



Global Infrastructure Facility

A G20 INITIATIVE

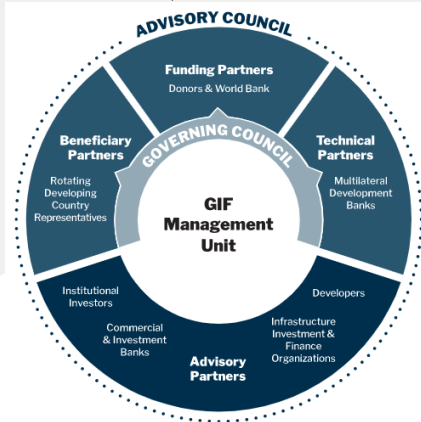
THE GIF: AMPLIFYING IMPACT THROUGH COLLABORATION & PARTNERSHIPS

The GIF is a *global collaboration platform* established as a G20 initiative in 2014 that facilitates increased MDB private capital mobilization through the preparation, structuring, and de-risking of high-quality, bankable, sustainable infrastructure programs and projects in emerging markets that are attractive to private capital.



A Global Collaboration Platform bringing together leading private financial institutions, MDBs, and governments to share knowledge and accelerate private capital mobilization solutions.

The GIF has played a critical role in supporting the design and implementation of private capital mobilization solutions. 50+ private sector **Advisory Partners** have been able to support the GIF by providing a sounding board to GIF-supported projects, offering private sector solutions to scale innovations, and share knowledge.



Proven business model, operating history, and demonstrated results - architecture in place to scale-up operations to meet growing sustainable development challenges.

The GIF has the legal and technical infrastructure in place to work through 10 MDBs, maximizing reach, project origination, and collaboration opportunities. Building on its track record, GIF is positioned to scale-up to address global challenges and key barriers to private investment in sustainable infrastructure.



KEY CHALLENGES & ROLE OF THE GIF

KEY BOTTLENECKS

CHALLENGE #1

Inadequate enabling environments and institutional foundations upstream to unlock investments at scale.

CHALLENGE #2

Dearth of investment opportunities & 'shovel ready' projects at scale due to lack of capacity to prepare projects that are attractive to the private sector.

CHALLENGE #3

Lack of comprehensive de-risking tools that can be deployed at scale both at the project- and portfolio-level.

GIF SOLUTIONS

Piloting targeted TA in selected countries through proposed **Country Mobilization Platform** and CFLI pilots to address selected enabling environment issues at upstream stage.

Amplifying GIF's existing, validated business model: project preparation support to governments in coordination with MDB partners. GIF brings financial resources and technical expertise to build pipelines of bankable infrastructure projects that are attractive to the private sector and further develop MDB capabilities for PCM.

Piloting complementary and innovative downstream finance facilities to address target risks and fill the gaps in the market.
Exploring new portfolio mobilization platform through partnership with **UN GISS** initiative.

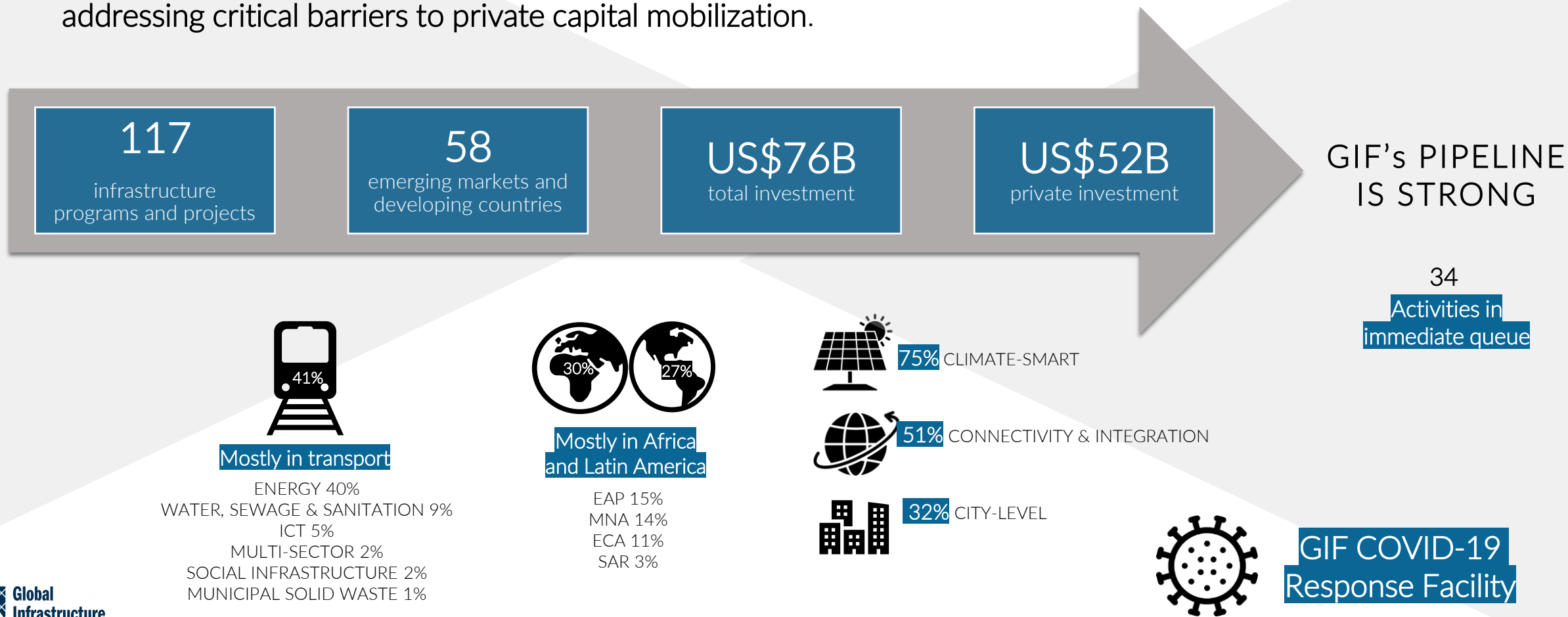
Part of Scale-up

GIF Core Business

Part of Scale-up

Investing in sustainable infrastructure is key to tackling the three central challenges facing the global community post-pandemic. To do so, infrastructure investments must overcome critical bottlenecks: inadequate enabling environments, dearth of bankable infrastructure projects, and lack of de-risking tools to crowd-in the private sector at scale.

GIF sits strategically between MDBs and private finance, as a strategic, financial, and technical partner, and is uniquely suited to play a direct and catalytic role in scaling-up sustainable infrastructure and addressing critical barriers to private capital mobilization.



Example of GIF Project : Indonesia Geothermal Resource Risk Mitigation Facility

Indonesia accounts for 40% of the world's geothermal resources, but only 6% have been developed due to the high risks of early-stage exploration and expensive development costs. These barriers are further exacerbated by the geothermal tariff framework, which needs to be competitive to enable private sector investment.

The GIF and the WB supported PT SMI in designing and raising blended financing for the Geothermal Resource Risk Mitigation (GREM) facility, which is expected to unblock an estimated power generation capacity of 1–1.5 GW from geothermal resources, with more than \$4 billion of private capital being mobilized. In subsequent phases, GREM will be scaled up to contribute to Indonesia's efforts to reach the target 29GW of geothermal energy production. GREM will provide funding for geothermal resource exploration which will be structured to meet high risk profile of early stage exploration and expensive development costs.



Example of GIF Initiative:

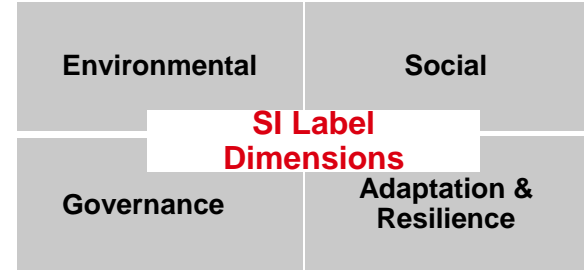
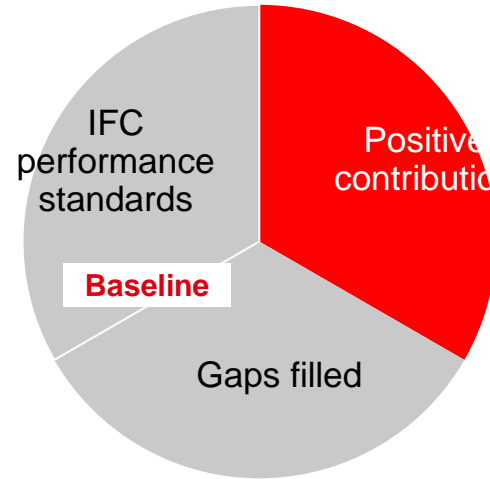
FAST-Infra: Sustainable Infrastructure (SI) Label



FAST-Infra Label

- ◆ Sustainable infra label underpinned by ESG/Climate resilience standards, governance and reporting rules. Globally applicable labelling system for sustainable infra to transform sustainable infrastructure into mainstream liquid asset class. Governance inspired by Green Bond Principles with dynamic framework to allow market evolution.

<https://www.climatepolicyinitiative.org/fast-infra/>



15 Banks



20 Institutional Investors



18 DFIs and Dev. Banks



15 Governments



25+ NGOs and Others





Global Infrastructure Facility

A **G20** INITIATIVE

Towfiqua Hoque
Senior Infrastructure Finance Specialist
Global Infrastructure Facility (GIF)

thoque@worldbank.org

<https://www.globalinfrastructure.org/>