

those who are funding the growth and long-term impact of the resilience solutions, differentiated from catalytic funders because they are seeking returns on their capital -- including impact investors, VCs, angel investors, development finance institutions, private equity firms

### **Proposed Actions**

# Barriers to Action for Investors

No coherent impact narrative & standard taxonomy: limited understanding of key definitions, solution space and investable models

"Climate resilience" seen as a sector for large infrastructure investments, not as tech-enabled

Perceived limited investable pipeline

Few successful exits and low perceived returns -lack of champion enterprises & high profile partnerships to build excitement

Limited understanding of impact, proof of impact, and impact measurement tools

Lack of metrics to measure performance of DF4CR investments; impact measurement for resilience efforts is more difficult as compared to mitigation

No shared definition and metrics for climate resilience in general

### By Investors

Highlight innovators to become "champions" for DF4CR

Take early high-risk positions in DF4CR innovators and investment vehicles with a more patient return profile

Evaluate their own portfolio for investees that have potential to adopt goods and services to address climate resilience

Layer climate-proofing as an essential consideration for asset classes with vulnerability

Deploy capital alongside catalytic funders in new financing vehicles -- focus on additionality not competition

#### By Others

Catalytic funders inject de-risking capital to support early stage startups and innovation

Enablers & catalytic funders identify and address barriers in the DF4CR market system

Enablers complete capacity building workshops for other ecosystem actors

Enablers facilitate partnerships between investors and innovators, and investors and funders

Enablers complete action research to develop evidence, demand and supply side data and use case

Governments give innovators time to experiment, set up regulatory sandboxes & tech innovation hubs

Gov'ts develop rules and enforcement for responsible delivery of DF4CR solutions

## Target 24-month outcomes

At least \$5M of investment placed into DF4CR innovators by COP27

At least 3 investors develop new investment thesis on DF4CR by COP27

At least 5 fintech investors commit to exploring potential climate resilience impact within their existing portfolio of fintech investments

At least 1 new financing vehicle for DF4CR announced by COP27