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:

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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

The Economic Appraisal of Investment Projects at the EIB
Transparency and accountability of our climate activities

Measuring impact through “carbon footprinting”

<table>
<thead>
<tr>
<th>Year</th>
<th>Number of projects</th>
<th>EIB amount signed (in € billion)</th>
<th>Absolute emissions (in Mt CO₂/year)</th>
<th>Carbon sequestration from forestry (in Mt CO₂/year)</th>
<th>Relative emissions (in Mt CO₂/year)</th>
</tr>
</thead>
<tbody>
<tr>
<td>2016</td>
<td>70</td>
<td>17.7</td>
<td>2.4</td>
<td>3.5</td>
<td>-2.7</td>
</tr>
<tr>
<td>2017</td>
<td>55</td>
<td>9.4</td>
<td>5.2</td>
<td>0.3</td>
<td>-2.9</td>
</tr>
<tr>
<td>2018</td>
<td>68</td>
<td>9.5</td>
<td>2.2</td>
<td>2.8</td>
<td>-3.5</td>
</tr>
</tbody>
</table>

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

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
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.