



Gníomhaireacht Bainistíochta an Chisteáin Náisiúnta  
National Treasury Management Agency

Ciste Infheistíochta Straitéisí d'Éirinn  
Ireland Strategic Investment Fund

**Presentation by: Ireland Strategic Investment Fund**

**Supporting investment with innovative policies**

**European Investment Bank and Central Bank of Ireland**

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# Ireland Strategic Investment Fund



Invest on a commercial basis  
to support economic activity  
and employment in Ireland



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# ISIF is an **€8 billion** Sovereign Development Fund

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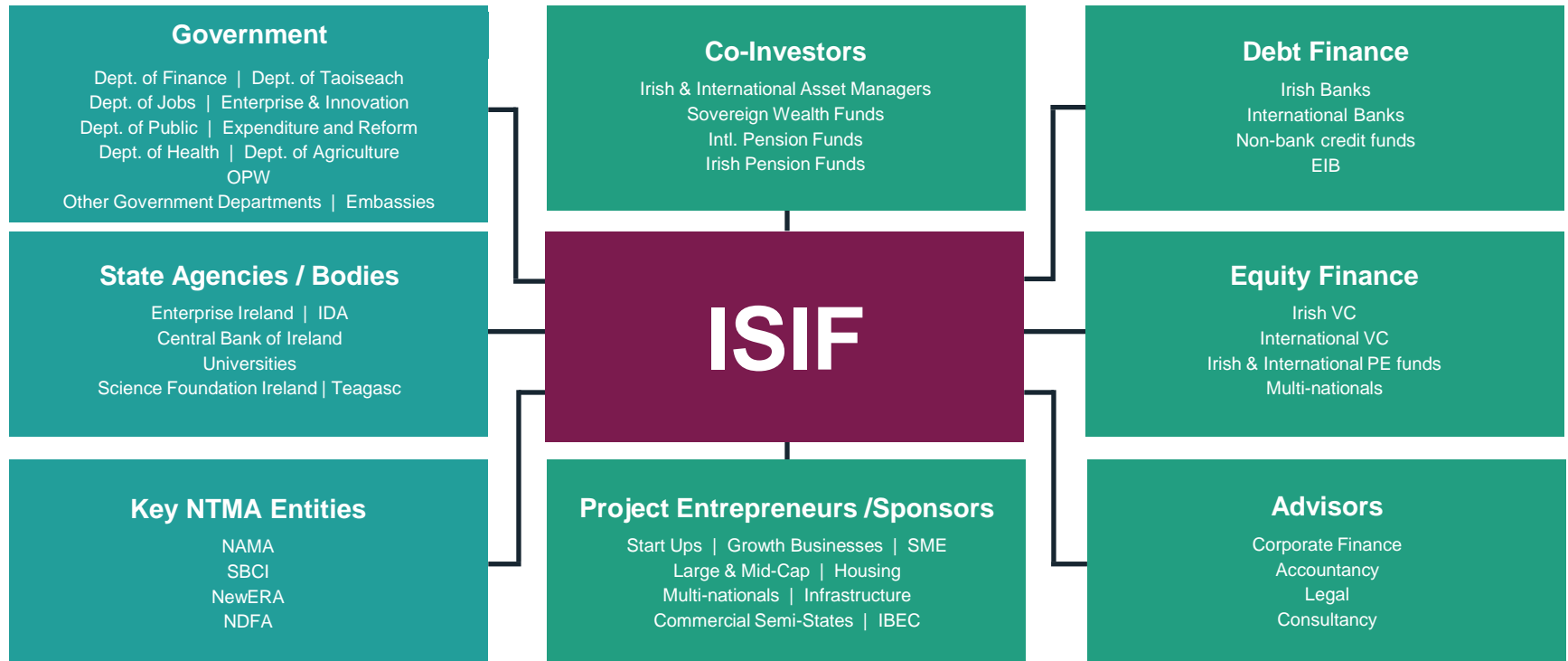
- **Sovereign wealth funds** invest on a commercial basis for return
  - Stabilisation fund, Rainy Day fund, Long-term savings fund (NPRF)
- **Sovereign development funds** invest on a commercial basis for impact
  - Economic impact (ISIF)
  - Can be social impact also
- Impact on national finances:
  - Government expenditure: resources depleted
  - Sovereign development fund: investment return and realisation means resources can be recycled and economic impact benefits achieved again

# Key elements of ISIF Investment Strategy

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- **Commercial investment**
  - “risk adjusted expected return”, no soft money
  - total portfolio return target >4% p.a.
- **Economic impact, “making a difference”**
  - additionality, avoid deadweight and displacement
  - semi-annual reporting
- **Broad based portfolio**
  - infrastructure, energy, real estate, (commercial, housing), SME (debt and equity), food & agri, private equity, venture, innovation

# ISIF sits within an extensive and powerful investment network



# Additionality – “*Making a Difference*”

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- **Filling capital gaps** that are not easily otherwise filled
  - Long timeframe, “evergreen” fund, patient capital
  - Flexibility, all parts of capital structure
  - Sovereign investment partner, minority investor
  - Large fund in economy, important not to “become market”
- **Economy recovering more quickly than originally anticipated**
  - Lots of capital looking for opportunities
  - But this capital has many constraints: risk appetite, ability to execute, model that works for investee etc



# Examples of transactions

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- ***Enabling (future proofing)***

- ✓ Housing: Activate, Ardstone and others, strong pipeline
- ✓ Education: DCU Campus Redevelopment (with EIB)
- ✓ Energy: renewable energy, waste to energy
- ✓ Connectivity: physical, data, energy

- ***Growing (engines of growth)***

- ✓ Milkflex: dairy loans with repayments varying in line with milk price
- ✓ SME debt and equity platforms, filling financing gaps
- ✓ Urban renewal: j/v Kilkenny Council, other possibilities
- ✓ Foreign companies locating significant operations in Ireland

- ***Leading edge (global level)***

- ✓ China Ireland Technology Fund
- ✓ Genomics Medicine Ireland
- ✓ Venture: numerous direct and via funds, j/v Silicon Valley Bank





Flexible, long term,  
sovereign public  
investment partner



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