



NPC Update & Right-sizing/DGM Proposals

GCAP Meeting

February 2, 2023

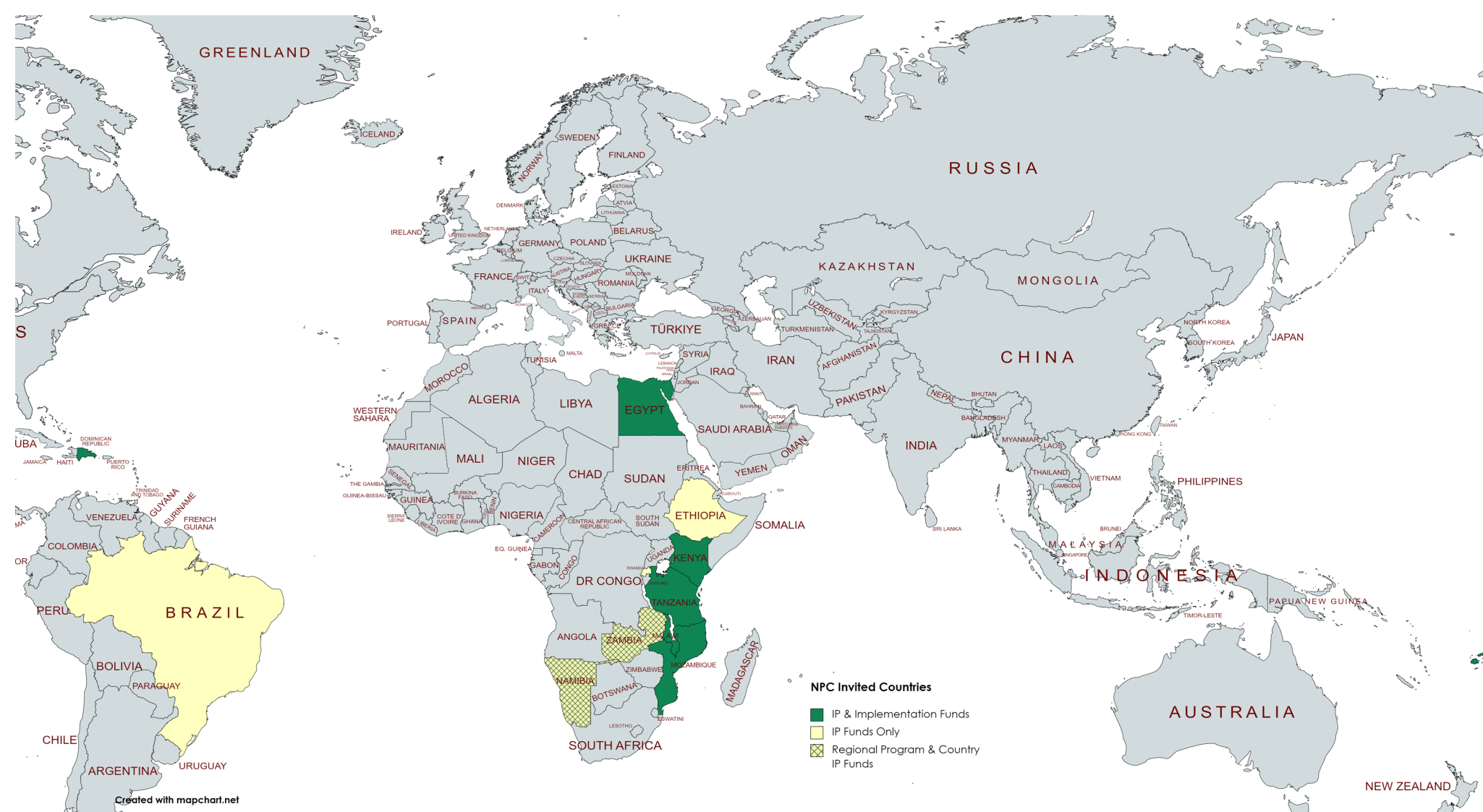
NPC Builds on CIF's Experience with Nature

- **Forest Investment Program**: US\$700m program tackling sustainable forest management & emissions reductions from deforestation and degradation
 - 41 million hectares of land brought into sustainable land management in 13 countries
 - Direct financing to indigenous peoples and local communities at the coal face of climate change impacts through Dedicated Grant Mechanism
- **Pilot Program for Climate Resilience (PPCR)**: US\$1.2 billion program supports developing economies in building their resilience to the impacts of climate change.
 - Includes many projects that help strengthen the resilience of lands, coasts and rural people in the face of climate change
- **NPC breaks Mitigation and Adaptation out of silos**

Eols selected for CIF Financing @ Intersessional

- 48 Eol submissionss reviewed and ranked by an Independent Expert Group
- The five recipients to receive funding from the program's initial capitalization are:
 - Dominican Republic
 - Kenya
 - Egypt
 - Fiji
 - Africa's Zambezi River basin region—led by Zambia, includes Malawi, Mozambique, Namibia, and Tanzania.
- Five countries selected to prepare an investment plan that could be supported once additional resources became available: Brazil, Rwanda, Ethiopia, Zambia, Namibia

Eols Selected for CIF Financing @ Intersessional



NPC at COP 27-Sharm El Sheikh



NPC Endorsement

“Nature needs finance. CIF is providing it. Science is backing it.”

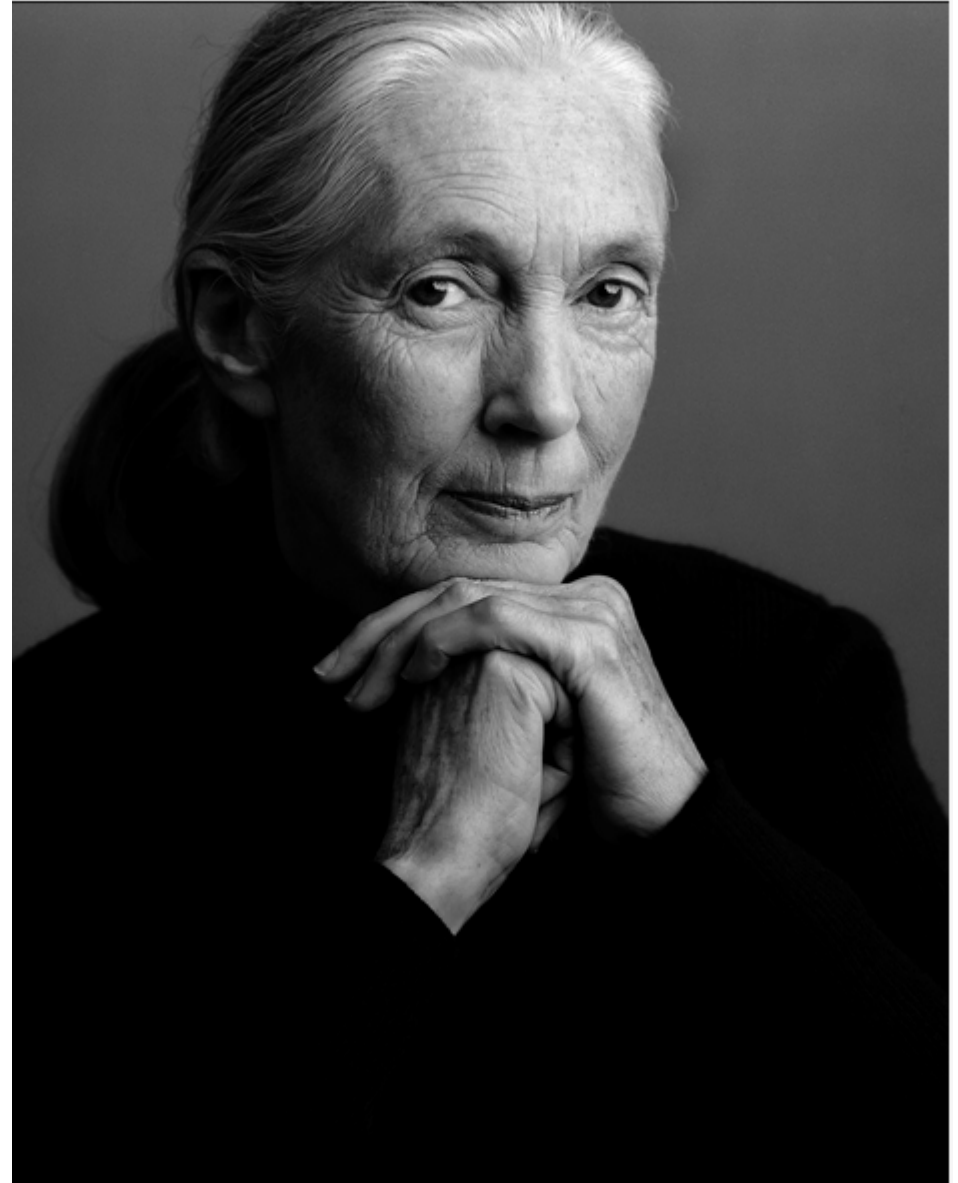
– Johan Rockstrom during closing keynote on Closing the Finance Gap for Nature-based Solutions



NPC Endorsement

“The Climate Investment Funds recognizes the interdependency between land use, climate change, and people, and are championing this cause using their proven model through a new investment program, Nature, People and Climate, which has my support.”

Jane Goodall, PhD, DBE, Founder of the Jane Goodall Institute and UN Messenger of Peace





CBD COP 15: Nurturing Nature



2020 UN BIODIVERSITY CONFERENCE
COP 15 / CP-MOP 10 / NP-MOP 4
Ecological Civilization-Building a Shared Future for All Life on Earth
KUNMING – MONTREAL

GCAP Right-sizing request

- **Decision Note Text:** [GCAP Sub-Committee] requests the MDBs to prepare a proposal to right-size allocations for each expression of interest based on a total indicative allocation of up to USD 200 million in aggregate and submit this proposal to the Sub-Committee for endorsement
- Since the Intersessional Meeting, additional contributions of roughly \$155m have been pledged to the NPC Program by the UK, Germany and The Netherlands

MDB Right-Sizing Proposal

Country	Funding range (min. – max.)
Dominican Republic	USD 35 – 50 million
Egypt	USD 35 – 50 million
Fiji	USD 30 – 50 million
Kenya	USD 35 – 50 million
Regional Zambezi Basin (Zambia, Malawi, Mozambique, Namibia, and Tanzania)	USD 65 – 100 million
Totals	USD 200 million (min) – 300 million (max)

Follow up Discussions on Right-sizing new contributions

- Interest to see right-sizing of recent pledges equaling \$163m
- Recent pledges haven't yet hit the CIF TF for NPC
- Allocations can be viewed as 'indicative'



Roles in Deciding Right-Sizing

- Independent Expert Group advised on country selection but not on suitable budget envelopes/distribution criteria
- Subcommittee asked for right-sizing
- CIF AU facilitated MDB process leading to consensus-based proposal
- MDB's agreed on suggested amounts and prepared the proposal
 - Only limited coordination with client countries

Dedicated Grant Mechanism

- CIF's concerted effort to provide a greater voice/role for IPLCs in management of natural resources
- Empowers and finances IPLCs to lead in driving climate change solutions
- In Nov, World Bank and Rural Reconstruction Nepal signed a \$4.5 million grant agreement to strengthen the role of forest-dependent Indigenous peoples and local communities (IPLCs) in climate action.
- Through FIP DGM, US\$70 million put towards Indigenous peoples and local community-led climate action across
- DGM Nepal is the twelfth DGM country to receive approval
 - Brazil, Burkina Faso, Cote d'Ivoire, Democratic Republic of Congo, Guatemala, Ghana, Indonesia, Mexico, Mozambique, Nepal, Republic of Congo, and Peru and 1 Global Project.

“Indigenous Peoples and Local Communities in Nepal are a critical pillar for climate action. I believe that the project will improve their capacity and skills to have a greater role in forest-related decisions at the country and international levels.”

Bharati Pathak, Co-chair of the National Steering Committee



Proposal on DGM support in the NPC investment program

- DGM approach to support IPLCs included/agreed to in NPC Design Document
- Proposal that up to \$5 million out of each country allocation is earmarked for DGM activities
- Given the operational challenge of implementing a DGM at a regional scale, regional programs are excluded from this request

CIF



CLIMATE INVESTMENT FUNDS

Investing in the future

