

Oesterreichische Entwicklungsbank AG – Development Bank of Austria

March 2017

Gerhard Gunz



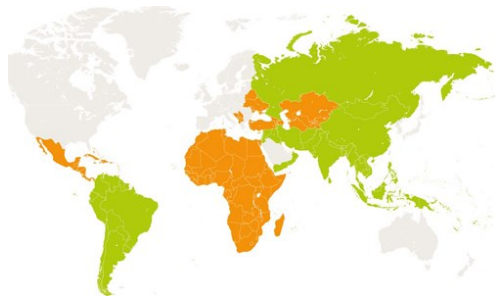
OESTERREICHISCHE
ENTWICKLUNGS-
BANK AG

WWW.OE-EB.AT

OeEB focus areas

Focus regions

- Africa
- Southern Caucasus/Central Asia
- Southeastern/Eastern Europe
- Central America/Caribbean



Focus sectors



Renewable Energy



Resource Efficiency

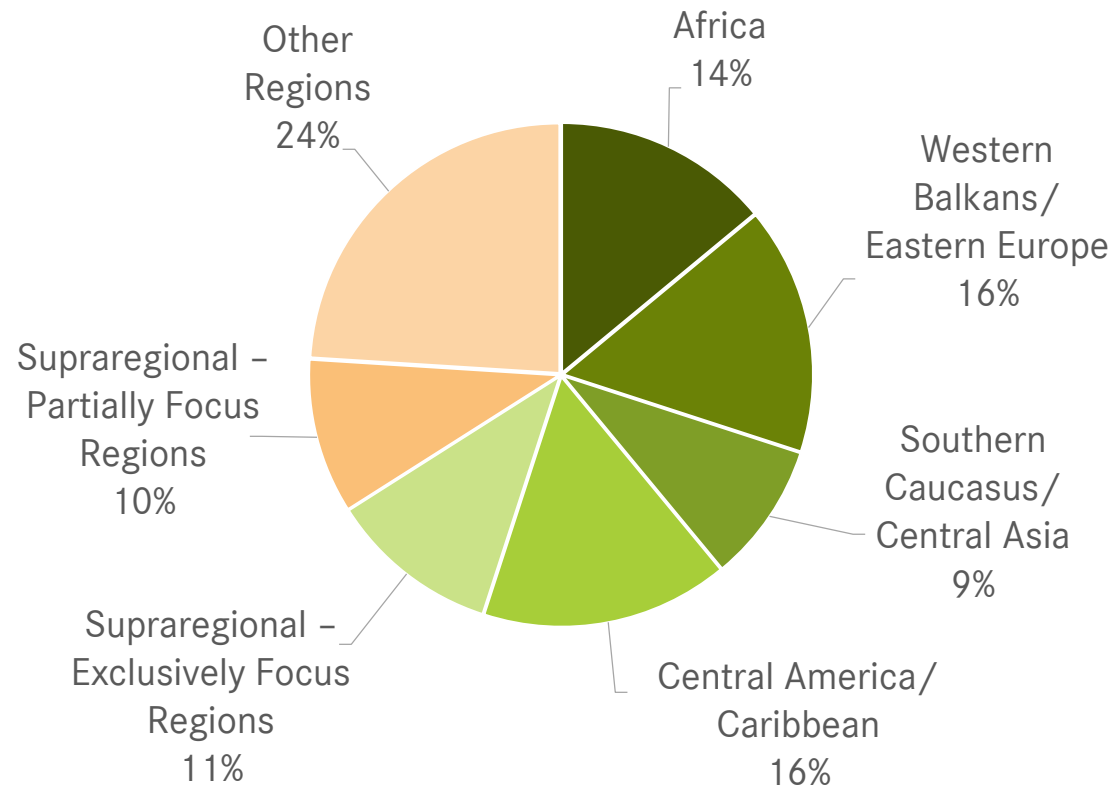


Jobs: Micro, Small and
Medium-sized companies

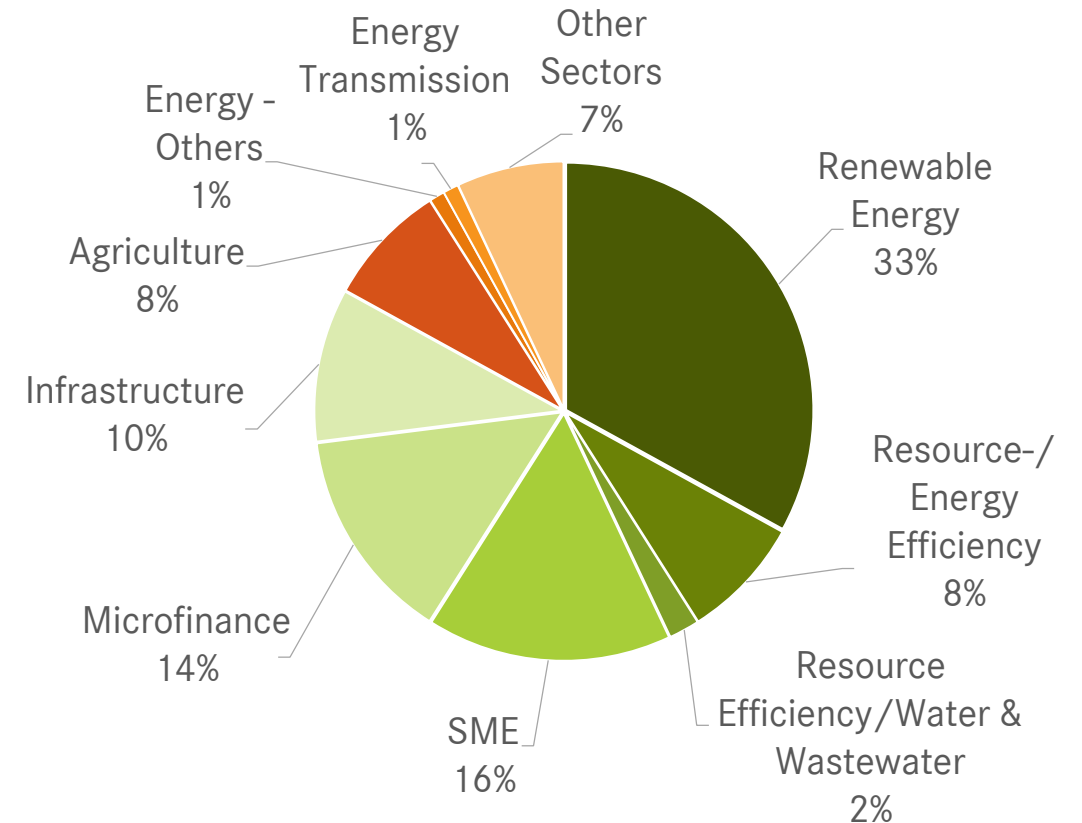
Portfolio Distribution per end-2016

Total committed portfolio: EUR 1.04 billion

By region:

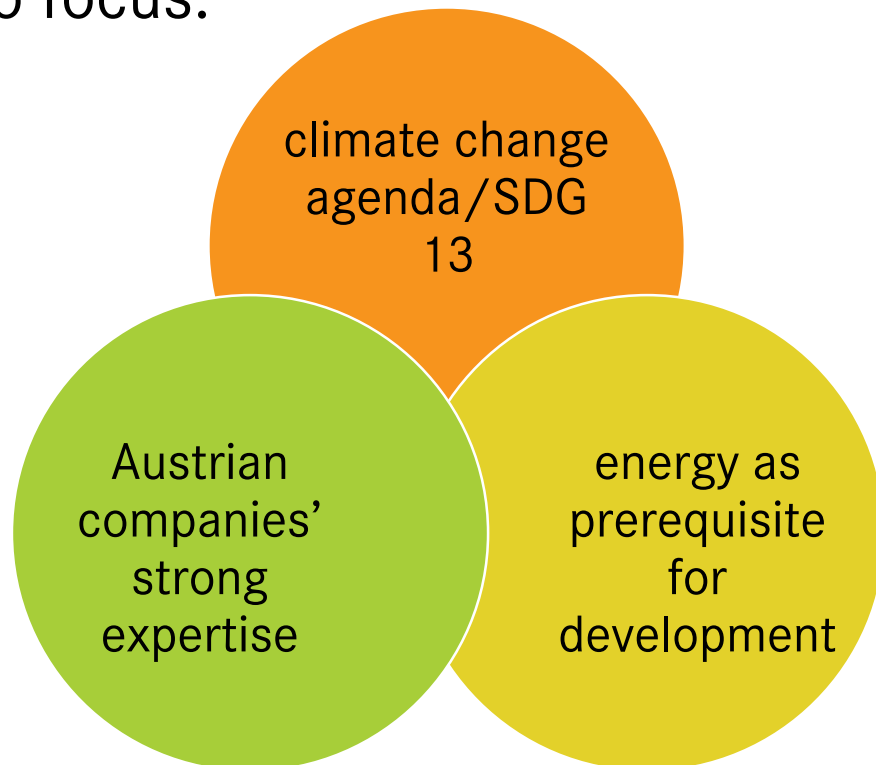


By sector:



OeEB focus on renewable energy & energy efficiency

- Overlapping circles motivating us to focus:



- OeEB successful in implementing RE/EE projects in real sectors (hydro, solar, wind, geothermal) and in financial sector (thematic credit lines to local FIs) in range of countries
- However, challenges require fresh thinking and cooperation

Tackling challenges in climate finance

- „Bankability“ of projects – how to make a project ready for financing?

EDFI/EU: ElectriFi Facility – bridging gaps in structuring/focus on rural electrification
includes project development finance

OeEB's investment in AREF (Africa Renewable Energy Fund):
Origination by partnership with local sponsor/developer after initial and before detailed development stage; link to with AfDB/SEFA

OeEB working on further initiatives regarding development of RE projects (in the making..)

Tackling challenges in climate finance

- Teaming up with other actors to implement larger/more complex projects

Joint financing of projects with other development banks, particularly EDFI (European Development Finance Institutions) partners (around two thirds of projects realized)

EDFI ICCF (Interact Climate Change Facility -11 EDFI members, AfD, EIB): funding up to 75% of combined ICCF + Promoting Partner financing – one contract for client, funding coming from all ICCF participants

Tackling challenges in climate finance

- Innovative financing:

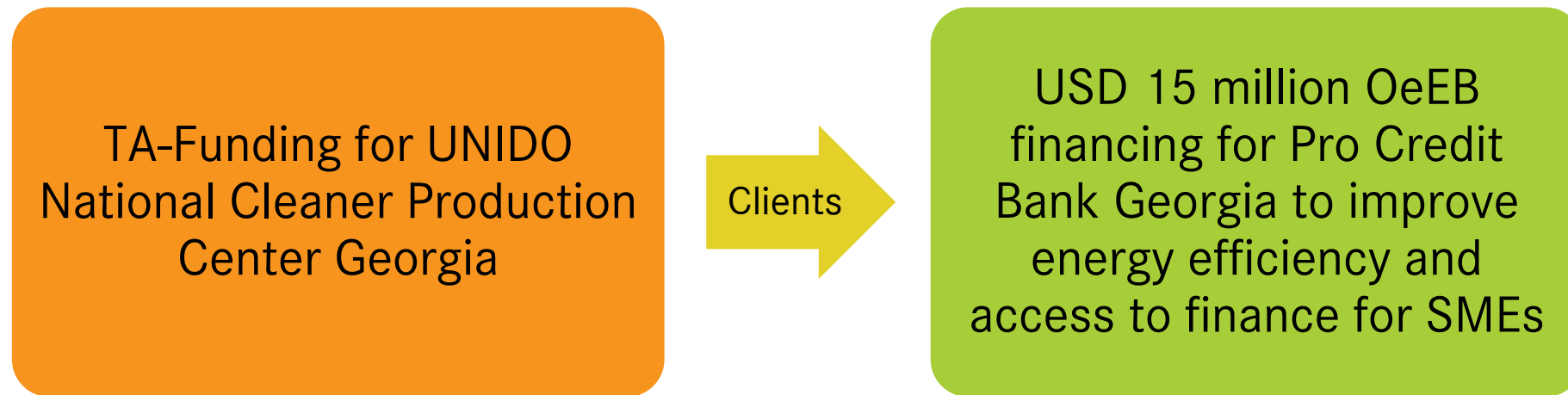
Pro Credit Holding: EUR 10 million OeEB- financing (Tier II capital) supporting energy efficiency activities of PC Group in SE-Europe/ Black Sea Region

SEKEM Egypt: EUR 7 million investment financing (tea packaging, cooling facilities for herbs and spices) + TA for testing semi-transparent photovoltaic system: clean energy & shadow for herbs

Green for Growth Fund (GGF): EUR 20 million OeEB-participation (+ TA Facility), A-/B-/C-shares structure, focus on investments in SE-Europe

Tackling challenges in climate finance

- Combining TA projects with financing projects



Tackling challenges in climate finance

Learning from the past to do [even?..] better in the future

- Evaluation of KfW/OeEB credit line to Sekerbank Turkey supporting energy efficiency investments of Micro-, Small and Medium-Sized Enterprises
- Revealed some shortcomings e.g. in respect of agricultural machinery investments financed (higher energy efficiency vs. larger machinery)

Spending thought on how to make meaningful contribution on adaptation

- One example: Hydro Decision Support System Georgia: TA-funding for Pyöry Energy to develop web-based application which models effect of climate change scenarios on river basins, facilitating planning of sustainable water use & of hydro power investments


Climate Finance – Going Forward



We stand ready to tackle the challenge, but...



...OeEB is and will remain a fairly small actor and the challenges ahead are substantial thus...



...we believe it is crucial to seek closer cooperation, amongst development banks & beyond!

Thank you!

OeEB
Oesterreichische Entwicklungsbank AG
Strauchgasse 3
1011 Vienna
Austria

Tel. +43 1 533 12 00-0
Fax +43 1 533 12 00-5252

office@oe-eb.at
www.oe-eb.at
www.twitter.com/OeEB_Austria



Funding tomorrow's prosperity.