

EU-LAC Global Gateway Investment Agenda

Ewout SANDKER
Head of Cooperation
EU-Delegation in Chile



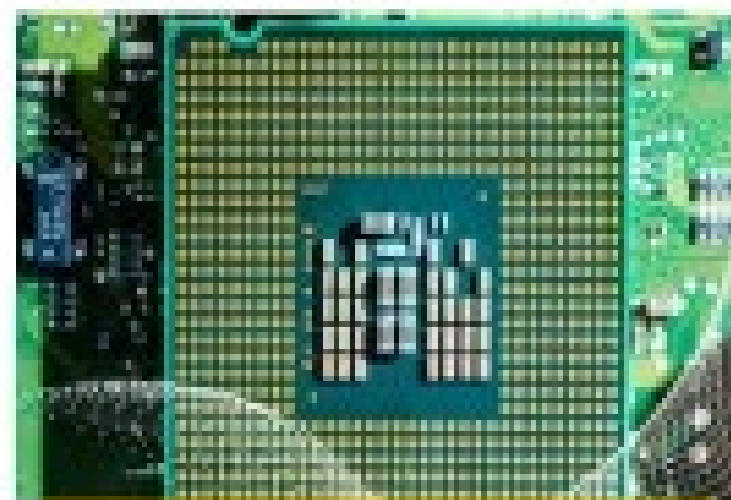
The Global Gateway stands for sustainable and trusted connections that work for people and the planet. It helps to tackle the most pressing global challenges, from fighting climate change, to improving health systems, and boosting competitiveness and security of global supply chains. It is Europe's strategy to boost smart, clean and secure links in digital, energy and transport sectors and to strengthen health, education and research systems across the world.



We will support smart investments in quality infrastructure, respecting the highest social and environmental standards, in line with the EU's values and standards.

Between 2021 and 2027, Team Europe, meaning the EU institutions and EU Member States jointly, will mobilise up to €300 billion of investments for sustainable and high-quality projects, taking into account the needs of partner countries and ensuring lasting benefits for local communities. The Global Gateway is the EU's contribution to narrowing the global investment gap worldwide.

Global Gateway Priorities



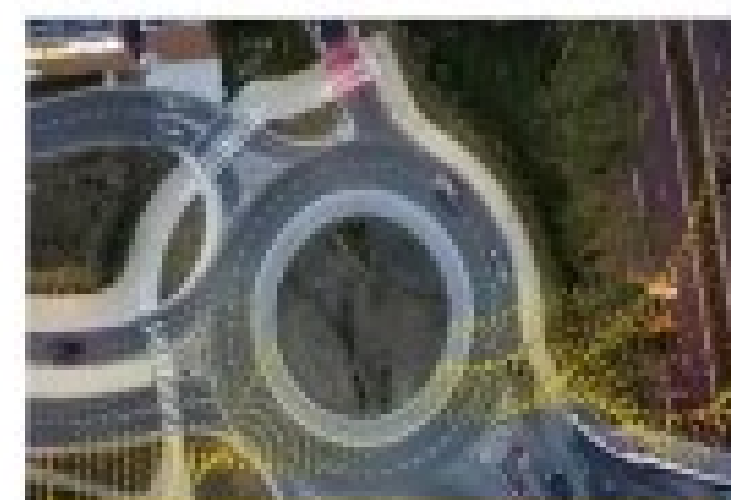
Digital

Universal access to an open and secure internet



Climate and energy

The transition to clean energy production and distribution



Transport

Sustainable, multimodal transport, incl. roads and ports



Health

The EU will help strengthen supply chains and local vaccines production



Education and research

High quality education and vocational training, with a focus on girls and women and vulnerable groups

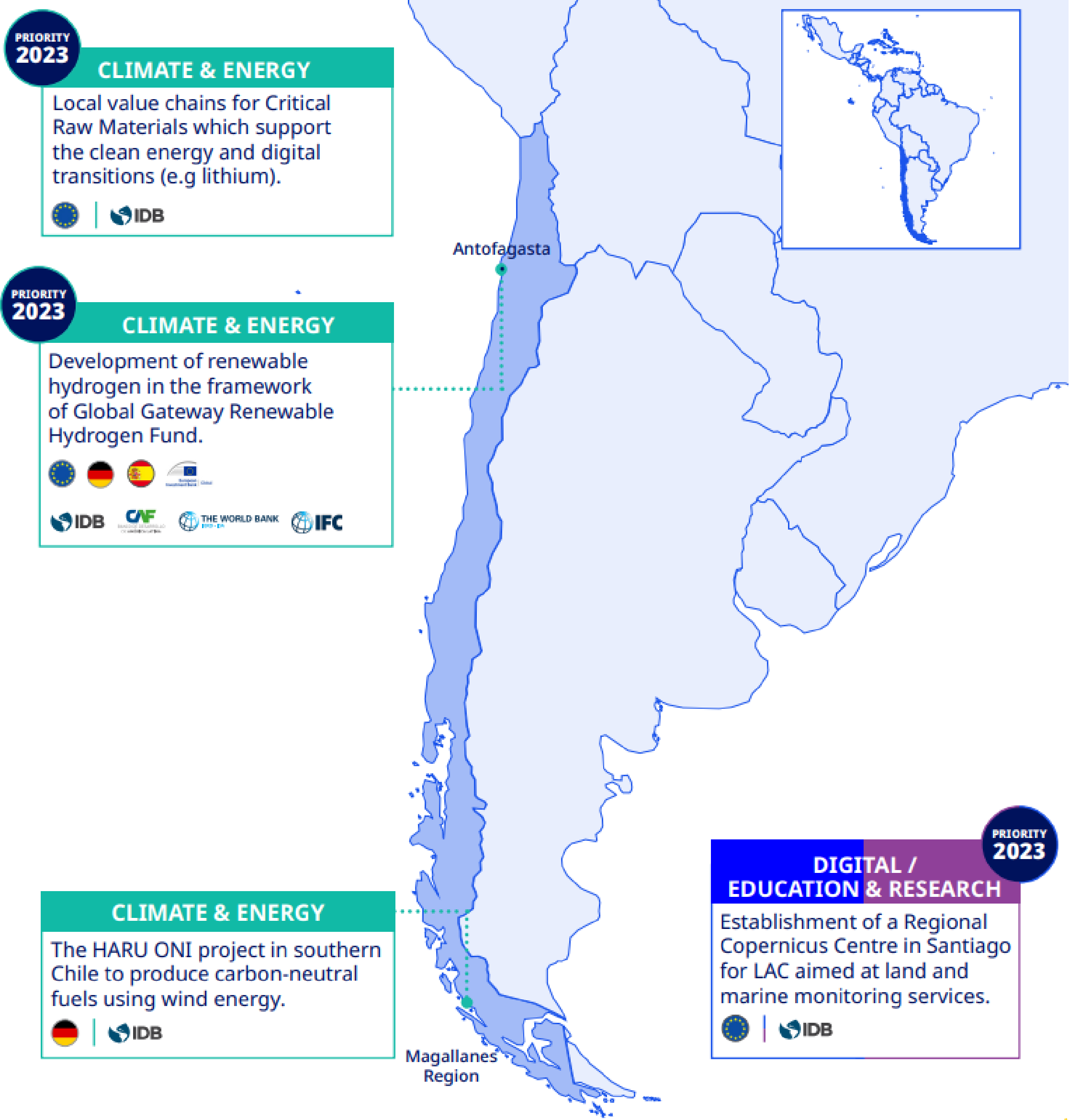
EU-LAC Global Gateway Investment Agenda



- Aims at **addressing investment gaps in line with common priorities of the EU and Latin America and the Caribbean**. The goal is to mobilise private capital and public funding for sustainable development.
- Showcases a selection of approximately **130 projects and priorities** that capture the ambition of the EU-LAC partnership. These projects have been selected based on their impact
- Delivered through **Team Europe**: true partnership between the EU and its Member States, development finance institutions, export credit agencies and private sector working together in public-private partnerships with **LAC countries and governments**
- **Main areas** that will be covered: *renewable energy, critical raw materials, decarbonisation and transport infrastructure projects, 5G and last-kilometre connectivity, digitalisation for public services, sustainable forest management, health products manufacturing, education and skills, sustainable finance and green bonds.*

EU-LAC Global Gateway Investment Agenda

Chile



EFSD+ Financial Instruments for LAC



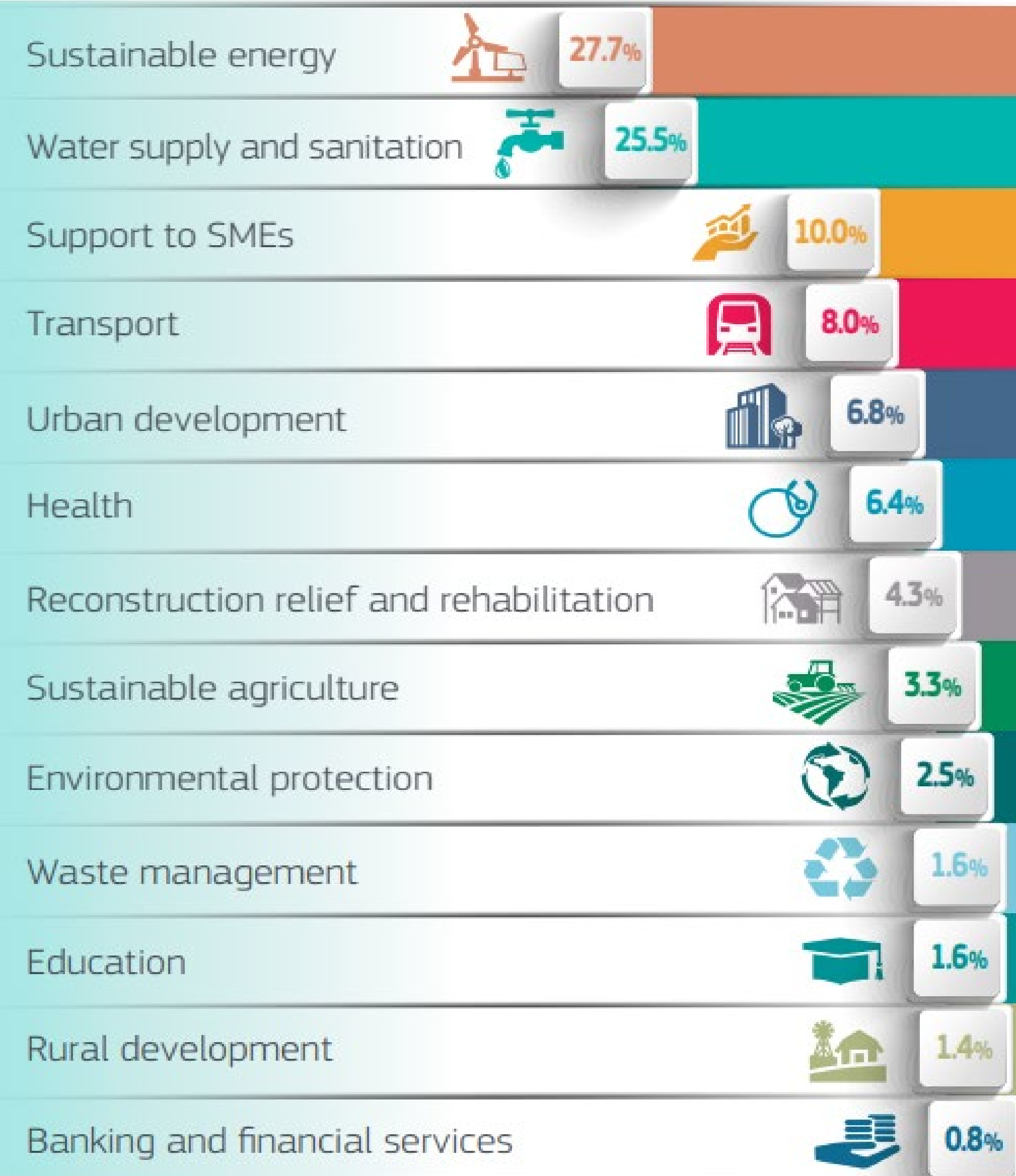
1. EFSD+ Blending



LATIN AMERICA CARIBBEAN INVESTMENT FACILITY objectives:

- Improving the quality and **sustainability of infrastructure** in Latin America and the Caribbean
- Increasing **environmental protection** and supporting **climate change** adaptation and mitigation
- Promoting equitable and **sustainable socio-economic development** through the improvement of infrastructure for social services and support to SMEs

Sectors that benefitted financing 2010-2023:



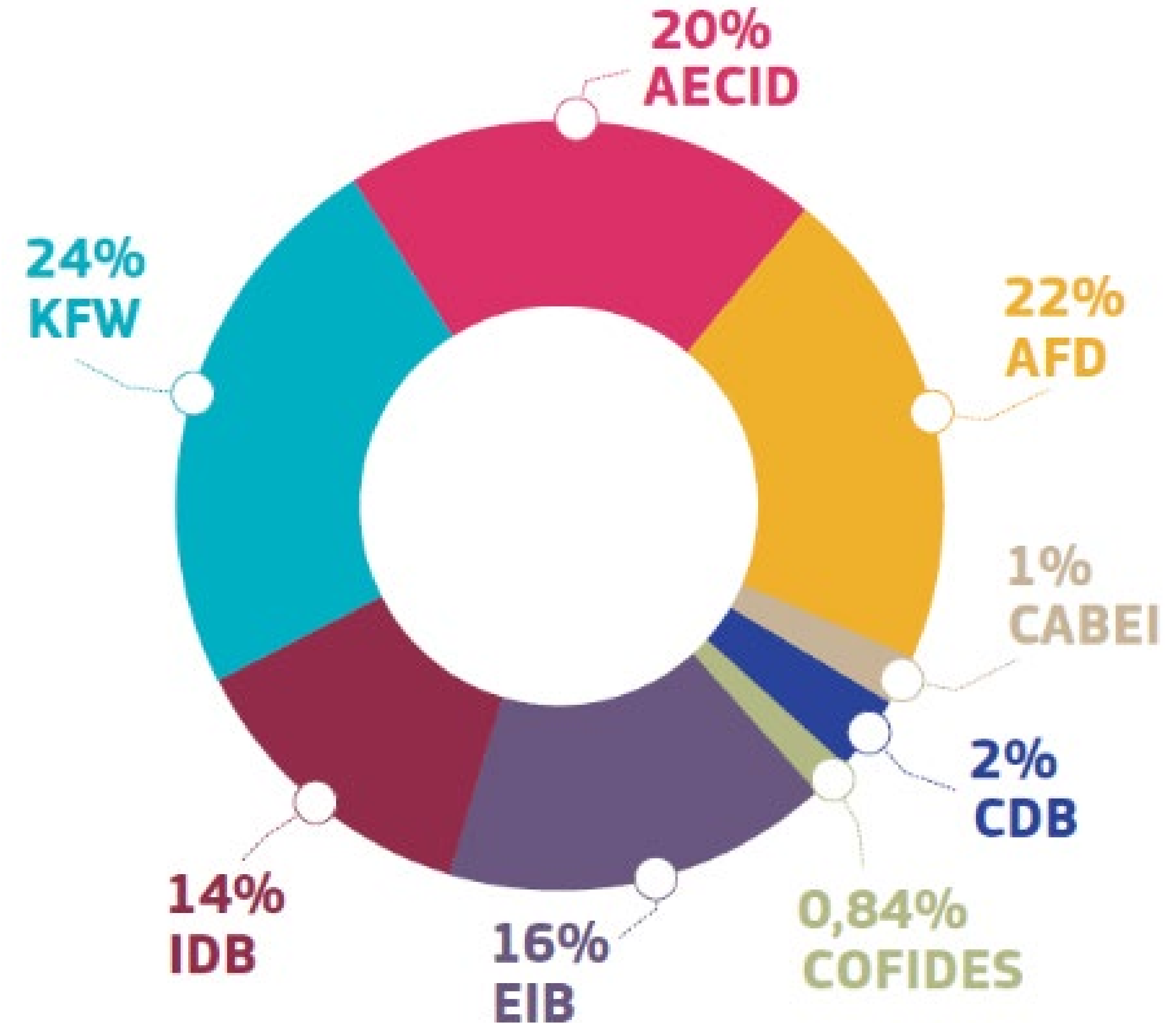
Blending State of Play (I)

Portfolio of ongoing operations

From 2010-2023, blending in LAC has:

- » Mobilised **EUR 719,6M** in EU grants to support projects for a total investment of **EUR 18.5 billion** through the facilities LAIF and CIF
- » Supported **84 projects** in total
- » **65 projects ongoing** as of 2023
- » **19 projects completed** as of 2022

Share of blending by lead financial institutions:



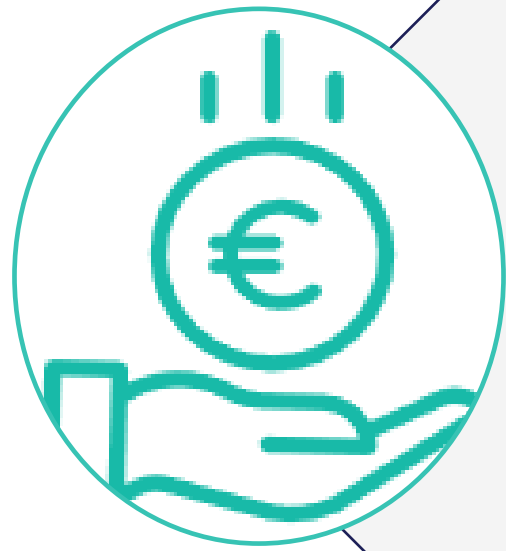
Blending in Chile:

Cerro Dominador, Latin America's first concentrated solar plant



Blending in Chile:

Global Gateway RH2 Funding Platform



A joint initiative by the European Investment Bank (EIB) and KfW Development Bank (KfW), led by the Delegation of the European Union in Chile to promote the incipient green hydrogen market in Chile, foster local supply chains and strengthen the potential for green hydrogen exports to Europe, while considering the importance of a just energy transition.

The Platform is financed by a loan of **EUR 200M** (where EIB and KfW each contribute EUR 100M), added to a grant of **EUR 16.5M** from the Latin America Investment Facility - **LACIF**. This platform, which will be managed by CORFO, will be focused on the development of specific projects for the production and applications of renewable hydrogen in Chile. The intention is to leverage further private and public finance for RH2 production and applications, amounting to estimated investments between 2-5 billion EUR.



2. EFSD+ guarantees





Funding of the EFSD+ guarantee 2021-27 (INTPA)

Region	EIB dedicated windows		'Open architecture' windows		Total	
	Guarantee	Prov (9%)	Guarantee	Prov (50%)	Guarantee	Prov
Sub-Saharan Africa	6,077	547	6,179	3,090	12,256	3,637
Asia and Pacific	1,768	159	1,798	899	3,566	1,058
Latin America and Caribbean	707	64	719	359	1,426	423
Total	8,552	770	8,696	4,348	17,248	5,118

EIB Operations – Chile - ORF

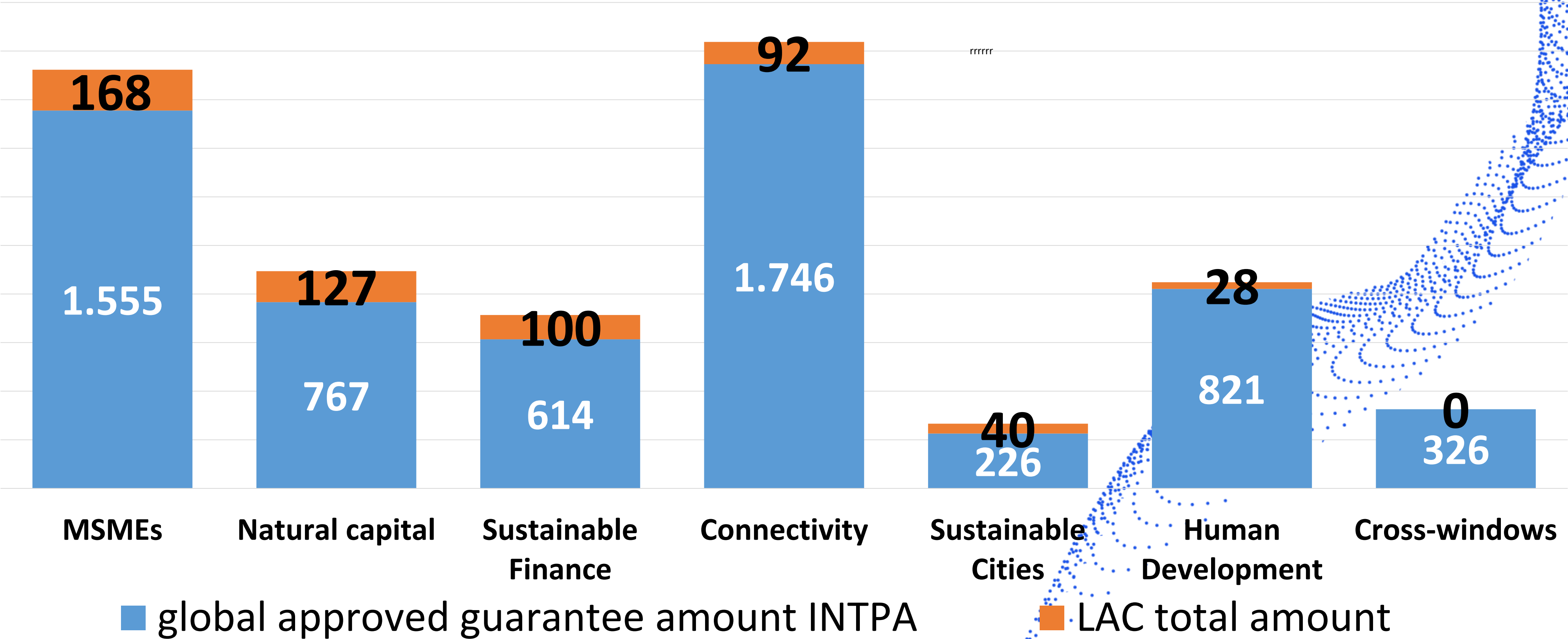


TITLE		COUNTRIES	SECTORS	SIGNED AMOUNT	CURRENT STATUS	LAST STATUS CHANGE ↓
→	ENEL LATAM - CHILE GENERATION (FL 20200823)	Chile	Energy	N/A	Approved	28/07/2023
→	CHILE - TEAM EUROPE GREEN HYDROGEN PLATFORM	Chile	Industry, Energy	N/A	Approved	17/07/2023
→	BANCO ESTADO ECOVIVIENDA - ENERGY MBIL	Chile	Urban development	€200,000,000	Signed	29/12/2022



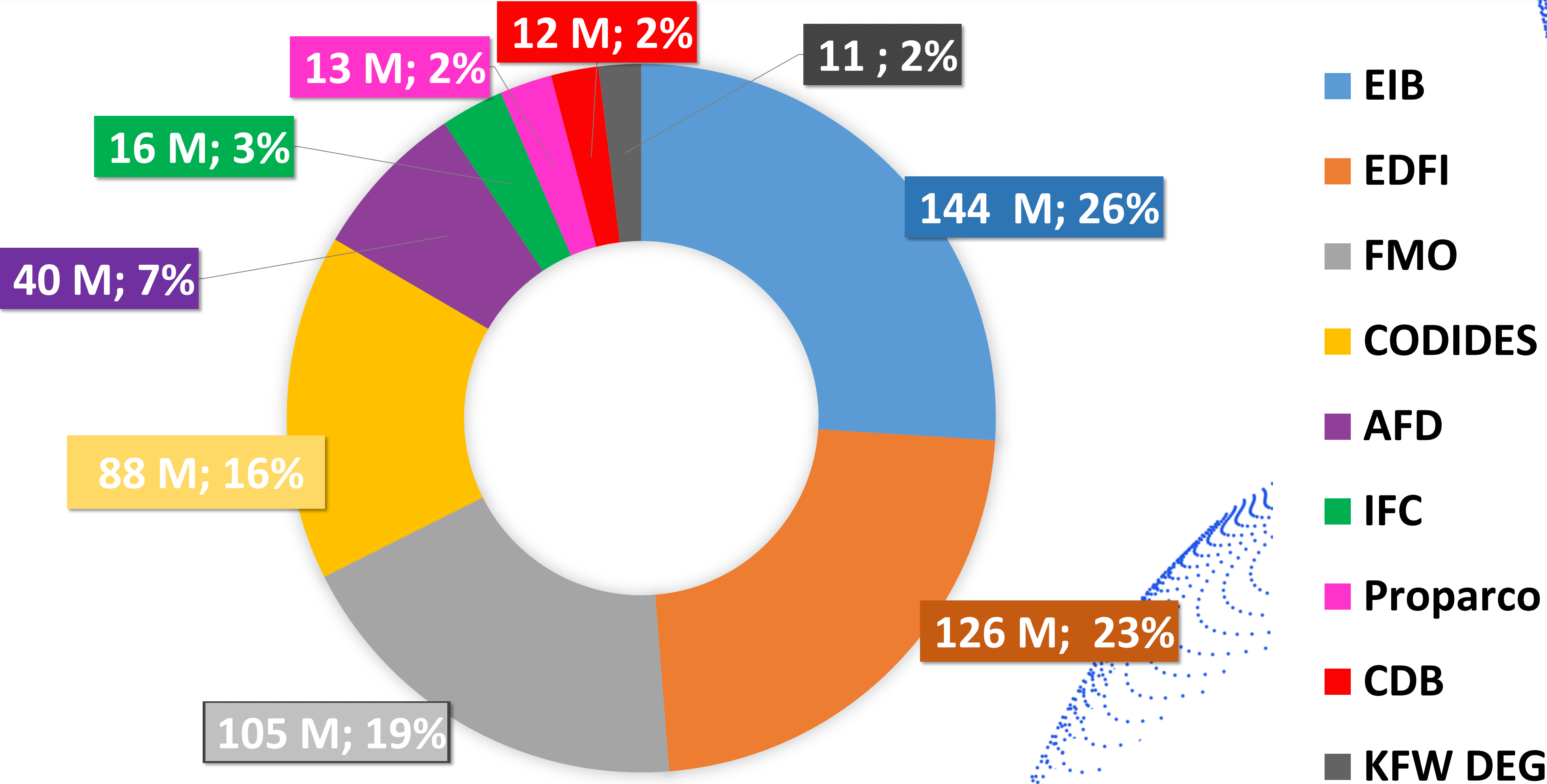
18 Approved Project Investment Proposals (PIPs) by Investment Window for LAC vs global: EUR 455M

Total Guarantee capacity (up to) -approved first CfP - EUR Millions





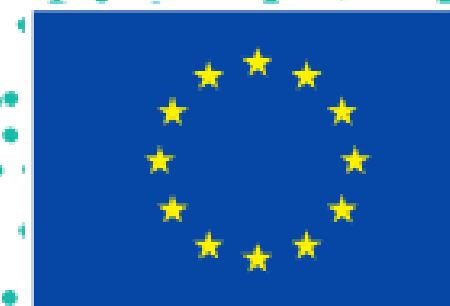
Approved PIPs for by DFI (9) for LAC



- The **Global Green Bond Initiative (GGBI)** is a flagship Team Europe initiative under preparation that was first introduced at the 2022 EU-AU Summit and then recently announced by President von der Leyen at the New Global Financing Pact Summit in June 2023 (Paris).
- The GGBI seeks to facilitate the green transition in the EU's partner countries by supporting the development of local green bond markets. It will do so by helping partner countries' sovereign, sub-sovereign and private entities mobilise capital from institutional investors (e.g. insurance companies and pension funds) to finance their climate and environmental (infrastructure) projects through green bonds.

The GGBI will achieve these objectives through:

- The set up of an **EU de-risked investment fund** (being the largest of its kind and reaching about EUR 2 bn) that will buy a portion of green bonds issued in LMICs.
- Supporting potential partner countries' green bond issuers through **capacity building and technical assistance**.
- Where relevant, **covering part of the issuance costs** linked specifically to green bonds.
- The **GGBI EFSD+ Proposed Investment Programmes (PIP)** was submitted by a consortium of DFIs and was approved at the EFSD+ Operational Board in December 2022 for a max. guarantee amount of **EUR 592 million** (**EUR 100m guarantee capacity for LAC**).
- The **day-to-day operations** of the GGBI fund will be conducted by an **Investment Manager**, that will be soon appointed after a public tender selection procedure led by the EIB.
- In terms of **timeline**, the **EFSD+ guarantee** negotiations between DFIs and the Commission are well under way and a **signature is expected for Q4 2023 / Q1 2024** at the latest. The GGBI **should be operational by the end of Q1 2024**. In terms of GGBI technical assistance, the objective is to start allocating resources as of Q4 2023.



#GLOBALGATEWAY #TEAMEUROPE

THANK YOU FOR YOUR KIND ATTENTION