Group Discussion Outcomes

• Key questions:
  1. Key Issues
     – Significant risk to investors
     – Low supply of projects
     – Unfamiliar asset class, complexity of the ‘product’
Group Discussion Outcomes

• 2. Successful Examples of Financing.
  – Investments where there is confidence of returns
  – There has been significant investment in energy, transport sectors
    • These are seen as “easiest,” understood markets
  – Althelia example in AFOLU
    • Started as REDD+ Fund, but investors pushed for 50/50 split between carbon credits and other commodities
    • There are institutional investors already in place to support a fund!
Group Discussion Outcomes

3. Steps Forward
   – Identify ways to integrate banking expertise into project development at the early stage
   – Joint effort between banking and AFOLU sectors to:
     • Define the commodity/ies that LEDS produce
     • Define the mechanism through which it is transacted