

## SESSION 4 - Breakout group 2 (Innovative financing mechanisms and incentives)

### **Solutions/Opportunities:**

- Designing the process backwards (what are the needs of investors?)
- Speak the language of investors
- Choose a specific geography, pool resources and collaborate – facilitates replication (value chains)
- Regionalization as a strategy
- Blended finance vehicles (ex. Subnational Climate Fund (SnCF) Africa, SnCF MED)
- Promote incubators or innovative labs such as CPI Global Innovation Lab for Climate Finance
- Encourage entrepreneurship and innovation and link it to national level
- Ensure projects are designed around local needs by consulting key stakeholders on the ground
- Use public finance to derisk areas where there is less private sector appetite
- Create portfolios / offer portfolio approaches to investors