

Thoughts on the
Caribbean Resilience Fund

Needs

- Economic Leadership
- Climate Resilience
- Economic Resilience
- Innovation for Long Term Growth & Resilience
- Comprehensive Financial Architecture

Growth & Competitiveness

- Diversification
- Renewables, Electric Mobility, Energy Efficiency
- Digitization
- Blue Economy
- AgriTech
- Education & Training
- Health, Wellness, Fitness, Sports

Climate Resilience

- Nature
- Housing
- Buildings (public & private)
- Water
- Agriculture
- Road Infrastructure
- Coastal Infrastructure
- Energy Infrastructure
- Communications Infrastructure

The EU Taxonomy Regulation establishes six environmental objectives

- Climate change mitigation
- Climate change adaptation
- The sustainable use and protection of water and marine resources
- The transition to a circular economy
- Pollution prevention and control
- The protection and restoration of biodiversity and ecosystems

Do we have a

THEORY OF CHANGE?

(around the nexus of resilience &
economic growth)

Be Selective and Articulate

A MISSION

For Example:

By increasing RE we can optimize balance of payments,
reduce energy costs, increase competitiveness

Therefore focus on Energy

By 2030, Renewables will constitute [X]% of
Energy Portfolio in the pilot countries

For Example:

By insuring public assets we can avoid losses to
safeguard fiscal space

Therefore focus on Insurance

By 2030, [X] % of Public Buildings will
be fully insured in the pilot countries

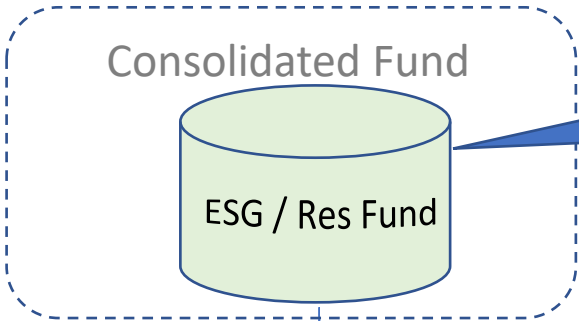
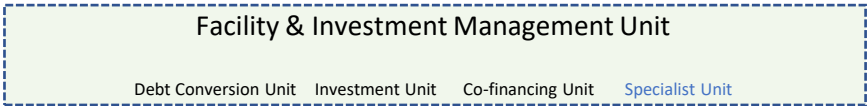
Being able to communicate
momentum and success
will attract more money.

Therefore start with a
narrow focus

GOVERNANCE

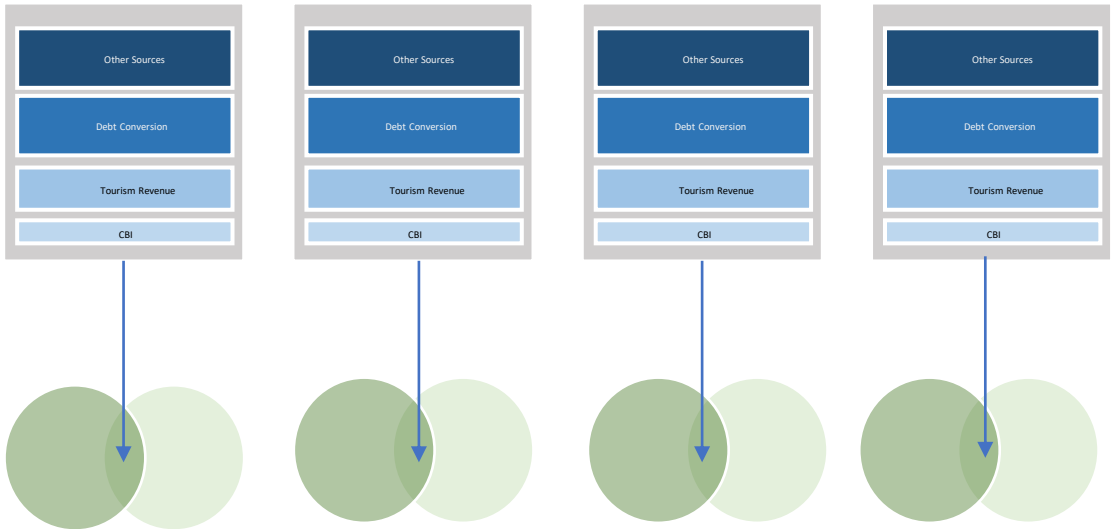


MANAGEMENT (CDF / CDB)



- Debt conversion funds
- Green / blue bonds
- ESG Investment money
- Etc

National Accounts



“Low Hanging Fruit” Countries:-

- The right debt profile
- Ready to Accede
- Creditors are ready
- New Intermediaries are ready
- Can seed their national account

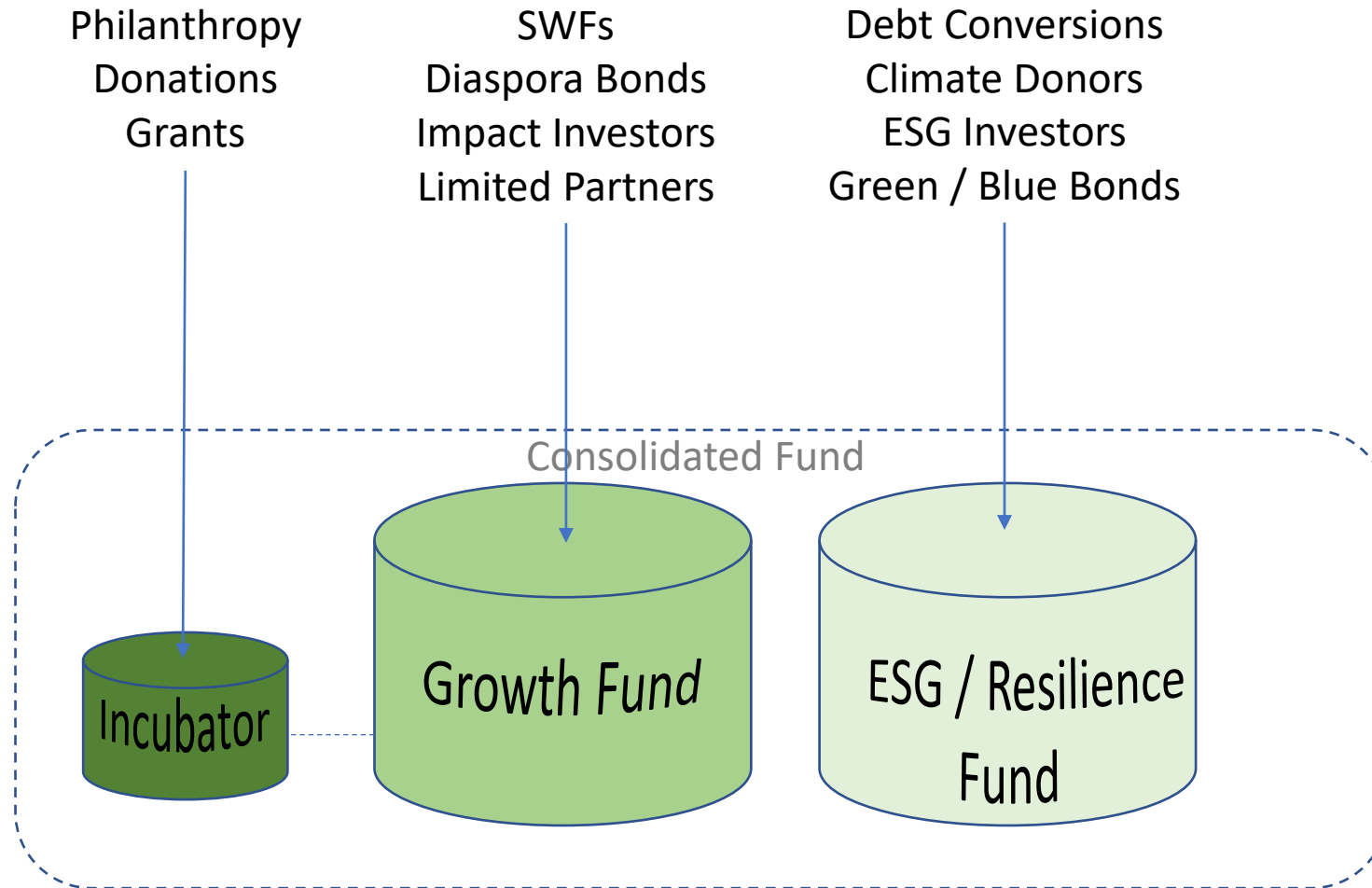
Prioritize “Sweet Spot” Portfolio of Climate Resilience Projects that confer Economic Resilience

Demonstrate Quick Wins
and Early Successes.

Then grow and evolve

3 Windows within a Consolidated Fund

Different funders will have different criteria. Have buckets to service different needs.



GOVERNANCE
(Legitimacy)

[Light Touch] Regional Governance Council for the
Caribbean Sovereign Resilience Facility

ECLAC CDB CDF CARICOM OECS Chamber Tourism UWI Manufacturing Digital Green Blue
Country Representatives

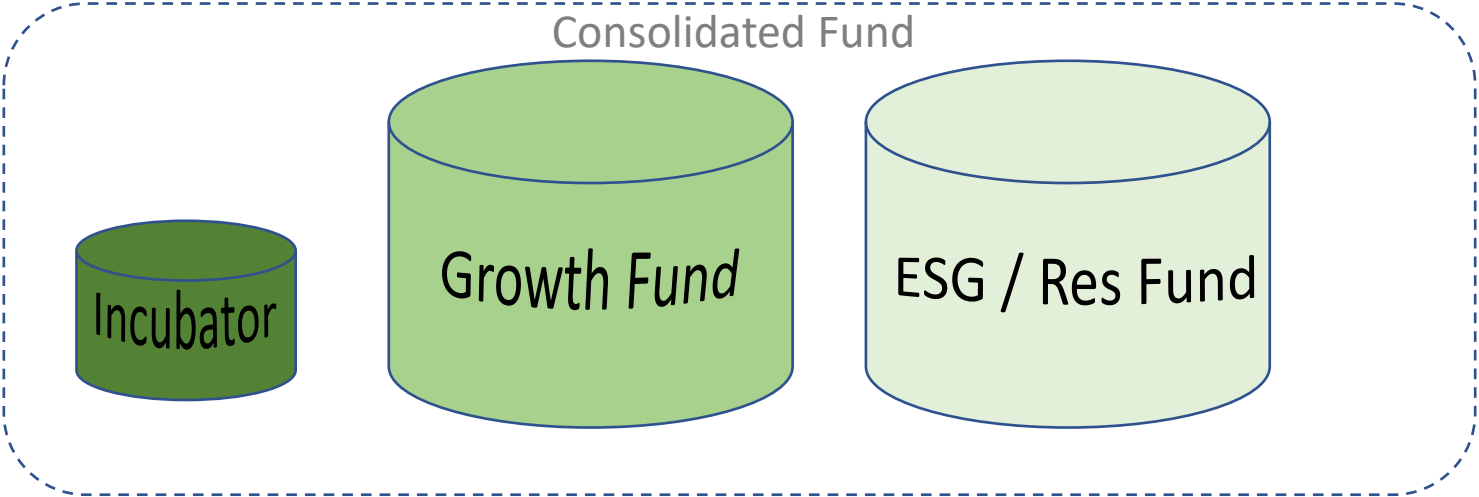
Annual commentary on the Annual Reports + Physical meeting every 5 years to review and approve a 5-year plan

Fiduciary Responsibility

MANAGEMENT

Facility & Investment Management Unit

Competitiveness Unit Investor Relations Unit Debt Conversion Unit Bond & ESG Unit Treasury Unit Investment Unit Incubation & Acceleration Unit Co-financing Unit



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Consolidated Fund

Incubator Growth Fund ESG / Res Fund

Fiduciary Responsibility

Solar & Wind Aggregator Other Aggregators

Consider the potential benefits of aggregators to achieve scale

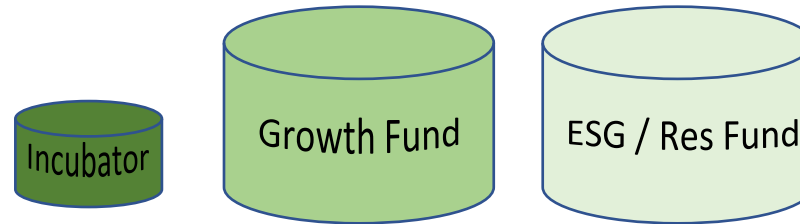
[Light Touch] Regional Governance Council for the
Caribbean Sovereign Resilience Super Fund

ECLAC CDB CDF CARICOM OECS Chamber Tourism UWI Manufacturing Digital Green Blue
Country Representatives

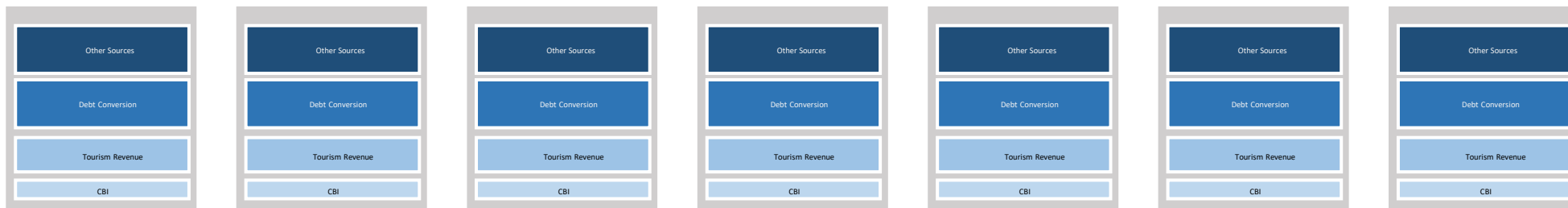
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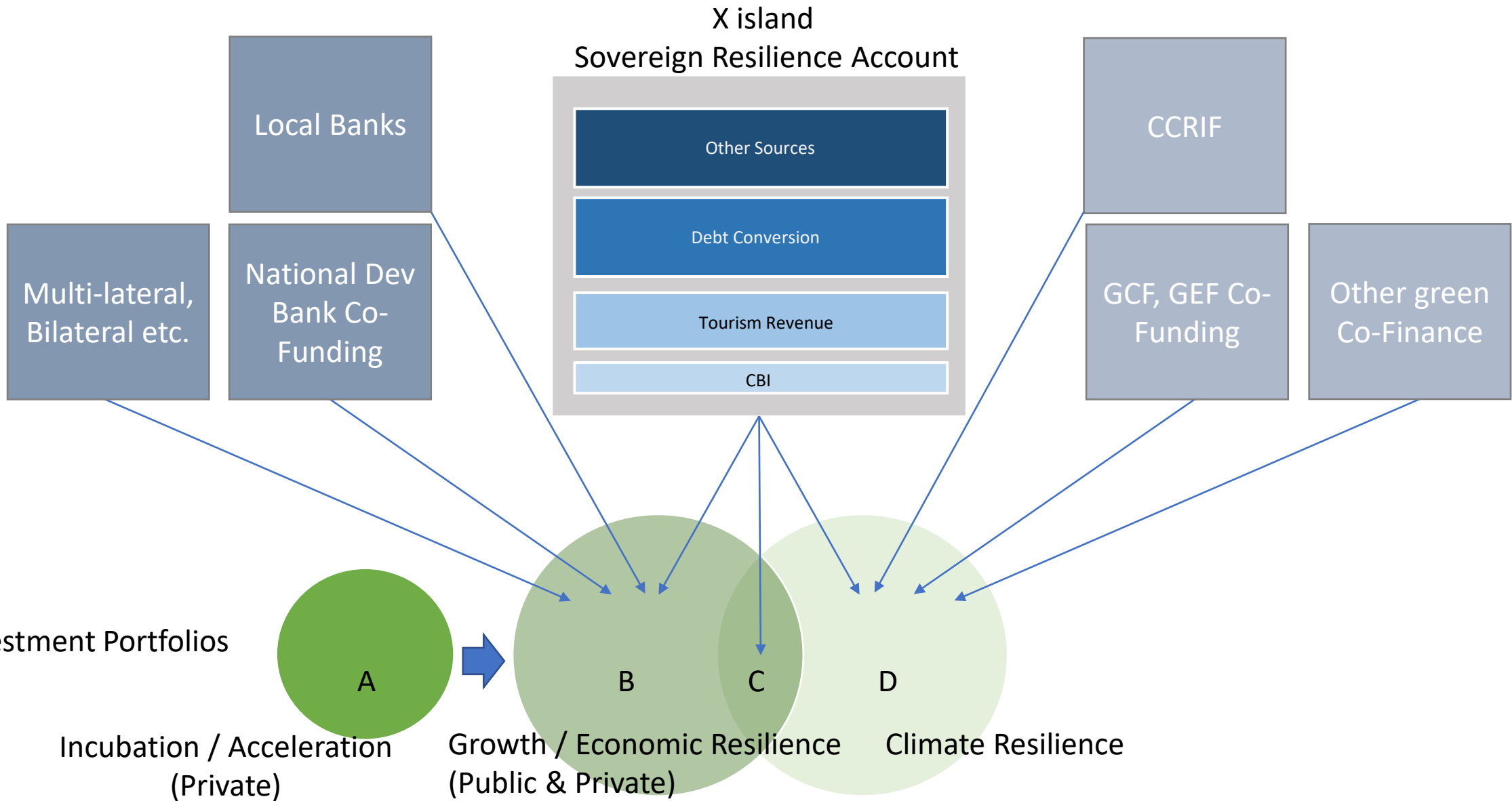


National Accounts



- Allows for Greater Ownership
- Allows for “Skin in the game”
- Will help attract finance
- Get moving faster

Local Leverage (Target 1:3)



Going Forward

Stage 1

- Sovereign Matrix: Credit ratings, NDCs, Competitive Opportunities, Gaps
- Common themes & Low hanging fruit
- Decide a Mission
- Thematic **KPIs** for the Fund (Resilience & Growth)
- White Paper & Deck; include evolution from simple start
- Embed in CARICOM Processes

Stage 2

- Develop within CDF or CDB (**based on KPIs**)
- Onboard “low hanging fruit” countries
- Proceed with Debt Conversion for Climate Resilience

Stage 3

- Better Harness Existing Instruments (IDA, IBRD, CDB etc etc)
- Consider: Green Bonds for Renewables & Energy Efficiency
- Consider: Blue Bonds for Coastal Resilience

Stage 4

- Prepare a Resilience, Growth & Competitiveness Report: include “out of the box” ideas
- Hold a Caribbean Economic & Investment Forum *in partnership with existing processes* (Consider partnership with **WEF**)
- Build a PROSPECTUS of Growth & Resilience Investment Opportunities
- Match-make using existing instruments
- Design Growth Fund to fill gaps (e.g. Private Sector equity)

Momentum is a Leader's Best Friend

- Harness global trends (e.g. climate/green finance)
- Start with a narrow focus: make it a mission
- *Get started!*
- Generate Momentum
- Demonstrate and Communicate Success **Quickly**
- GROW



Thank You