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SUBMISSION TO THE UNFCCC STANDING COMMITTEE ON FINANCE CALL FOR EVIDENCE FOR THE 2020 BIENNIAL ASSESSMENT AND OVERVIEW OF CLIMATE FINANCE FLOWS

PREPARED BY E3G

Introduction

Public finance institutions and their policies play a key role in determining progress toward making finance flows consistent with a pathway towards low greenhouse gas emissions and climate-resilient development. Thus, these institutions and policies should be assessed as critical elements for delivering Article 2.1(c) and as higher-order drivers of climate finance flows and of their effectiveness.

The reports below relate to public finance institutions and their policies, notably in the context of development finance, but also other government policy tools across the financial system, including regulators and national finance strategies.

Inputs

Title	Points from the SCF call for evidence to which the report responds
<i>Banking on Reform: Aligning the development banks with the Paris Climate Agreement</i> (E3G, 2018)	<ul style="list-style-type: none">- Information and evidence on the impact and results of climate finance spending, that of development finance institutions- Flows originating from public sector actors- Sector-specific finance flows- Flows related to adaptation and climate-resilient infrastructure- Flows related to use of financial instruments- Information on emerging methodologies for tracking consistency with Article 2.1c- Metrics for assessing progress in investment portfolios of international financial institutions
<i>Banking on Asia: Alignment with the Paris Agreement at six development</i>	<ul style="list-style-type: none">- Information and evidence on the impact and results of climate finance spending, that of development finance institutions- Flows originating from public sector actors



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<p><i>finance institutions in Asia</i> (E3G, 2019)</p>	<ul style="list-style-type: none"> - Sector-specific finance flows - Flows related to adaptation and climate-resilient infrastructure - Information on emerging methodologies for tracking consistency with Article 2.1c - Metrics for assessing progress in investment portfolios of international financial institutions
<p>Sustainable infrastructure and the Multilateral Development Banks: Changing the narrative (2018)</p>	<ul style="list-style-type: none"> - Information on emerging methodologies for tracking consistency with Article 2.1c - Metrics for assessing progress in investment portfolios of international financial institutions - Sector-specific finance flows
<p><i>Making Finance Consistent with Climate Goals: Insights for operationalising Article 2.1c of the UNFCCC Paris Agreement</i> (ODI, WRI, E3G, RMI, 2018)</p>	<ul style="list-style-type: none"> - Information on emerging methodologies for tracking consistency with Article 2.1c - Metrics for assessing progress in investment portfolios of international financial institutions, institutional investors and other financial actors - Information on regulatory frameworks, disclosures and integration of climate risk - Systems and tools for integrating climate change considerations into investment strategies and decision-making processes in mainstream investment sectors
<p><i>Opportunities to integrate disaster risk reduction and climate resilience into sustainable finance</i> (E3G, 2019)</p>	<ul style="list-style-type: none"> - Financial instruments on addressing the potential increased cost of finance due to the integration of climate change risk - Information on ongoing activities related to integration of climate risk in investments - Information on emerging methodologies for tracking consistency with Article 2.1c - Evaluations of measures to increase climate resilience in infrastructure and communities
<p><i>Designing smart green finance incentive schemes: The role of the public sector and development banks</i> (E3G, 2014)</p>	<ul style="list-style-type: none"> - Information and evidence on the impact and results of climate finance spending - Financial instruments on addressing the potential increased cost of finance due to the integration of climate change risk - Information on emerging methodologies relevant to tracking consistency with a pathway towards low greenhouse gas emissions and climate-resilient development



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	<ul style="list-style-type: none">- Metrics for assessing investment portfolios of international financial institutions
<i>Strategic national approaches to climate finance</i> (E3G, 2014)	<ul style="list-style-type: none">- Information on emerging methodologies relevant to tracking consistency with a pathway towards low greenhouse gas emissions and climate-resilient development- Metrics for assessing progress in international financial institutions, institutional investors, other financial actors- Systems and tools for integrating climate change considerations into investment strategies and decision-making processes in the mainstream investment, lending and insurance sectors.

About E3G

E3G is an independent climate change think tank operating to accelerate the global transition to a climate-safe world. E3G builds cross-sectoral coalitions to achieve carefully defined outcomes, chosen for their capacity to leverage change. E3G works closely with like-minded partners in government, politics, business, civil society, science, the media, public interest foundations and elsewhere.

More information is available at www.e3g.org

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