



# “Financing LEDS in AFOLU Sector” session

*Asia LEDS Forum, 12 November 2014, Yogyakarta*



**USAID**  
FROM THE AMERICAN PEOPLE



# “Financing LEDS in AFOLU Sector” session: QUIZ

**Q 1. What is a “risk wrapper”?**

- A) McDonald’s new fish sandwich packaging ?**
- B) Korean K-Pop gangster hipster rap style ?**
- C) financial bundling of a low-risk component with higher-risk components to decrease risk of investment ?**

## 2. Key criteria private investors look for in AFOLU projects include:

- A) High credit worthiness of lead institution In the deal ?
- B) Sustainable supply of certified coffee & sugar?
- C) Documented source of revenues over time ?



# **“Financing LEDS in AFOLU Sector” session: QUIZ**

**3. Most AFOLU project or programs receive finance via:**

- A) government agency annual budgets ?**
- B) large bilateral grants ?**
- C) private investors seeking a return on capital ?**
- D) wide range of sources ?**

# “Financing LEDS in AFOLU Sector” session: QUIZ

**4. Market entry barriers refer to:**

**A) those turnstiles that keep the shopping carts out of the store ?**

**B) lack of local capacity to transact in a market ?**

**C) inadequate quality of or uncertified products, high entry costs, etc. for a market ?**

# “Financing LEDS in AFOLU”: Problem Statement: How to identify your decision criteria, by Finance type ?

Criteria Finance Type	Green standards met	Low social risk	Strong delivery partner	Good Credit risk	Cash flow	Low transact costs	Bundle d to Signif. scale	Strong guarantor (MIGA)
Domestic agency								
Bilateral								
Multi-lateral								
CSR								
Private equity project								
PES scheme								
Green bond								



FROM THE AMERICAN PEOPLE







# THANK YOU



**USAID**  
FROM THE AMERICAN PEOPLE

