



GLOBAL EUROPE - NDICI

European Fund for Sustainable Development +

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What is the EFSD+?

- One of the major financing programmes of the EU's external action
- Focuses on financing for development, with a mixture of instruments

What is the EFSD+?

Main features

- **Geographic scope:** Global
- **Policy first:** Programmed to ensure strategic and coherent use of leveraging modalities & funded from regional and national programmes
- **Open and collaborative** architecture
- Special attention to LDCs and fragile

What to expect under the EFSD+?

Modalities

- Blending
- Technical Assistance
- Budgetary guarantees supported by the External Action Guarantee

The EFSD+ - Guarantees and Blending

Budgetary
Guarantees and
Blending grants

Provided to Partner
Development
Finance Institutions
(DFIs)

DFIs use this
funding guarantee
to mobilise their
own funds and
funds from other
major private and
public investors

WE WORK WITH PARTNERS

Partner IFIs (blending+guarantees)



The EFSD: amounts 2021-2027

EFSD+ guarantee

Approximately €40 bn for the whole period

Blending

Ranging from 1 – 2 billion per year

Creating investment cases in frontier markets

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Priority Areas



1. Connectivity: Energy-Transport-Digital
2. Micro, Small and Medium Enterprises (MSMEs) Financing
3. Sustainable Agriculture, Biodiversity, Forest, Water
4. Sustainable Cities
5. Human Development
6. Sustainable Finance



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A highly flexible guarantee product

- First-/ second-/ third- loss guarantees
- Credit enhancement
- Junior equity
- Securitisation
- Specific risk cover (PPAs, construction phase, etc.)

Avoid market distortion and crowding-out of private capital!

Assessment/Selection Criteria

Key Principles:

- Eligibility - Regulation
- Policy First – Investment Windows
- Mobilisation of (private) Investment – at scale
- Type of risk/financial structure proposed – risk sharing



Last Remarks

- Dialogue with Delegation and FI for identification of projects.
- FI are the one leading and presenting proposals
(blending/guarantees).
- Proposals in line with EU priorities

Thank you



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