

► LIST OF BILATERAL PROJECTS

#	Project title	Sector	Total €	LAIF €
1	Linking REDD+ mechanism with local implementation, the forest component of the Special Climate Change Programme of Mexico	Sustainable agriculture	337,000,000	2,140,000
2	Combating climate change in agriculture program FIRA (mex-3CAP)	Sustainable energy	100,000,000	5,200,000
3	ECOCASA Program	Sustainable energy	168,250,000	7,220,000
Total			605,250,000	14,560,000

► LIST OF MULTILATERAL PROJECTS

#	Project title	Specific activities	Sector	Total €	LAIF €
1	Climate Change Programme in Latin America	Transmission study and regional electrical integration	General environmental protection	303,000,000	3,000,000
		Cogeneration Assessment Study			
		Energy Efficiency in the Cement Industry			
2	Facility for Performance Based Climate Finance in Latin America (PBC Facility) - Decision ENV	Implementation Concept for the Manufacturing Sector	General environmental protection	90,000,000	10,280,000
Total				393,000,000	13,280,000

PROJECT: Linking REDD+ mechanism with local implementation, the forest component of the Special Climate Change Programme of Mexico (PECC)

LEAD INSTITUTION:

AFD

PARTNERS:

AECID

EU-LAIF

TOTAL COST:

€ 337 000 000

LAIF CONTRIBUTION:

€ 2 140 000

TYPES OF SUPPORT:

Technical Assistance

DURATION PERIOD:

Sep 2013 – Oct 2017

OBJECTIVE:

The project aimed at strengthening technical and institutional capacity to respond to climate change at a local level; reducing pressure on watershed forests through the promotion of sustainable development, including the reconversion of productive and agricultural activities and community forestry; and developing and implementing a mechanism for access to international carbon finance (REDD+), in line with the national strategy, in two poor Mexican regions.

The project was successfully completed and contributed to the creation and development of six inter-municipal associations to promote and finance sustainable rural development, tackling deforestation and improving water resources management (REDD+ actions with climate change impact).

RESULTS:

- Creation and consolidation of six inter-municipal associations covering five river basins, eleven Ramsar sites and protected natural areas, as well as the bio-cultural reserve of Puuc.
- Institutional agreements among these associations and federal ministries to coordinate public programs in this field.
- Development and implementation of local REDD+ land strategies to mitigate deforestation and forest degradation.
- Development of municipal action plans to combat climate change.
- Pilot local REDD+ projects for sustainable forest management.
- Development of participative investment programs for emissions reduction.

PROJECT: Combating climate change in agriculture (FIRA Program)



LEAD INSTITUTION:

AFD

PARTNERS:

IDB

EU-LAIF

TOTAL COST:

€ 100 000 000

LAIF CONTRIBUTION:

€ 5 200 000

TYPES OF SUPPORT:

Investment grants
Technical assistance

DURATION PERIOD:

June 2014 – June 2020

OBJECTIVE:

The program sought sustainable investments and practices in agriculture, fisheries and forestry sectors, which helped improve the quality of life of rural populations, especially in poor regions, and optimize the use of natural resources while mainstreaming climate change mitigation and adaptation in the sector. The project supported a public agriculture development bank, FIRA, with financing, investment grants and technical assistance to provide concessional loans for pilot green rural investments as well as long-term financing in the field of mitigation and adaptation of climate change in rural activities.

EXPECTED RESULTS:

- FIRA funded 10 innovative projects with the potential of replication and dissemination.
- FIRA is developing action plans to implement a sustainable strategy.
- Farmers and their organizations use innovative financing for sustainable projects reducing the impact on climate change.

PROJECT: **ECOCASA Program**



LEAD INSTITUTION:

KfW

PARTNERS:

IDB

EU-LAIF

TOTAL COST:

€ 168 250 000

LAIF CONTRIBUTION:

€ 7 220 000

TYPES OF SUPPORT:

Investment grants
Technical assistance

DURATION PERIOD:

Dec 2013 – Sep 2021

OBJECTIVE:

The Program consists of a package of financial incentives and technical assistance to support housing developers with the design and implementation of low carbon houses. The financing contract for the LAIF contribution to the EcoCasa Program with a volume of EUR 7 million in grants was signed by Sociedad Hipotecaria Federal (SHF) and KfW in September 2013. These funds were used to provide investment grants and technical assistance for the construction of more than 652 passive houses.

EXPECTED RESULTS:

- Construction of more than 652 passive houses: these new houses will achieve 80% reduction of CO2 emissions with a 95% increase in the level of comfort (20°C to 25°C).

PROJECT:

Climate Change Programme in Latin America

COUNTRIES:

Argentina, Bolivia, Brazil,
Chile, Colombia, Ecuador,
Mexico, Paraguay, Peru

LEAD INSTITUTION:

KfW

PARTNERS:

CAF

EU-LAIF

TOTAL COST:

€ 303 000 000

LAIF CONTRIBUTION:

€ 3 000 000

TYPES OF SUPPORT:

Technical Assistance

DURATION PERIOD:

Mar 2011 – Mar 2020

SPECIFIC ACTIVITIES IN THE COUNTRY:

- Transmission study and regional electrical integration.
- Cogeneration Assessment Study.
- Energy efficiency study on the cement industry.

DESCRIPTION:

This program correlated with a credit line negotiated by KfW with CAF to finance investments in renewable energy and environmental protection projects in Latin America. To complement the investment funding, the EU granted technical assistance funds through LAIF to carry out studies that foster innovative technologies and projects in the sector with the aim of converting them into potential investment projects for CAF. They included feasibility studies and renewable energy potential assessments for Latin American countries, among other climate change projects and initiatives.

EXPECTED RESULTS:

- The program contributes to mitigation and adaptation to climate change as well as protection of the environment in Latin America through 10 studies in the fields of electrical integration, “green” energies and climate-related issues, promoting environmentally focused infrastructure investments.

PROJECT: Facility for Performance Based Climate Finance in Latin America (PBC Facility)

COUNTRIES:

Colombia, Ecuador, Mexico

LEAD INSTITUTION:

KfW

PARTNERS:

CAF

EU-LAIF

TOTAL COST:

€ 90 000 000

LAIF CONTRIBUTION:

€ 10 280 000

TYPES OF SUPPORT:

Investment grants

Technical assistance

DURATION PERIOD:

Apr 2012 – Oct 2016

SPECIFIC ACTIVITIES IN THE COUNTRY:

- Implementation Concept for the Manufacturing Sector.

DESCRIPTION:

This was an initiative to support sustainable and climate-friendly development and transformation of defined sectors in Latin America through the implementation of performance-based greenhouse gas mitigation activities. The PBCF Facility is aimed at implementing pilot schemes that lead to monitored and verified CO₂ equivalent emission reductions and contribute to the overall objective of limiting global warming; designing innovative incentive schemes for sector reform which are linked to achieved emission reductions (performance-based approach); supporting development of showcases for the definition of sector/sub-sector baselines and implementation of robust MRV (monitoring/reporting/verification) systems; supporting the creation of suitable institutional set-ups for the implementation of performance-based sectoral approaches and building the capacities needed within participating institutions for the implementation of mitigation activities.

EXPECTED RESULTS:

- Development of two pilot schemes.
- Development of projects identified under the pilot schemes within the framework of the pilot schemes.
- Reduction of emissions levels has been confirmed after verification via the supported projects.
- A reduction of 1 000 000 CO₂ ton equivalent by 31/12/2021.