

Accelerating the climate finance leaders of tomorrow

An Introduction to our Initiative



CONFIDENTIAL

INTERNATIONAL CLIMATE FINANCE ACCELERATOR

About the International Climate Finance Accelerator

A public-private partnership by:



THE GOVERNMENT
OF THE GRAND DUCHY OF LUXEMBOURG
Ministry of Finance



THE GOVERNMENT
OF THE GRAND DUCHY OF LUXEMBOURG
Ministry of the Environment,
Climate and Biodiversity



Deloitte.

**ELVINGER
HOSS**
LUXEMBOURG LAW

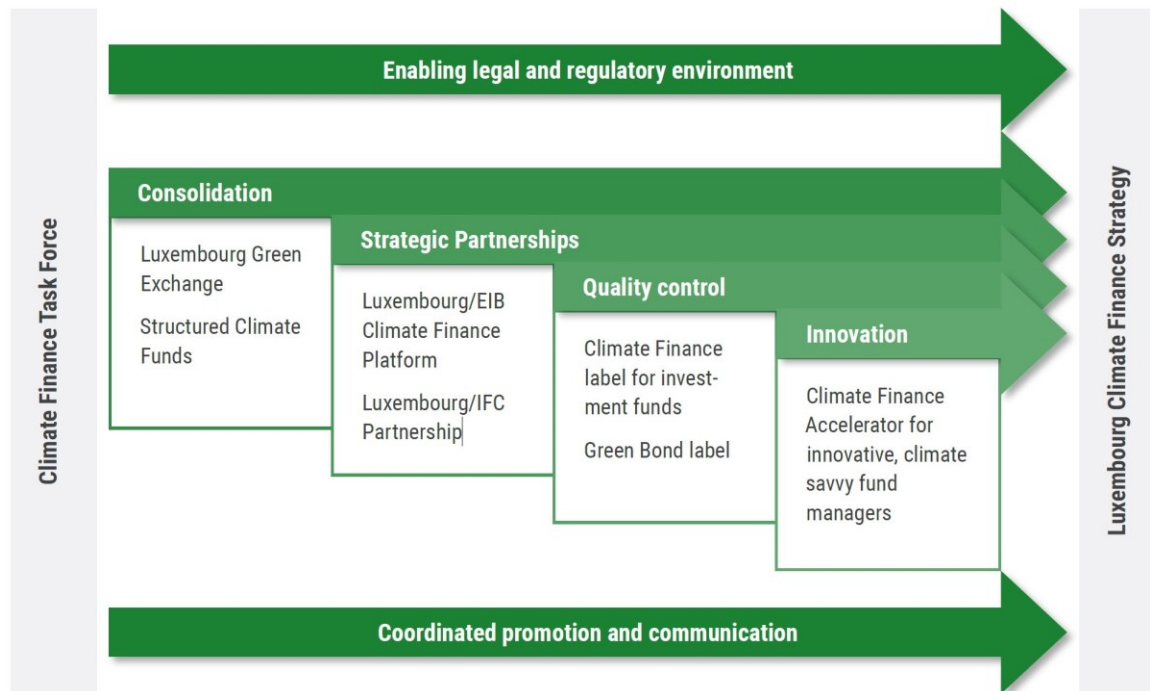


In collaboration with:



About the International Climate Finance Accelerator

The International Climate Finance Accelerator (ICFA) was signed into action with the support of the Luxembourg Government in June 2017 and founded in 2018.



- ✓ **Corresponding to a market need**, i.e., the financial and administrative barriers faced by managers of small and innovative investment funds focusing on climate change and environmental issues
- ✓ A true **partnership between public and private entities** between all involved in the design, set-up and operation on a cost-sharing basis between public and private actors

Our Mission and Objectives

Mission

The ICFA seeks to **advance climate finance by empowering the climate finance leaders of tomorrow**, to contribute to a more sustainable world.

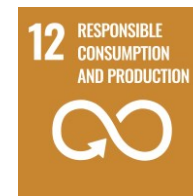
Objectives

1. Boost and support emerging fund managers who specialise in climate finance
2. Increase the number of climate investment funds and the assets invested into climate action
3. Incentivize and support fund managers to adopt climate finance

Our Primary SDGs



Primary SDGs of ICFA fund managers



Our Target Groups

Fund managers / advisors
launching their first or second
fund ...

... scaling innovative and high-
impact climate solutions ...

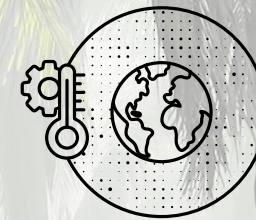
... with a developed and tested
investment strategy in climate
finance.

Our Target Areas



CLIMATE CHANGE MITIGATION

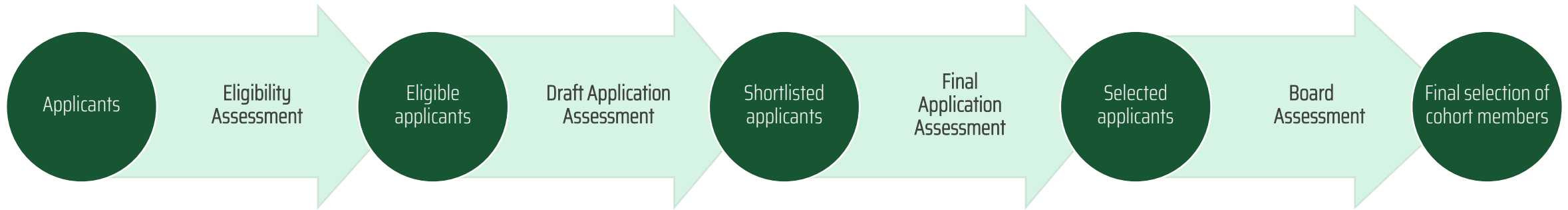
Projects to reduce, limit or sequester GHG emissions, ranging from renewable energy, e-mobility, sustainable forestry and agriculture, etc.



CLIMATE CHANGE ADAPTATION

Projects to adapt to current and expected effects of climate change, and to build resilience.

Our Selection Process



Performed by:

- ICFA Team

Based on:

- Teaser and fund fact sheet
- One-to-one meetings / calls

Eligibility criteria pertaining to:

- Fund investments
- Fund concept
- Fund management team

Performed by:

- ICFA Team and Independent Reviewing Team

Based on:

- Draft application files and documents
- Interviews

Selection criteria pertaining to:

- Fund investments
- Fund concept
- Fund management team
- Fundraising progress

Performed by:

- Independent Selection Committee

Based on:

- Final application files and documents
- Interviews

Selection criteria pertaining to:

- Fund investments
- Fund concept
- Fund management team
- Fundraising progress

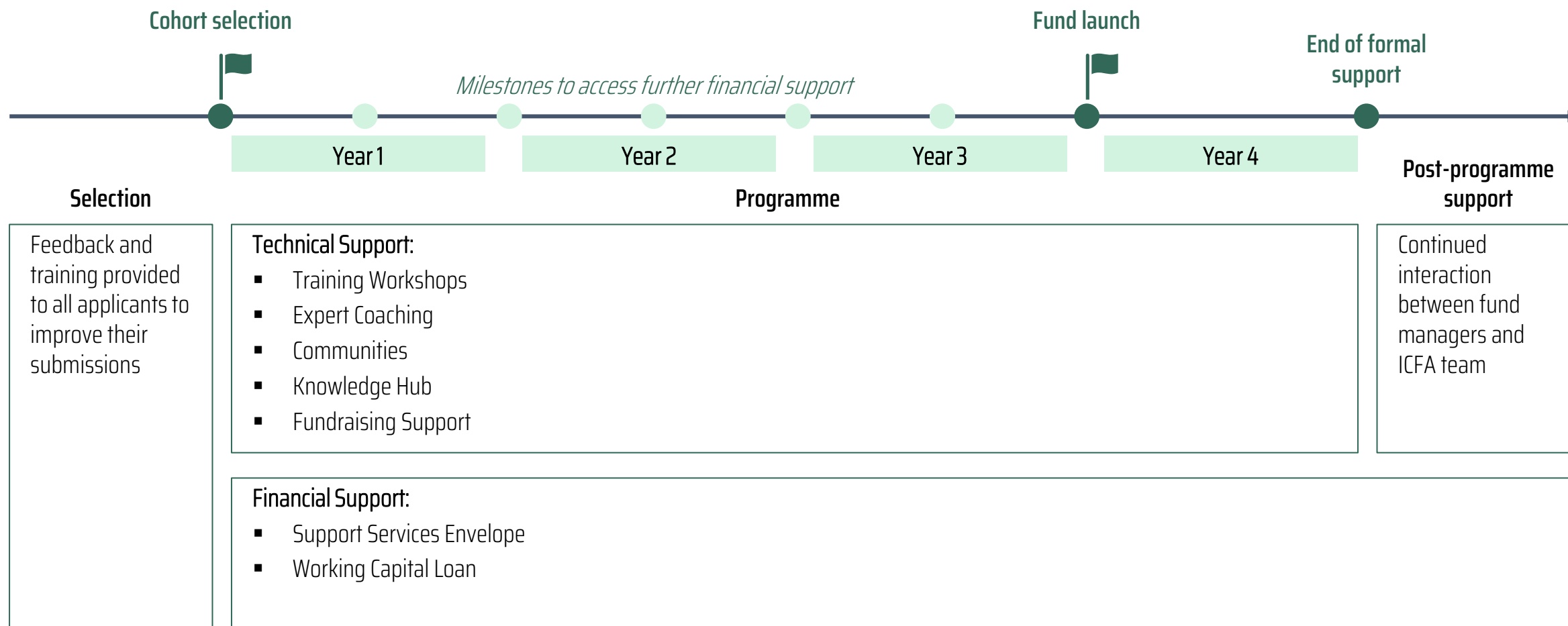
Performed by:

- ICFA Board

Additional factors:

- Balance of cohort (maturity of project, sectors, geographies)
- Contribution to Luxembourg climate finance eco-system
- Eligibility for follow-up investment under national and international funding sources

Our Acceleration Programme



Our Pillars of Support

Technical Support



TRAINING WORKSHOPS

Free training and expert Q&A from the ICFA private partners over the course of the programme



KNOWLEDGE HUB

A library of relevant publication as well as templates of policies and other tools for emerging fund managers



EXPERT COACHING

Each fund manager will be accompanied by a dedicated expert who will provide advice and feedback, supplemented by ICFA's own assistance



FUNDRAISING

Preferential access to leading impact and climate events, and access to dedicated fundraising resources

Financial Support



SUPPORT SERVICES ENVELOPE

An envelope of EUR 80,000, to be used for pre-launch set-up cost, with preferential rates provided by ICFA private partners



WORKING CAPITAL LOAN

A facility of EUR 200,000, from a Luxembourg bank, guaranteed by the Luxembourg State, to be used as working capital for fundraising, marketing, pipeline building, etc.



COMMUNITY

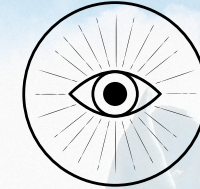
Facilitated exchange of insights and best practices between all ICFA stakeholders

Key benefits for fund managers



CREDIBILITY

By being selected by a recognised team of public and private experts and by benefiting from the knowledge and expertise of the Luxembourg climate finance ecosystem.



VISIBILITY

By being regularly featured and presented in dedicated climate finance media and events.



COMMUNITY

By becoming part of a community of like-minded climate finance managers that stimulates knowledge sharing and peer-to-peer learning.



FINANCIAL LEVERAGE

By gaining access to working capital, a network of potential funders, and fundraising support.

Our cohorts

2018



2019-1



2019-2



2020



2021



2022



2023



Our impact – direct and indirect SDG focus

Our SDGs



SDG 13 – Climate action

13a.1: Amounts provided and mobilized in USD per year in relation to the continued existing collective mobilization goal of the \$100 billion commitment through to 2025



SDG 17 – Partnerships for the goals

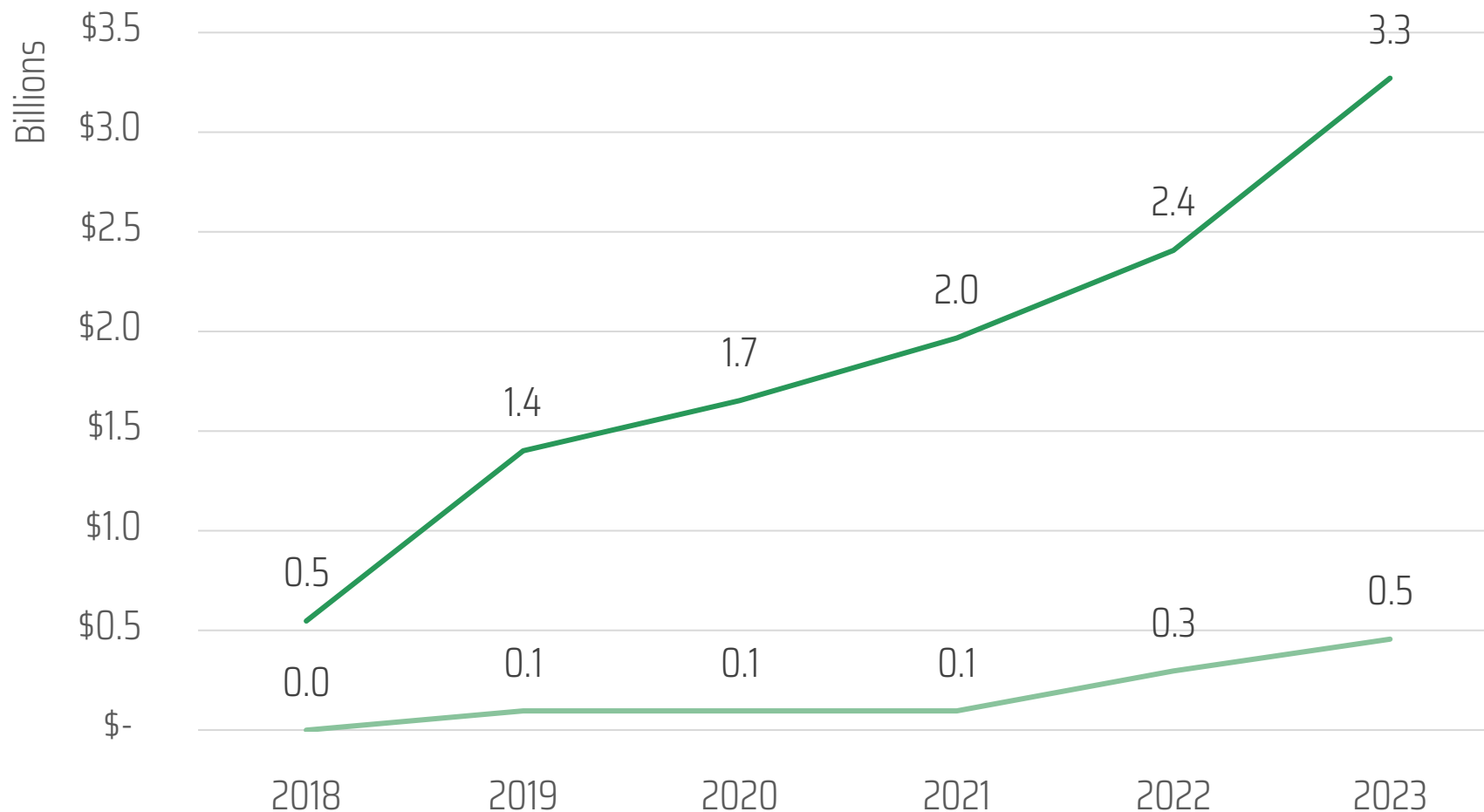
17.3: Mobilize additional financial resources for developing countries from multiple sources

17.17: Encourage and promote effective public, public-private and civil society partnerships, building on the experience and resourcing strategies of partnerships

Main SDG focus of our fund managers



Our impact – catalytic capital



Targeted AUM by fund managers

\$3.3bn

Committed AUM to fund managers

\$456m

Financial support offered by ICFA

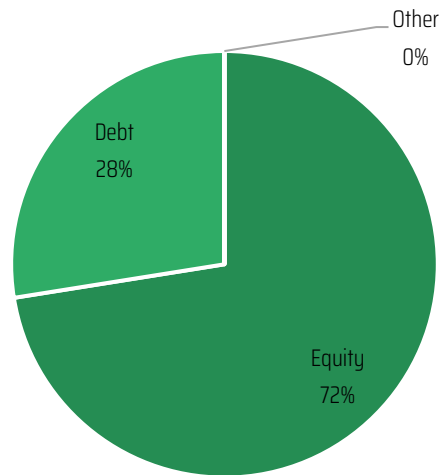
€8.1m

Note: data reflects status of 34 supported fund managers in December 2023, since ICFA inception in 2018; of which 27 fund managers are offered financial support in the form of support service envelope of €80,000 and working capital loan of €200,000. Committed AUM only includes publicly announced closes and might be subject to undisclosed commitment conditions

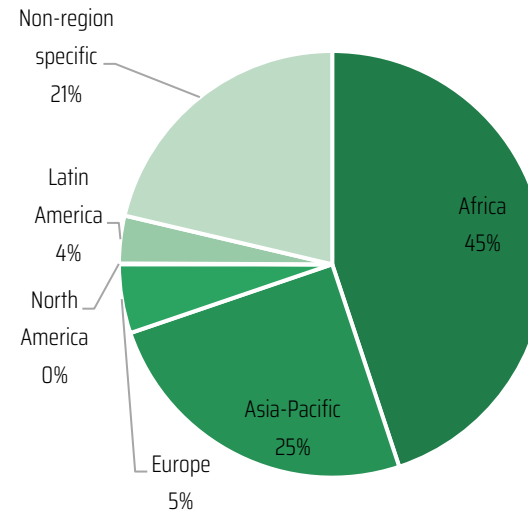
Our impact – catalytic capital

Targeted AUM
\$3.3_{bn}

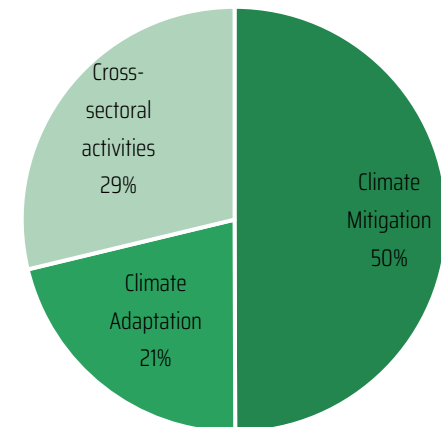
AUM by Asset Class



AUM by Geography



AUM by Climate Area



(1) data reflects status of 34 supported fund managers in Feb-2024, since ICFA inception in 2018

Our impact – catalytic capital

Committed AUM⁽¹⁾
\$456_m



Empower Impact Investing Platform

\$8m

First Close Sep-2019

Africa

Climate Change Mitigation

The **Lightsmith** Group

Climate Resilience and Adaptation Finance &
Technology Transfer Facility (CRAFT)

\$88m

First Close Dec-2019

Non-region specific

Climate Change Adaptation

The **Lightsmith** Group

Climate Resilience and Adaptation Finance &
Technology Transfer Facility (CRAFT)

\$168m

Final Close Jan-2022

Non-region specific

Climate Change Adaptation



Spark+ Africa Fund

\$41m

First Close Mar-2022

Africa

Climate Change Mitigation



Sargana Fund

\$2m

First Close Jul-2022

Non-region specific

Cross-sectoral



Wangara Green Venture Capital Limited

\$4m

First Close Jul-2022

Africa

Climate Change Mitigation



Empower Impact Investing Platform

\$82m

Final Close Oct-2022

Africa

Climate Change Mitigation



Sargana Fund

\$8m

Final Close Mar-2024

Non-region specific

Cross-sectoral

(1) Committed AUM includes publicly announced fund closes, as well as undisclosed capital raised.
Note: AUM might be subject to undisclosed commitment conditions.

Accelerating the climate finance leaders of tomorrow

Technical and Financial Support

239 applications received & feedbacks provided

58 training days organized

34 fund managers supported over 7 cohorts

€8.1_m financial support offered by the ICFA⁽¹⁾

Outcomes

14 vehicles launched

\$456_m committed AUM to ICFA fund managers

\$3.3_{bn} projected AUM by ICFA fund managers

(1) data reflects status of 34 supported fund managers in Feb-2024, since ICFA inception in 2018; of which 29 fund managers are offered financial support in the form of support service envelope of €80,000 and working capital loan of €200,000



Thank you!

Read more: <https://www.icfa.lu>

Contact us: info@icfa.lu

