Financing for Low Carbon Technology Transfer to SMEs in developing countries

ISAP 2014
Parallel Session

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JICA’s experience in support for promotion of Energy Efficiency (EE) by SMEs in India

(1) To provide long term loans with lower interest rate under local financial system
(2) To provide technical assistance in
   @Awareness rising on EE and Technical info. sharing among SMEs
   @Preparation of eligible EE equipment list
   @Training for financing examination (appraisal) on EE
Financial Scheme

SIDBI: Small Industries-Development Bank of India

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15 years repayment
5-10 years repayment

Revolving

JICA ➔ ¥ ➔ SIDBI ➔ IR ➔ SME ➔ SME ➔ SME ➔ SME
End users/Beneficiaries

- Financing more than 3,000 SMEs, including Automobile, Garment, Food processing, Steel, pharmaceutical, printing industry
- EE awareness raising and technical information seminars/activities for Industry associations, certified public accountants, energy auditors almost every month for 3 years
- End users have achieved about 35% energy savings in average
Business matching: future planning

• Target (domestic and international)
  - SMEs
  - EE equipment suppliers to SMEs
  - Companies which purchase products from SMEs
  - Financial institutions focusing on SMEs & EE

• Method
  - Technical information seminars & study tours under technical assistance
Thank You For Your Attention!
Arigatou Gozaimasu!