



BREA 2016 International Conference & Exposition

EU in the region on Sustainable/Green Energy & The outcomes of The EU-Caribbean Conference

Dr. Erwin Edwards



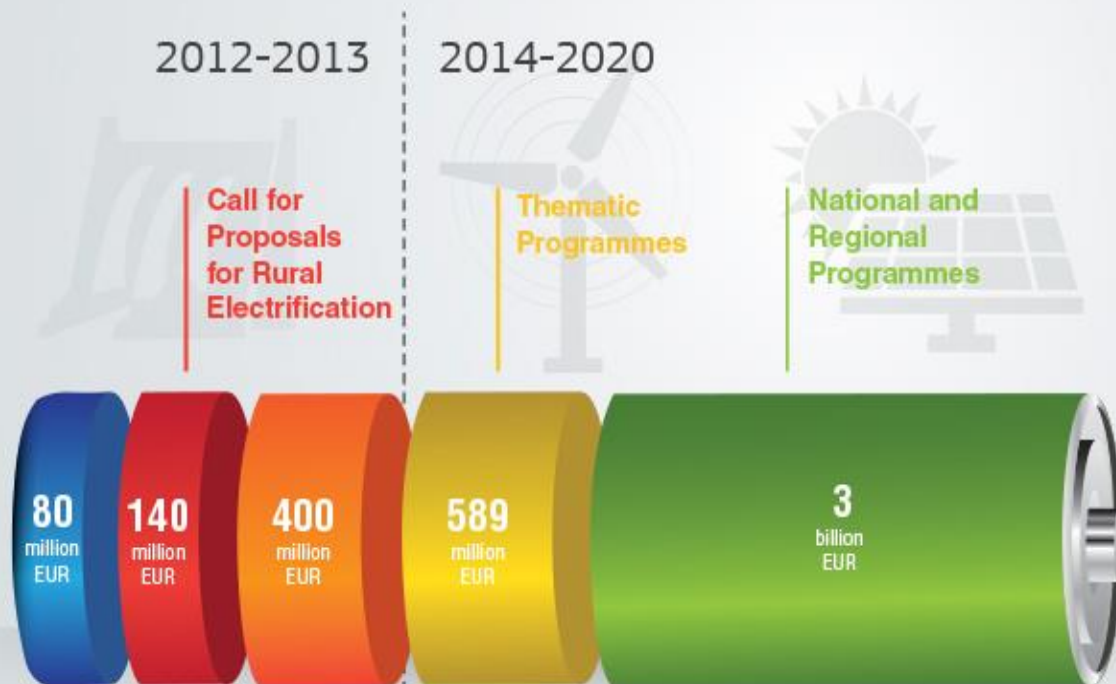
1. EU Priorities in Caribbean
2. EU Financial Instruments
 - Electrifi
 - Caribbean Investment Facility (CIF)
3. Way Forward

EU Priorities in Caribbean



- Commitment to support the Caribbean to achieve their part of the Paris Agreement on Climate Change and the Sustainable Development Goals (SDGs) by:
 - Building on strong political ownership for policy reforms needed to attract investments
 - Increasing partner countries' capacity
 - Stimulating investments for Energy Efficiency and Renewable Energy projects

Financial Instruments



- **EUR 4 billion globally** to tackle energy poverty
- **EUR 600 million** mobilised in 2012-2013
- **EUR 3.5+ billion** allocated for 2014-2020.
- Significantly leveraging investments. Fill gaps in energy infrastructure and power businesses, schools, homes and hospitals.

Financial Instruments



80 million EUR, 2014-2020

- EU Technical Assistance Facility
 - ❖ Assist partner countries in fine tuning their energy policies and regulatory frameworks to allow for increased investments in the energy sector



Financial Instruments



400 million EUR

➤ EU Blending Instruments

- ❖ Provide grants to leverage additional public and private sector resources
- ❖ €135 million have been earmarked for CIF under the 11th EDF Caribbean Regional Indicative Programme 2014-2020
- ❖ € 800 million to € 1.2 billion in investment is expected to be leveraged
- ❖ €30 million was committed in the financing agreement signed last month at the Conference

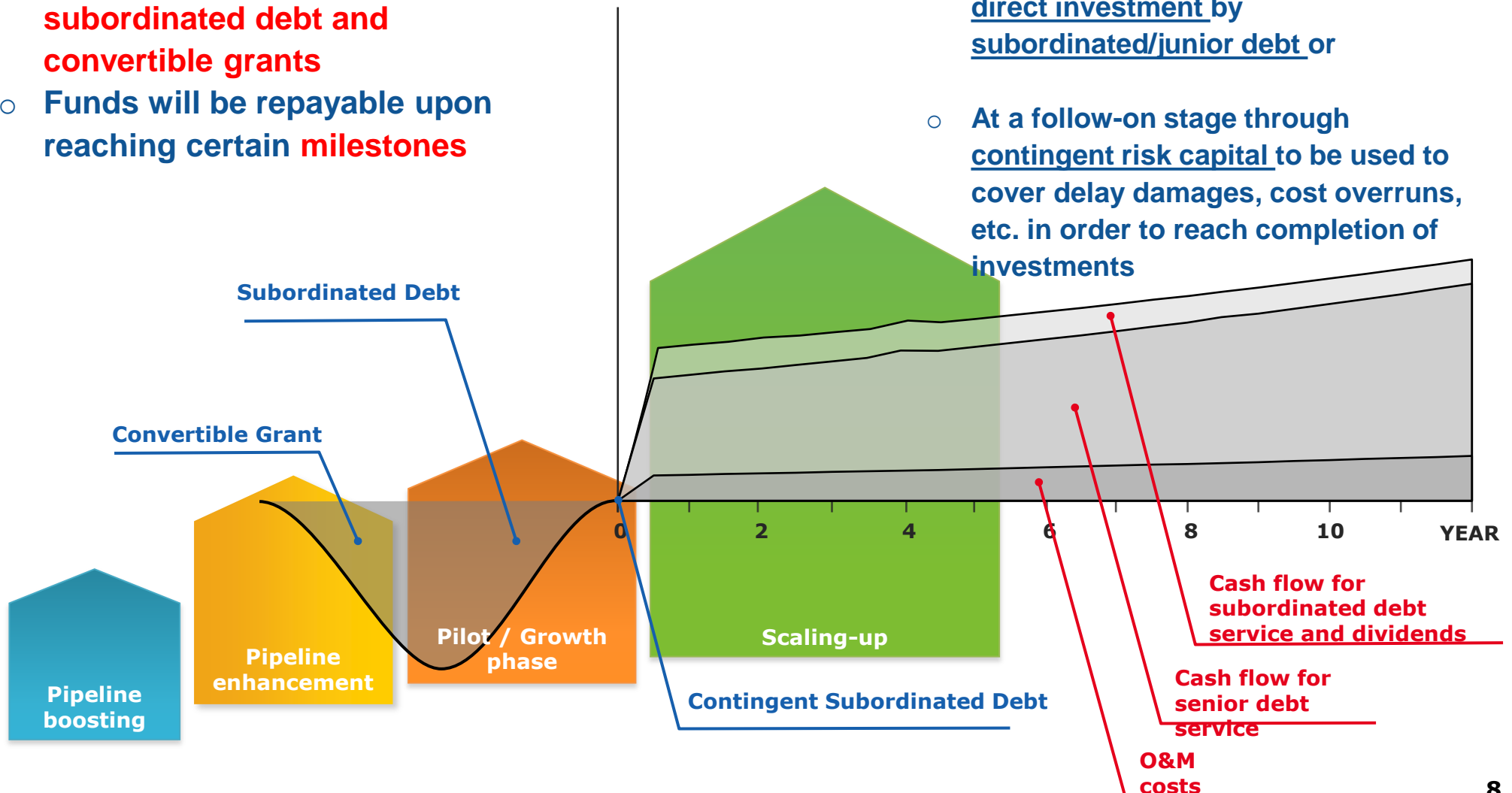


- A flexible answer to challenges of risk and size
- Supports the upscale or bundling of small initiatives
- Beneficiaries can be companies & project promoters
- Provides technical contribution through Advisory Services in making projects bankable by:
 - ❖ Structuring the investments in a financially sustainable way
 - ❖ Improving the investments on environment, social, governance and other topics
 - ❖ Improving payment systems of energy services

High-Risk Financing

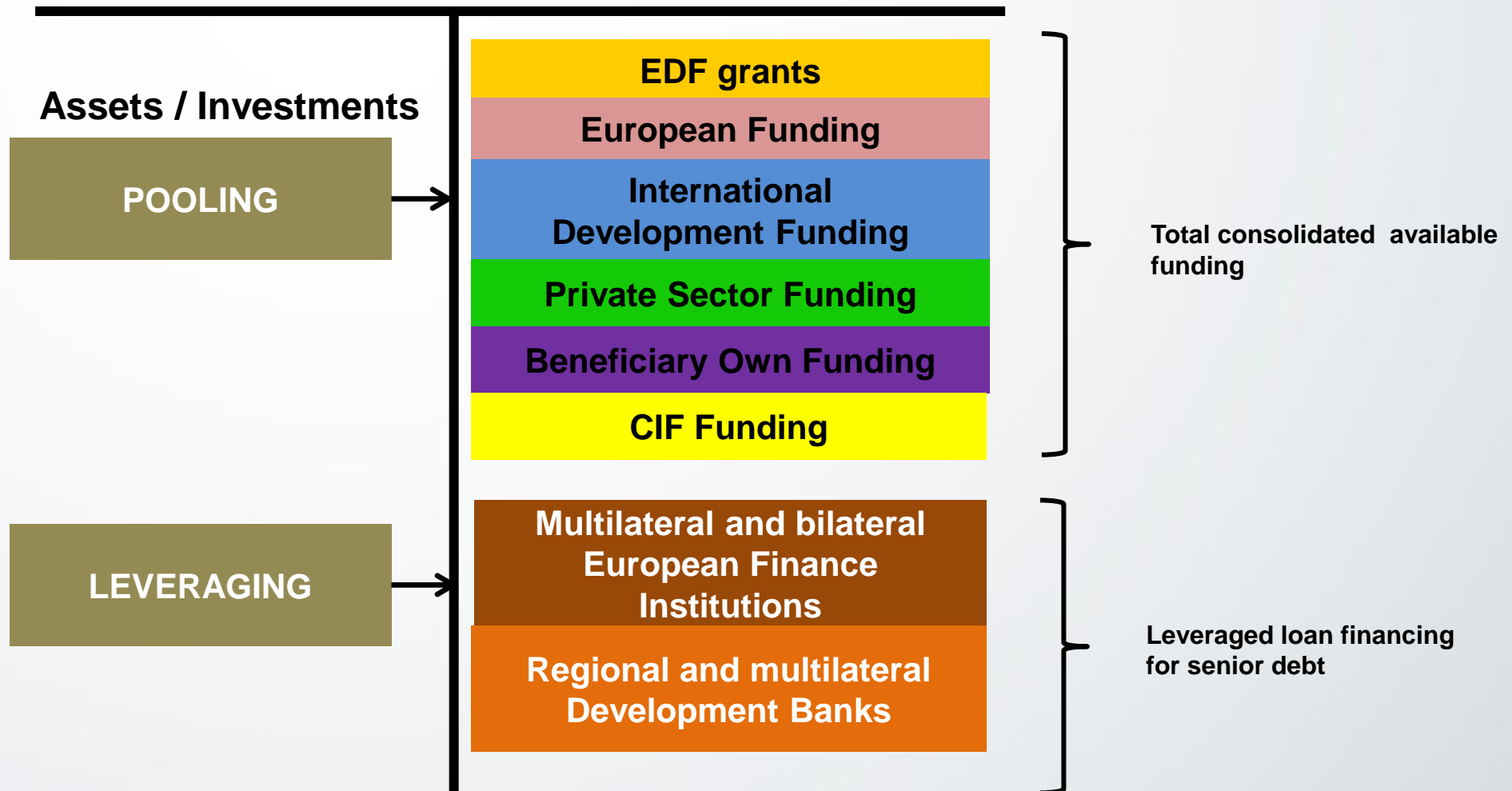
- At a very early stage through **subordinated debt and convertible grants**
- Funds will be repayable upon reaching certain **milestones**

- At a somewhat later stage through direct investment by subordinated/junior debt or
- At a follow-on stage through contingent risk capital to be used to cover delay damages, cost overruns, etc. in order to reach completion of investments



- Supports investments across 15 Caribbean countries
- Provides support through TA and grants
- Provides risk capital & other risk sharing instruments
- Sets up partnerships, pooling grant resources from the EDF and using them to leverage loans from:
 - ❖ Multilateral and bilateral European Finance Institutions
 - ❖ Regional and multilateral Development Banks

Venture Financing



Way Forward



Energy Efficiency

- Focus on project identification and development
- Select partnerships with common goals and potential synergies
- Apply to ElectriFi during the next call in late 2016/early 2017 - more information at <http://electrifi.org/>
- Apply to CIF any time – more information at https://ec.europa.eu/europeaid/regions/latin-america/caribbean-investment-facility_en

Thank You



Dr. Erwin EDWARDS
Expert on Sustainable Energy in the Caribbean Region
EU TAF Caribbean Sustainable Energy for SE4ALL

Email : erwine@caribsurf.com

Tel. : 1 246 234-5770 (Barbados)

Skype : erwin.edwards

Website: <http://capacity4dev.ec.europa.eu/public-energy>