



# Working towards a financial system that enables the achievement of the goals of the Paris Agreement: the EU experience

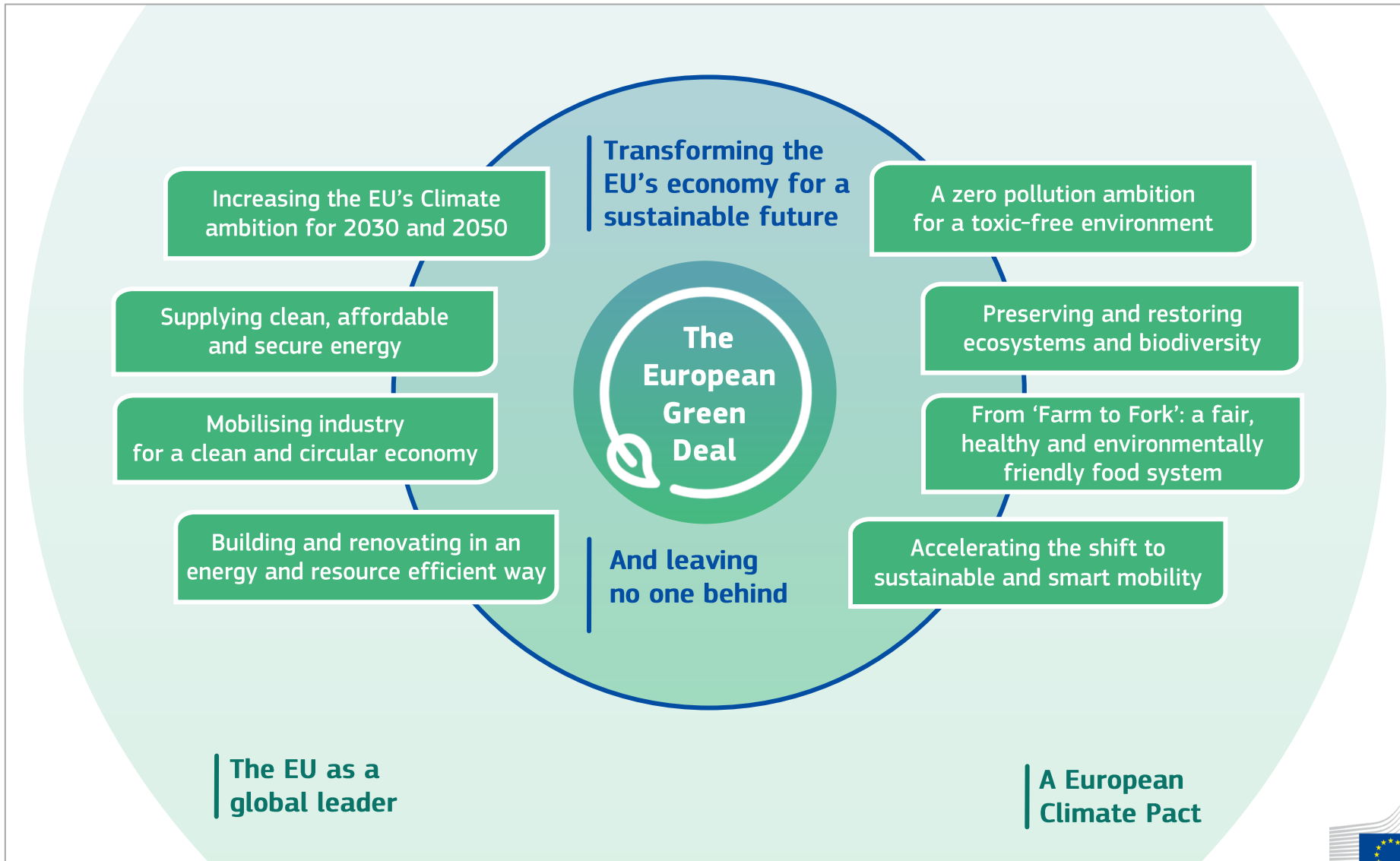
*Sharm el-Sheikh Dialogue  
2nd workshop 06 October 2024*

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Climate Finance, DG Climate Action  
European Commission**

# Bringing the financial system to support climate action

- Key lessons:
  - Clarity of domestic ambition and policies
  - Translating vision into action across sectors
  - Aligning finance flows at all levels

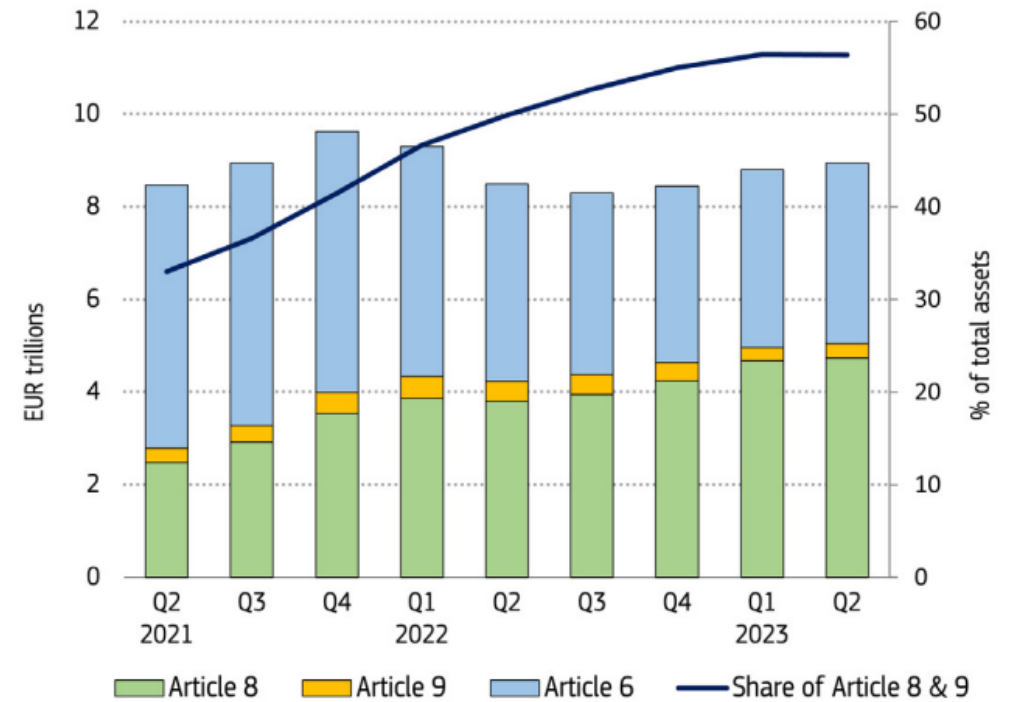
# The European Green Deal



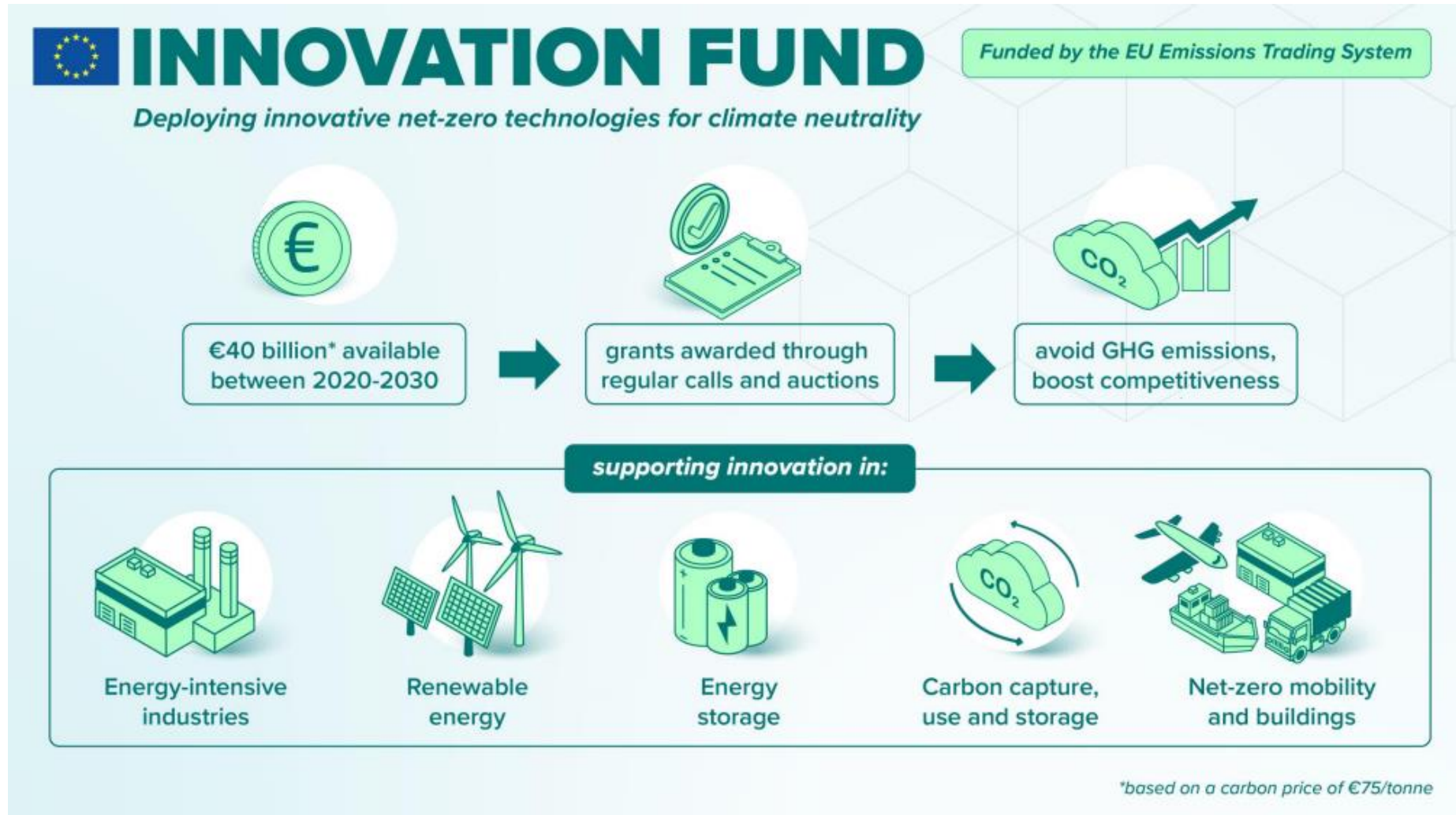
# The EU policy toolkit to making finance flows consistent with Paris agreement goals

- Climate law, “Fit for 55”, 2040 proposal
- The Green Deal Industrial Plan and the Net-Zero Industry Act
- Public finance – mainstreaming
- Private finance - sustainable finance framework

Assets Under Management by SFDR Classification

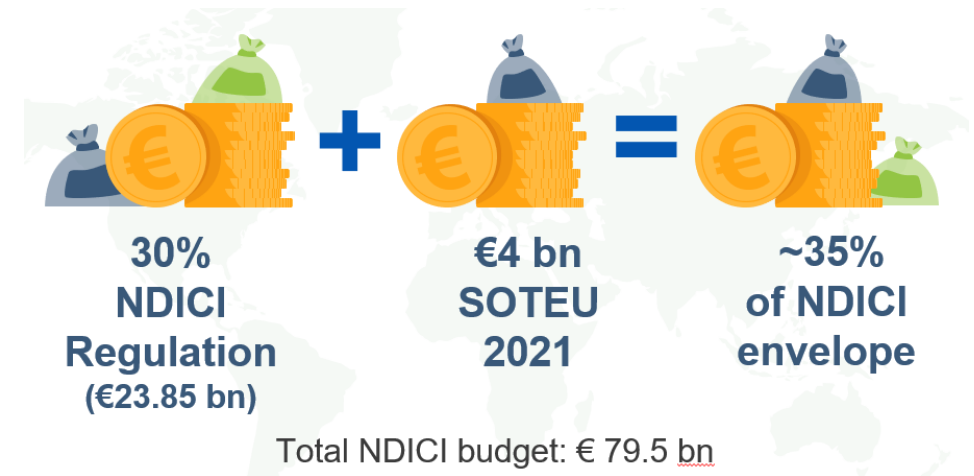


# An example of EU tool: the Innovation Fund



# The EU policy toolkit for making finance flows consistent with Paris agreement goals

- Public finance - mainstreaming spending targets and “do no harm”, Global Gateway
- Private finance – EFSD+, IPSF, HLEG, Global Green Bonds Initiative, Global Solidarity Levies Taskforce

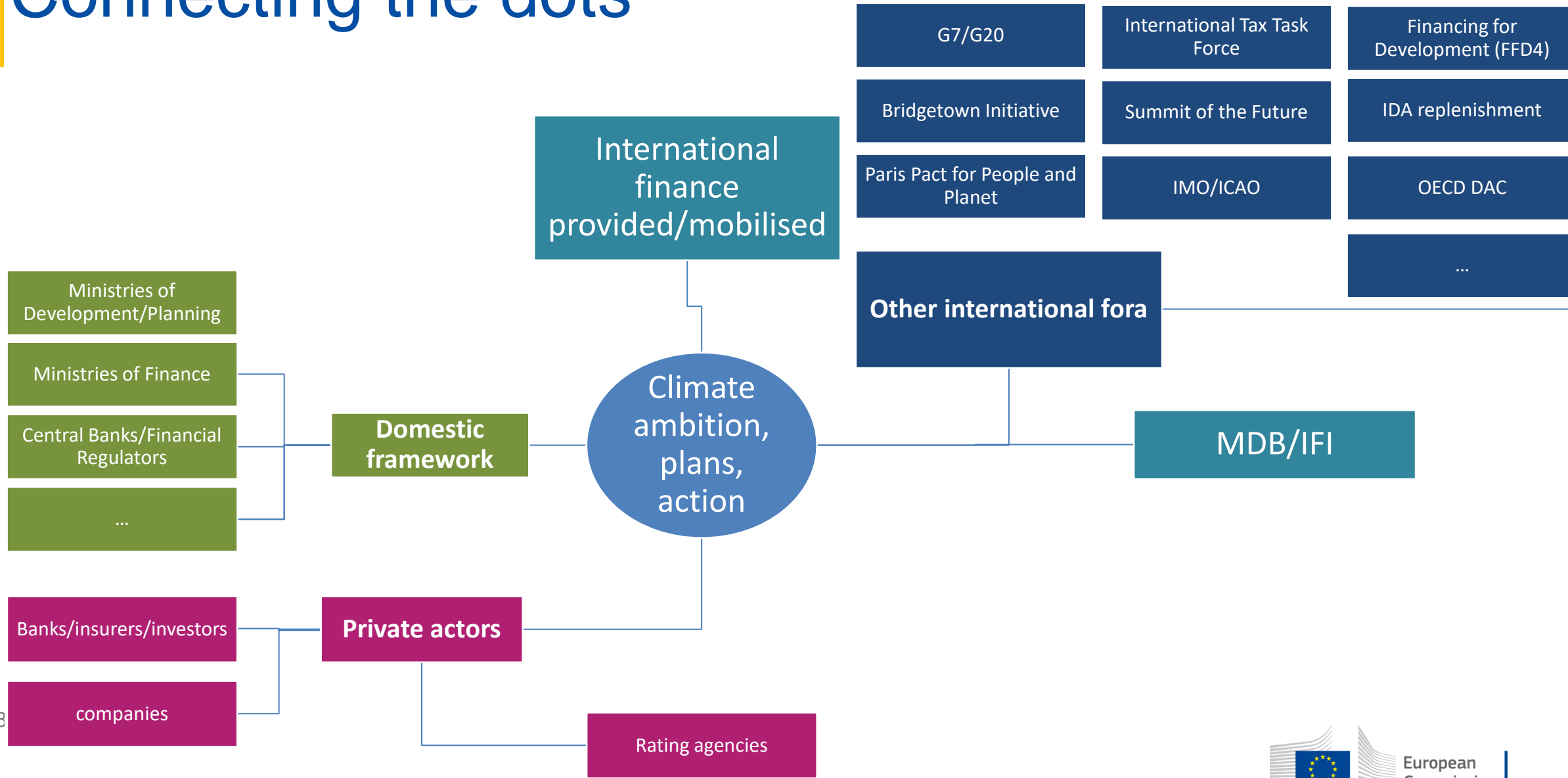


# An example of EU tool: EFSD+

- Blended finance
- EFSD+ guarantee for sovereign lending (EIB)
- Open Architecture Guarantees for private sector investment
- E.g. **EU Market creation facility**



# Connecting the dots







*Thank you*