



*cutting through complexity™*

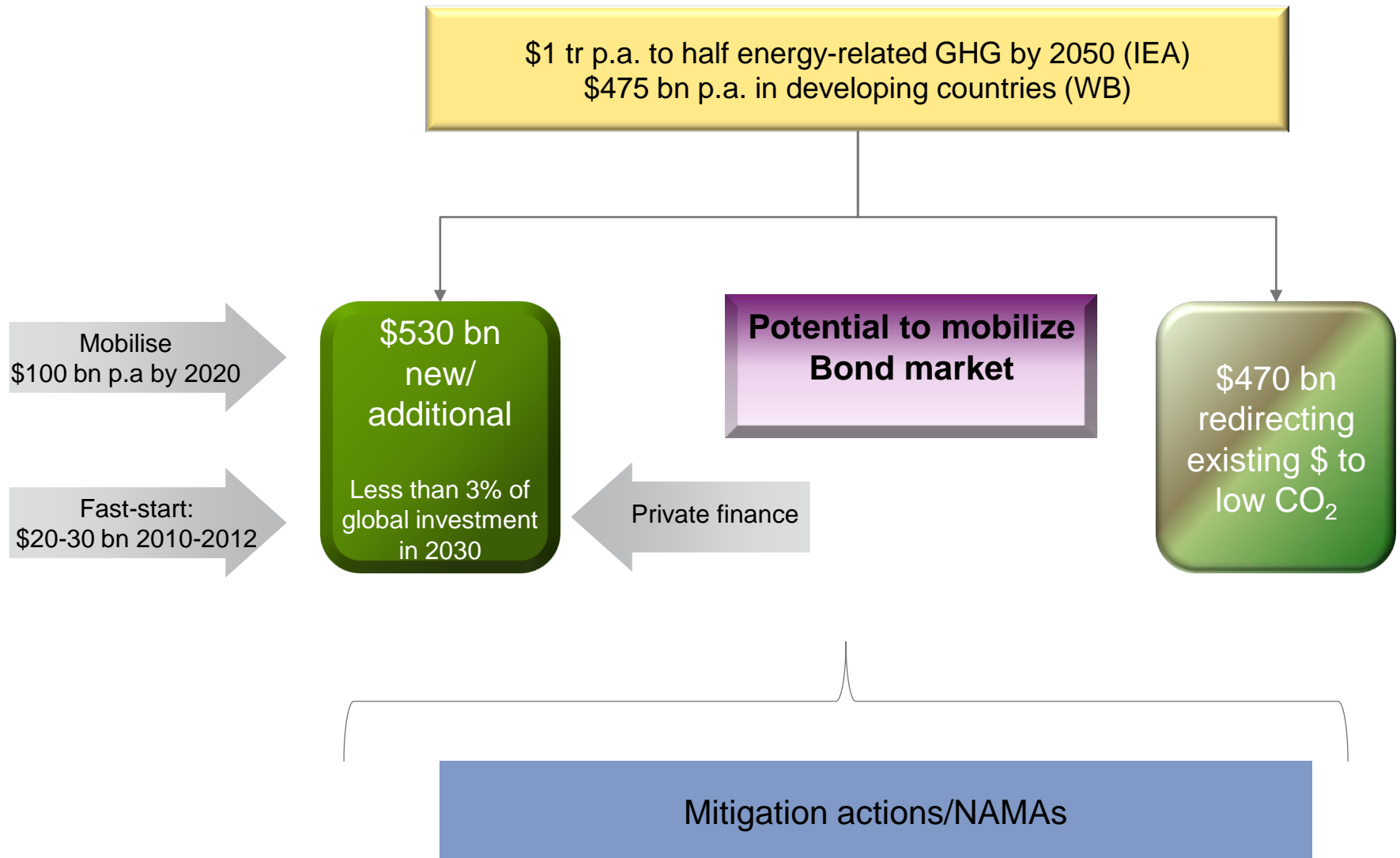
# ***Ensuring implementable and financeable NAMAs: The role of public-private partnerships***

Yvo de Boer

Special Global Advisor on Climate Change and Sustainability, KPMG

June 2011

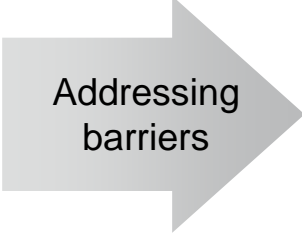
# Mobilizing private finance is key to addressing climate change



# Challenges of making private finance flow

## Barriers to finance

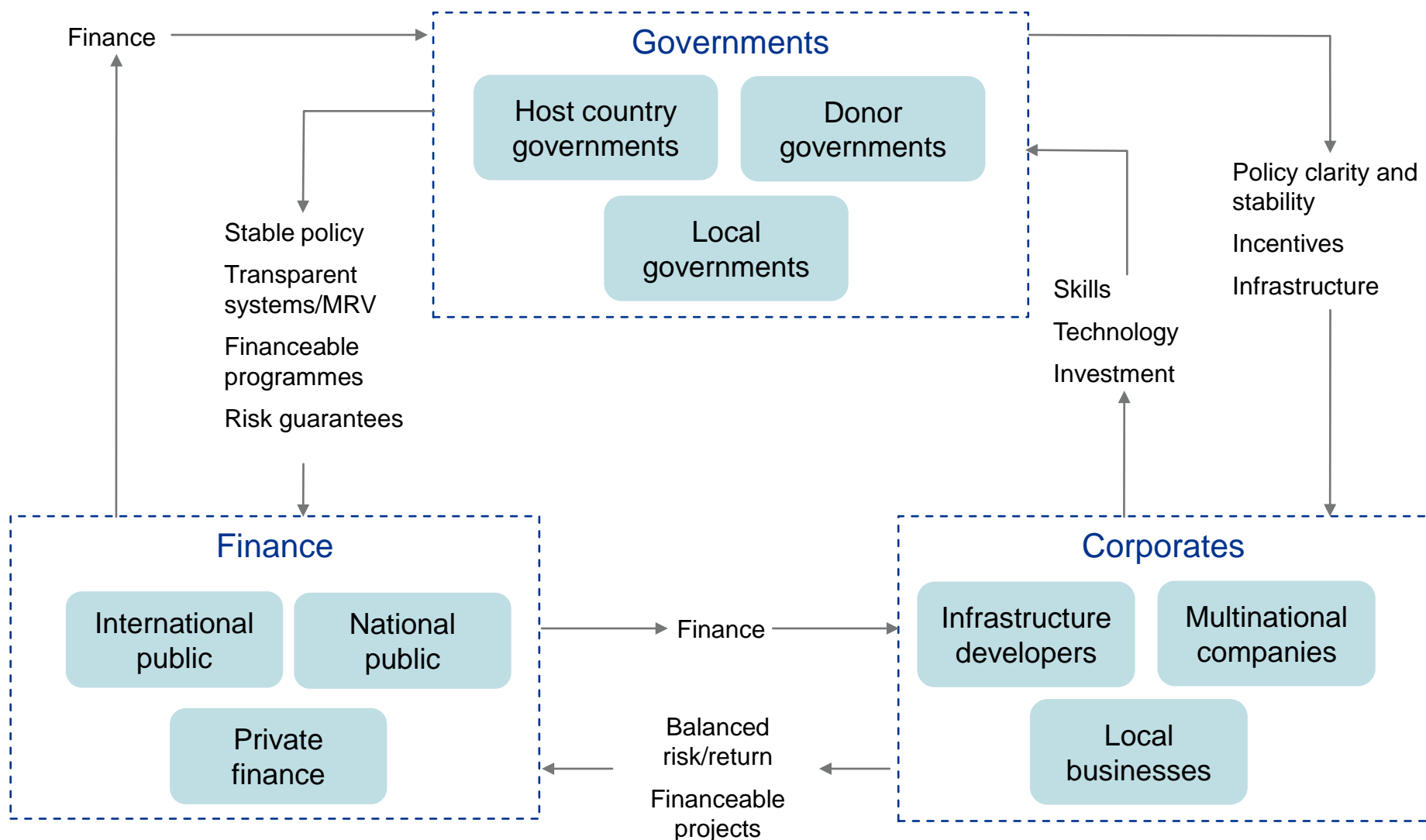
- NAMA plans are not concrete
- No policy security
- Lack of financeable projects/programs
- Low local capacity
- Unbalanced risk/reward
- Liquidity
- Long-term investment commitment required



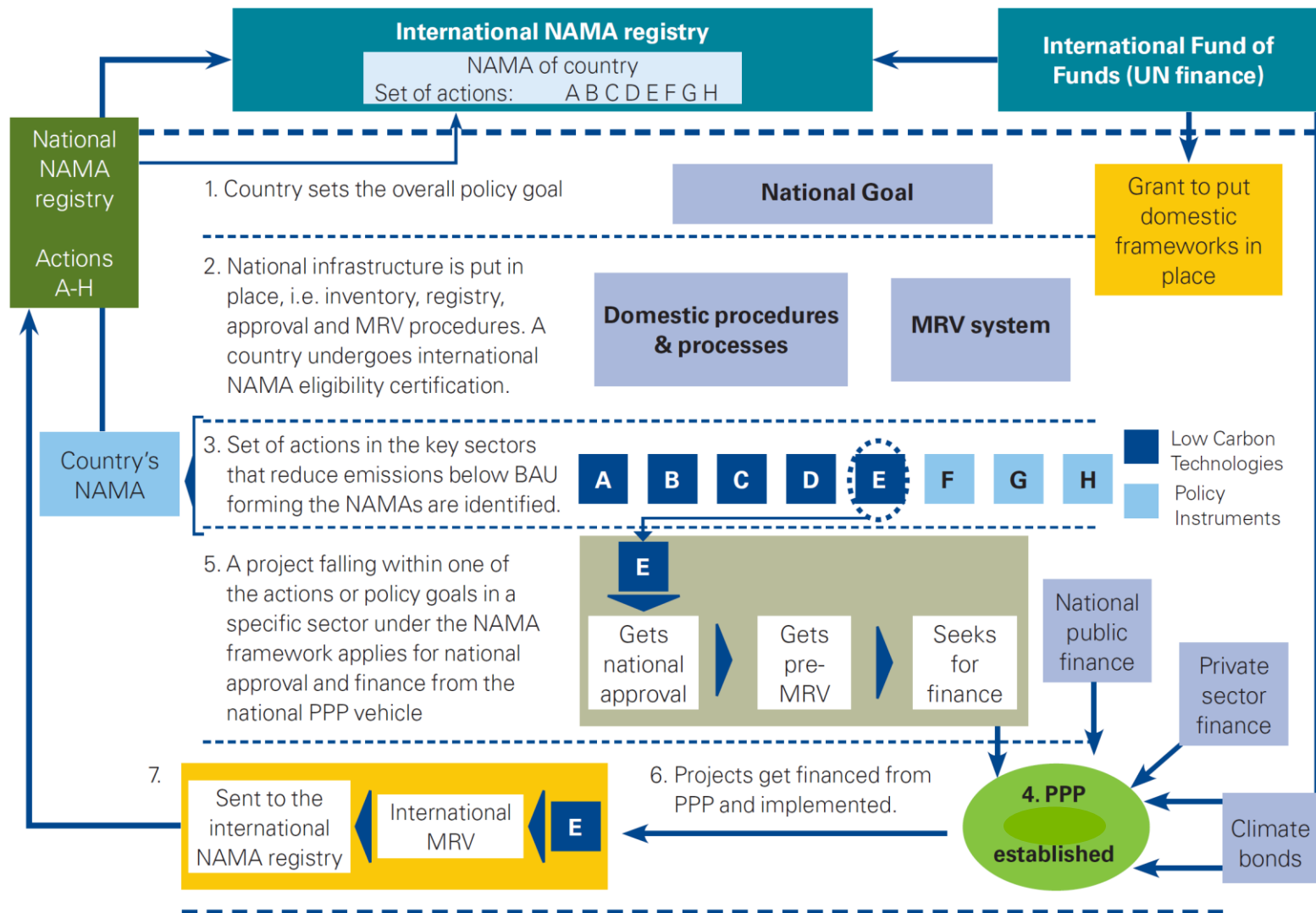
Addressing  
barriers

- Secure policy
- Improve risk/reward matrix:
  - use market mechanisms
  - project aggregation
  - guarantees
  - cheap debt
  - apply business mechanisms
- Educate investors
- Build local capacity
- Transparent systems/MRV
- Develop financeable propositions

# Public-private cooperation is essential for mobilizing private investment: The need for effective partnerships



# Mobilizing private finance through Public Private Partnerships



# Summary

- **Private sector investment is imperative for meeting the financing and technology needs**
- **To mobilize private finance need to turn NAMAs from ‘paper tigers’ into financeable propositions**
- **Public-private partnerships are key for addressing the barriers to financing**
- **Implications for the Global Climate Fund:**
  - Strong focus on addressing the barriers to market finance
  - Create opportunity for business to provide input to the discussions on what needs to be financed to remove the barriers to investment
  - PPPs financing – opportunity to leverage GCF investment



*cutting through complexity™*

© 2011 KPMG LLP, a UK limited liability partnership, is a subsidiary of KPMG Europe LLP and a member firm of the KPMG network of independent member firms affiliated with KPMG International Cooperative (KPMG International), a Swiss entity. All rights reserved.

The KPMG name, logo and 'cutting through complexity' are registered trademarks or trademarks of KPMG International Cooperative (KPMG International).