

PoA and Microfinance

Preliminary findings

by

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Climate Finance is the key issue!

- It eliminates poverty
- it improves economy, and
- it reduces Carbon Emissions!

(Quote by Jens Stoltenberg, Prime Minister of Norway and co-chair of the High Level Advisory Group on Climate Change Financing)

Hypothesis

- „Climate Finance“ can be enhanced by bringing the Value Chains of Micro Finance and Carbon, in the form of PoA's together!
 - MFI's can act as CME's or be godfather to one or several PoA's.
 - The Set-up and registration of PoA's is steered and financed through MFI's.
 - Sales of CER's or VER's reduces interest payments for owners of RET projects

Convergence of Carbon and Micro-Finance

- Micro Finance Institutes are well established in developing countries, and especially in LDC's
- PoA's can bring additional revenue and electricity to remote areas in the developing world

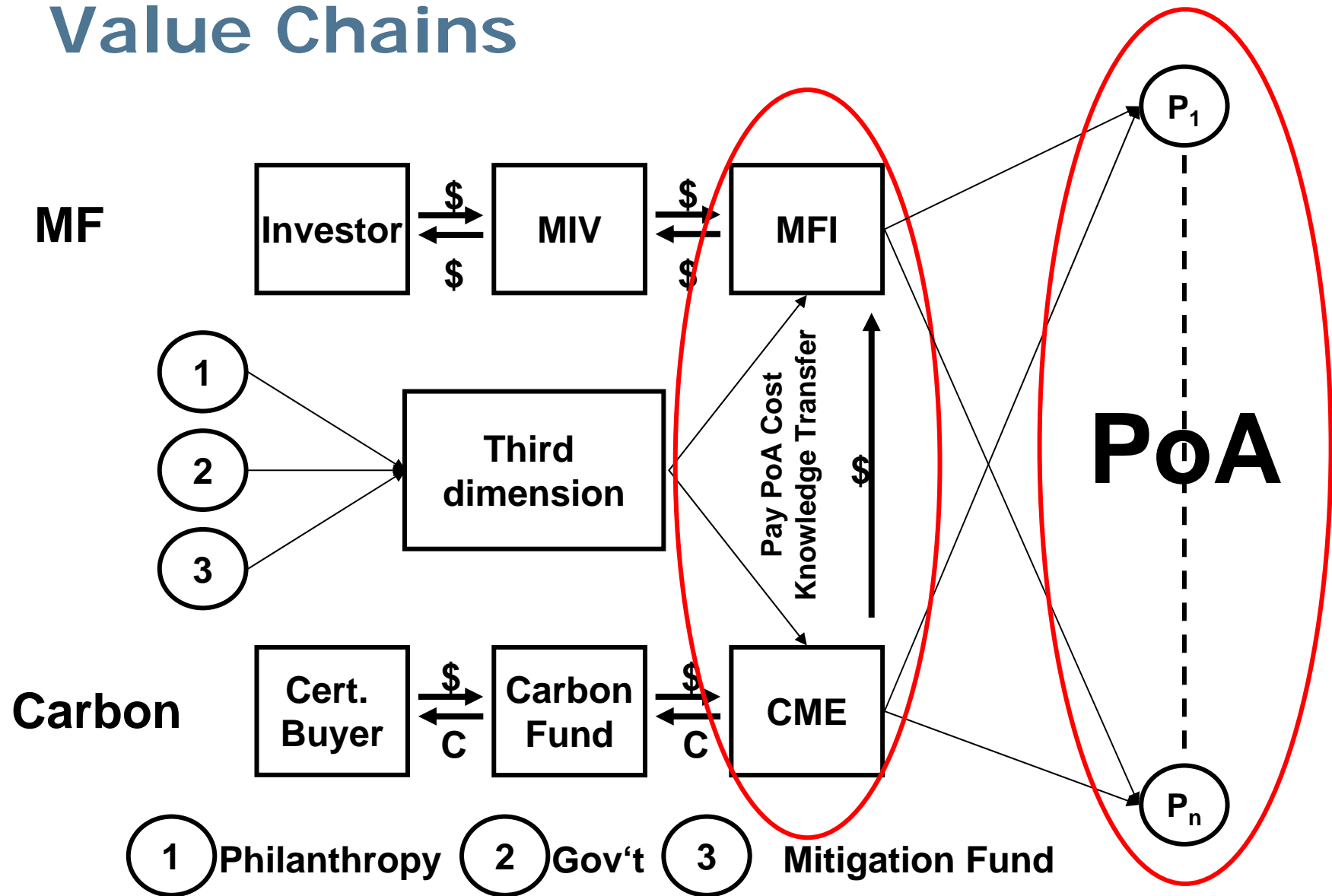
PoA's

- Since 2007
- Only 5 PoA's registered to date
- Large pipeline (>100)
- Hurdles:
 - Local partners / networks
 - High upfront cost
 - Process is complex
 - Financing problematic

Micro Finance

- Well established in LDC's and rest of developing countries
- Very high administrative cost / interest rates
- Large amounts of money available
- Shift to Urban
- low expertise in Renewable Energy Technology

Value Chains



Thank You

