

THE EIB GROUP CLIMATE BANK ROADMAP 2021-25

Stakeholder engagement webinars

23rd and 26th March 2020

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

Introduction:

Gunnar Muent

Deputy Director General, Projects Directorate, EIB

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 ₂ e/year)*	2.4	5.2	2.2
Carbon sequestration from forestry (in Mt CO ₂ e/year)*	3.5	0.3	2.8
Relative emissions (in Mt CO ₂ 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”

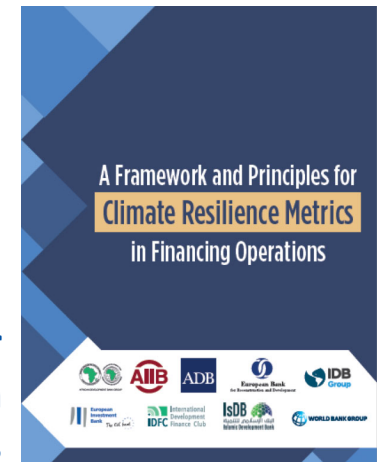
Eligibility criteria for climate action
Tracking of climate action finance



Reporting on climate activities through multiple reports

Metrics for adaptation

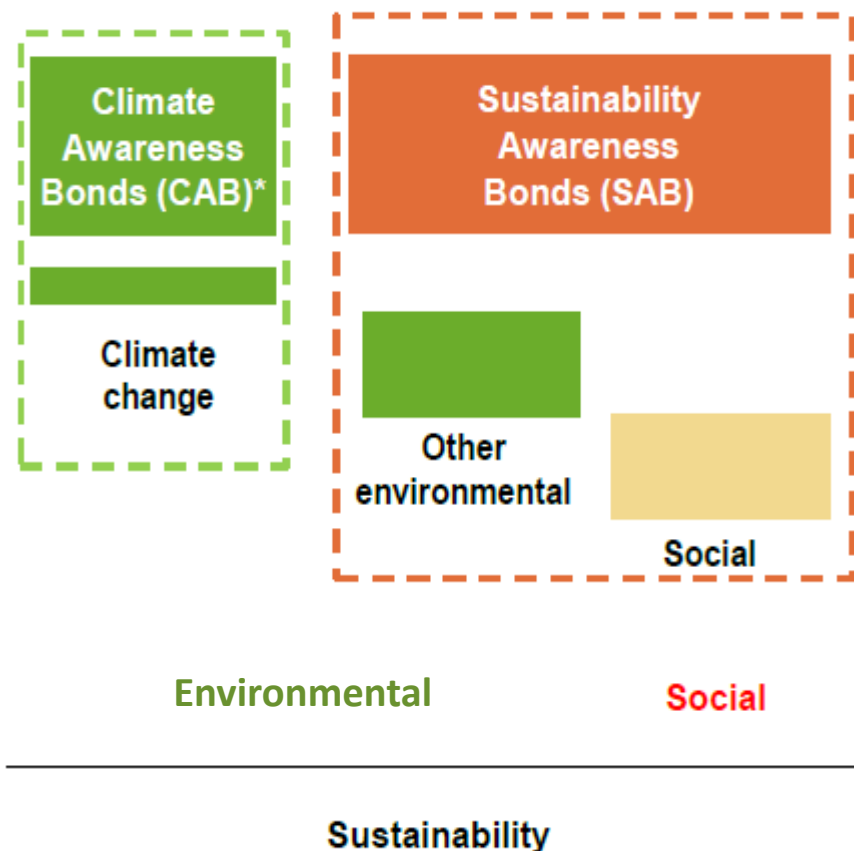
Work in progress



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

SABs to support sustainable projects beyond climate change

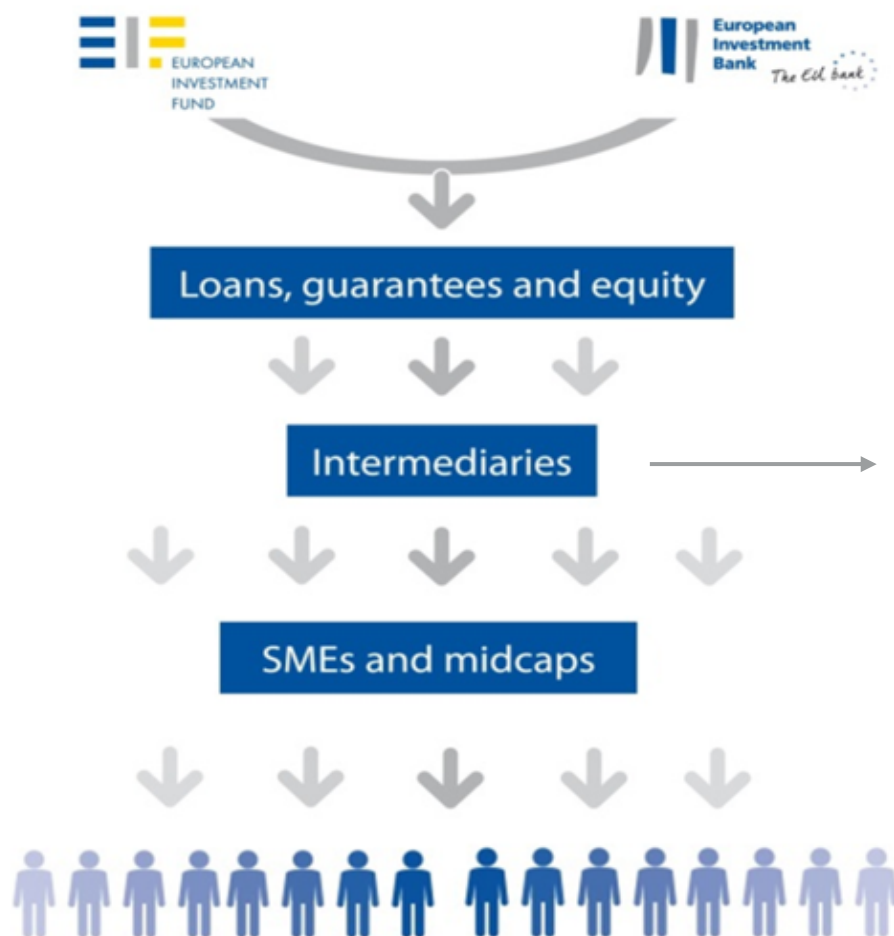
- Aligned with green/social/sustainability bond market principles and guidelines
- Best market practice in transparency and accountability
- Aligned with future EU Taxonomy



*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.