

# THE EIB GROUP CLIMATE BANK ROADMAP 2021-25

## Stakeholder engagement webinars

### 23<sup>rd</sup> and 26<sup>th</sup> March 2020

## Session 3: Measuring the long-term effect of the EIB Group's operations

Introduction:

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# Impact and Reporting (I)

- ▶ Project appraisal and completion reporting based on three pillars:

## Pillar 1

### Contribution to EU policy

*Eligibility, Market Failures, Investment Gaps*

*The «Why»*

## Pillar 2

### Quality and Soundness

*Econ., fin., tech., ESG Appraisal*

*The «What»*

## Pillar 3

### Additionality

*EIB tech. & fin. Contribution & Facilitation, Advice*

*The «How»*

- ▶ Pre-defined project-level *Output* and *Outcome* indicators, mapped with UN SDGs



# Impact and Reporting (II)

- ▶ Detailed project-level physical monitoring
  - ▶ Additional to financial monitoring
  - ▶ Regular progress reports during implementation
  - ▶ Project completion report
  - ▶ Post-completion physical monitoring, where applicable

## Annual Reports



## Guide on eib.org



# Transparency and accountability of our climate activities

Carbon footprint of EIB financing, 2016–2018

	2016	2017	2018
Number of projects	70	55	68
Total EIB amount signed (in € billion)	17.7	9.4	9.5
Absolute emissions (in Mt CO <sub>2</sub> e/year)*	2.4	5.2	2.2
Carbon sequestration from forestry (in Mt CO <sub>2</sub> e/year)*	3.5	0.3	2.8
Relative emissions (in Mt CO <sub>2</sub> e/year)*	-2.7	-2.9	-3.5

\* Emissions and carbon sequestration are prorated to the EIB lending volume prior to aggregation. Total project emissions (absolute) and savings (relative) would be significantly larger.

Measuring impact through “carbon footprinting”

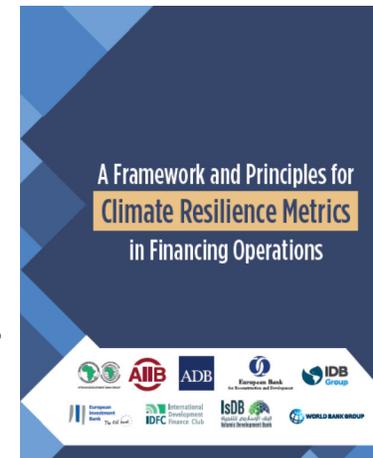
Eligibility criteria for climate action  
Tracking of climate action finance



Reporting on climate activities through multiple reports

Metrics for adaptation

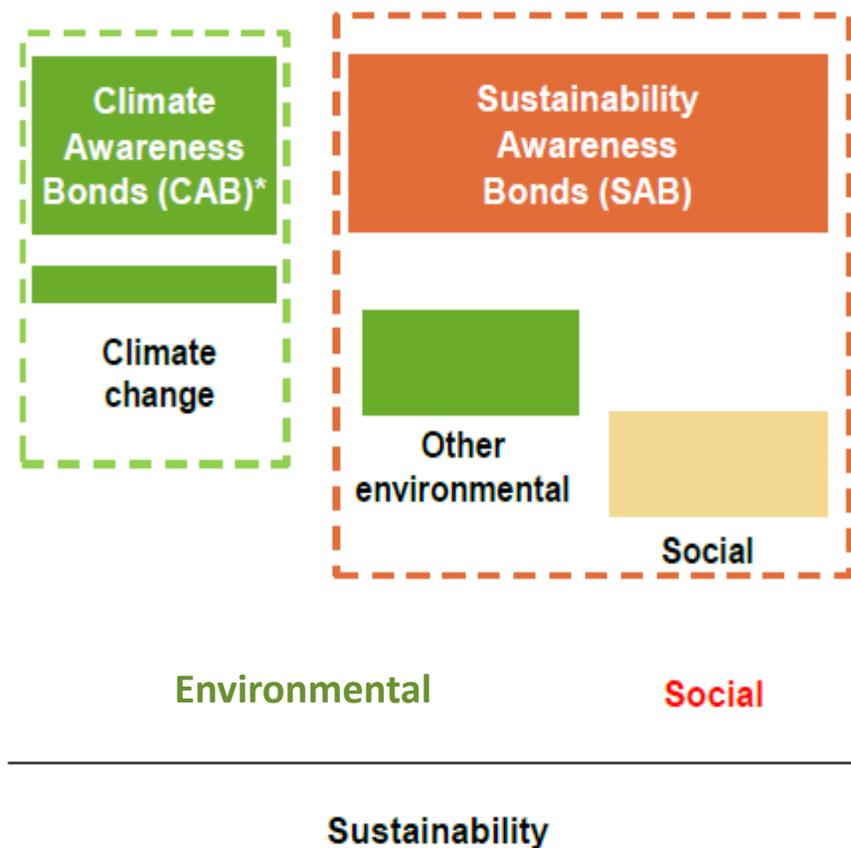
Work in progress



Note: Carbon footprint, CAB/SAB programme and CA Indicator **externally reviewed and audited** every year  
EIBG = only IFI to submit itself to 3<sup>rd</sup> party verification.

# SABs to support sustainable projects beyond climate change

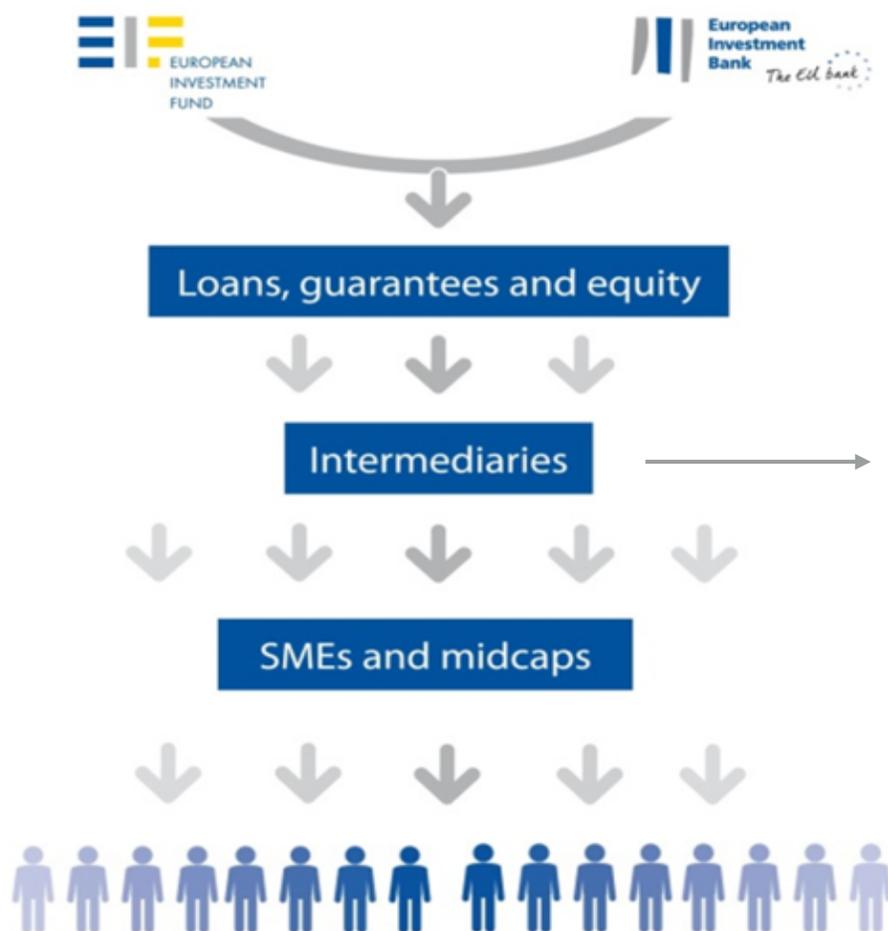
- Aligned with green/social/sustainability bond market principles and guidelines
- Best market practice in transparency and accountability
- Aligned with future EU Taxonomy



\*Climate Awareness Bonds currently focus on climate change mitigation with renewable energy and energy efficiency

# EIB Group SME Intermediated Product

## EIB Group Intermediated Business Model



## Example: EIB intermediated *Loan for SMEs and MidCaps*

- Maintaining SME focus, intermediated operations may also be **tailored to target** (fully or partially) **Climate Action** investments.
- The sub-loans need to comply with EIB's CA criteria; Financial Intermediaries typically report on **individual allocations**.
- In case of certain segments, financial intermediaries are also reporting on **impact indicators**; e.g. for energy efficiency reporting on energy savings.