Innovation in Carbon Finance
- An overview -

Kenta Usui, Climate and Energy Area, IGES
4 September 2013

4th workshop on enhancing the regional distribution of CDM projects in Asia-Pacific
You may want to ask...

“OK, my project is there. But how can I access the finance?”
Problem: Financiers do not always value low-carbon

Are there financiers that value low-carbon projects?

CDM

Voluntary markets

Domestic market schemes

Project participants

“Our project is good and reduces GHG. Can you finance it?”

Public Finance (e.g. government, international donors)

“Sorry, we have other priorities”

Private finance (e.g. Banks)

“What is the carbon credit thing?”

“What are more investments opportunities with higher return?”
Innovative financers that value low-carbon

An international fund (by Germany, Denmark and IFC) to finance climate change mitigation by leveraging private capital. Managed by Deutsche Bank.

A Japanese initiative that provides up-front subsidies for low-carbon projects in developing countries in exchange for acquisition of carbon credits.

A German fund that provides upfront start-up finance to CDM PoA.

Joint Crediting Mechanism

“Future of the Carbon market” foundation

and others...
Overview of this session

• Presentation by Ms. Malin Ahlberg, Director of the Management Board of Future of the Carbon Market Foundation“(15 mins)

• Discussion (25 mins):

How can you access the finance for low-carbon project?