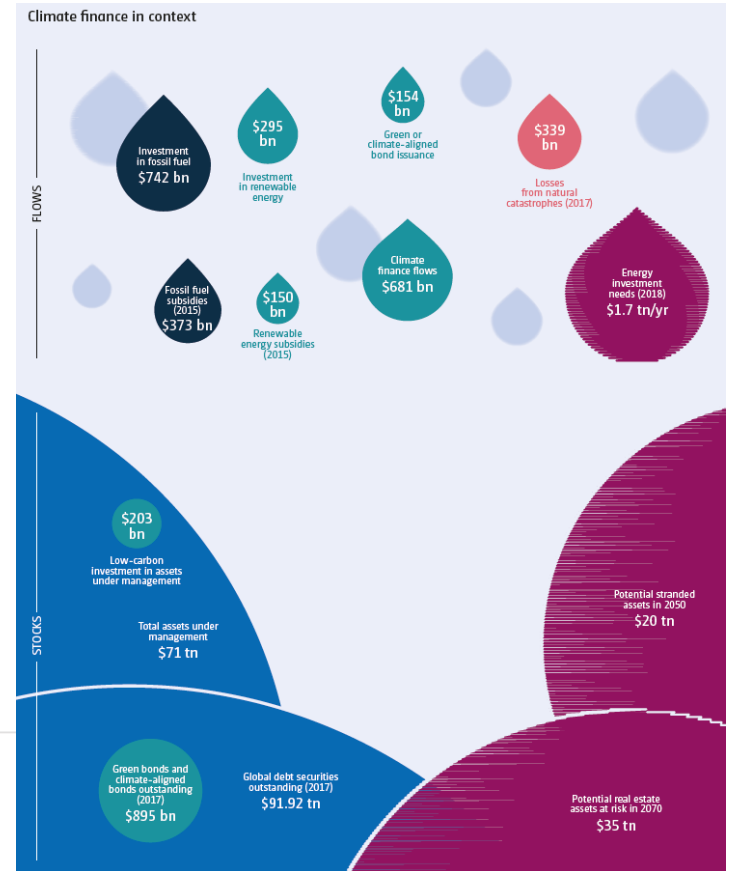
Elements of effective climate finance (II)

- Monitoring of the **impact** of climate finance has improved, but not uniformly



Considerations for the consistency of all finance flows

- Climate change could undermine financial and macroeconomic stability
- Considerations for:
 - Financial policy and regulation
 - Economic instruments
 - Information instruments



Source: BA, 2018



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