



EDFI

Introduction to EDFI
Alina Orrico, Team Europe and
Global Gateway Adviser

Energizing Africa
4 June 2024

EDFI Membership

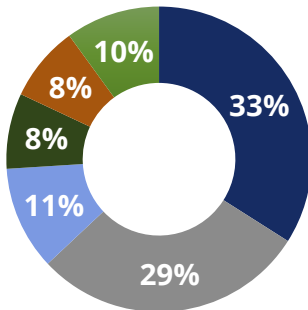
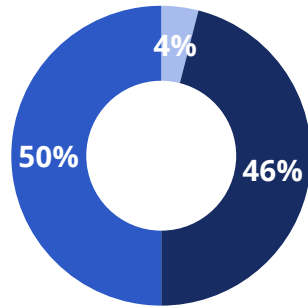
Currently 15 European members

EDFI represents 15 European state-backed organisations which are undertaking activities within the field of development finance for the private sector in countries outside the EU, namely bilateral “development finance institutions” (DFIs).

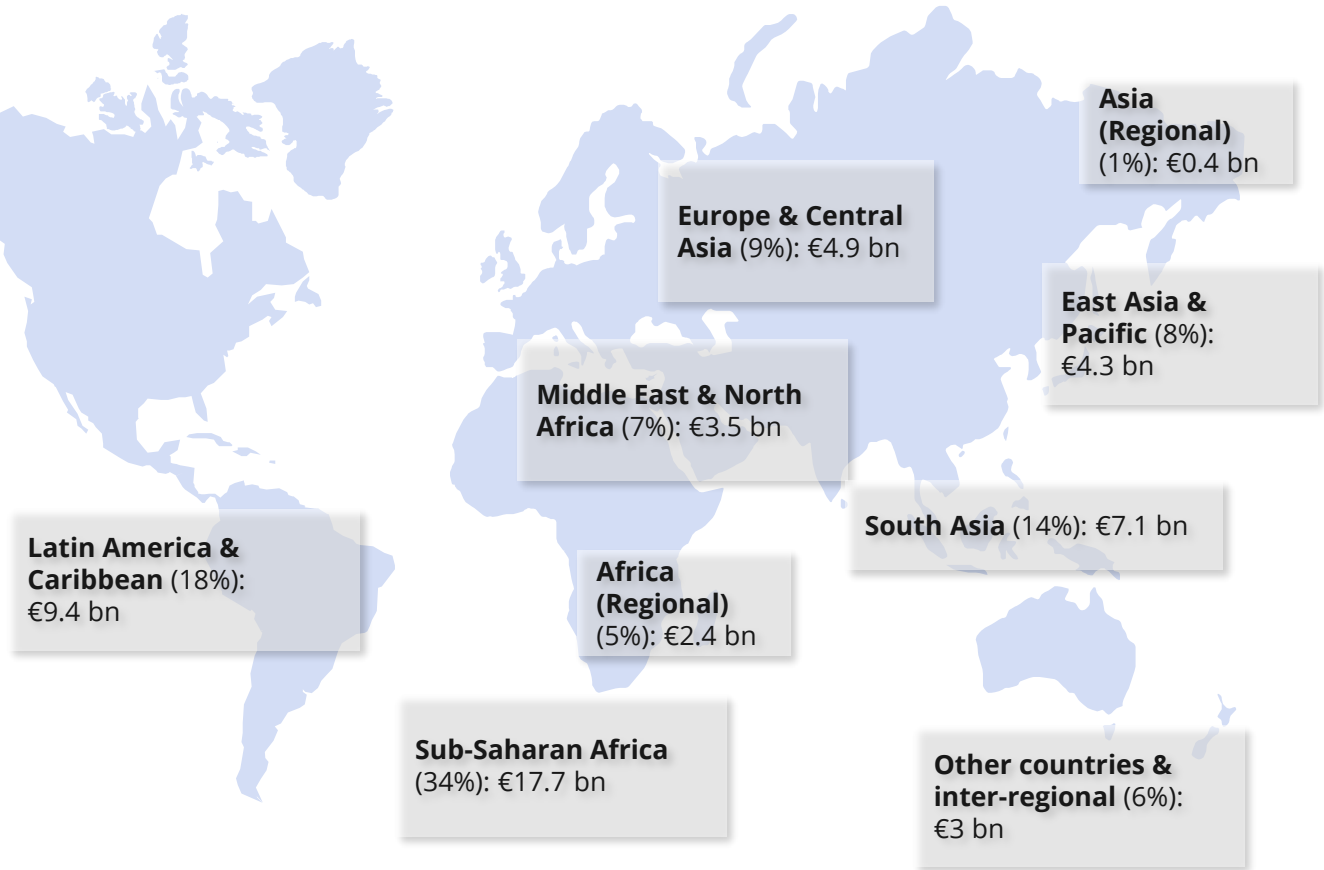


Snapshot of EDFI's aggregated investment portfolio (2023)

- **€52.6bn global portfolio** as of end 2023
- **+€20bn portfolio growth** over the past 10 years
- **6,916 total investments**



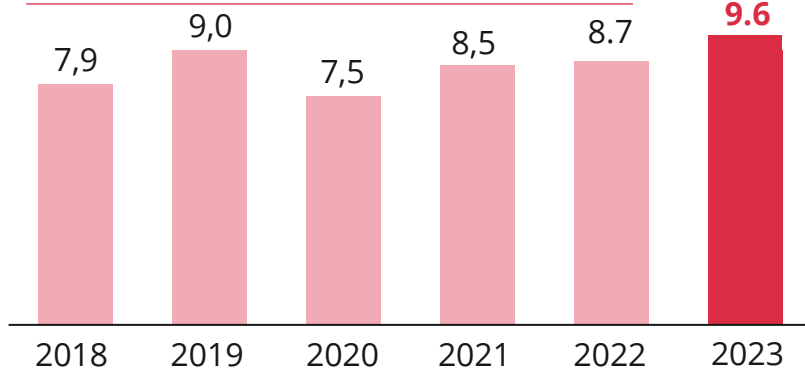
- Guarantees
- Equity & quasi-equity
- Loans
- Financial sector
- Infrastructure
- Industry & Manufacturing
- Agri-business
- Services
- Multisector



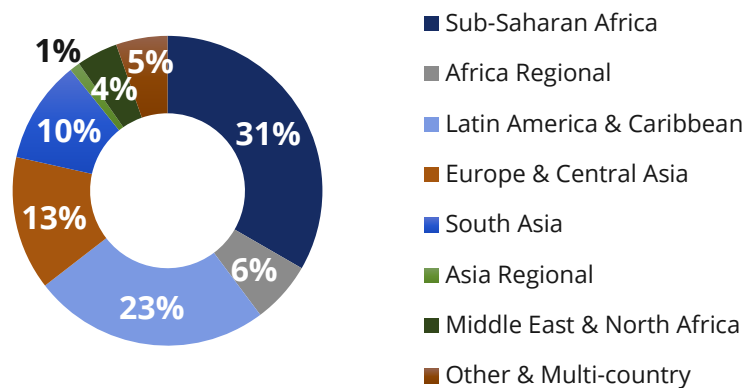
Highlights - new investment commitments 2023

Record new investments of €9.6bn, with strong growth in gender and climate finance

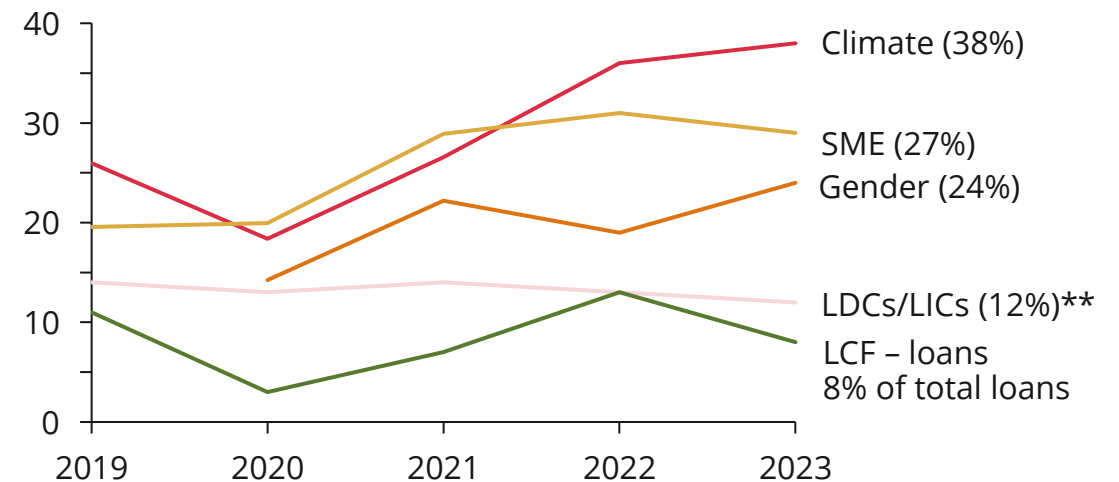
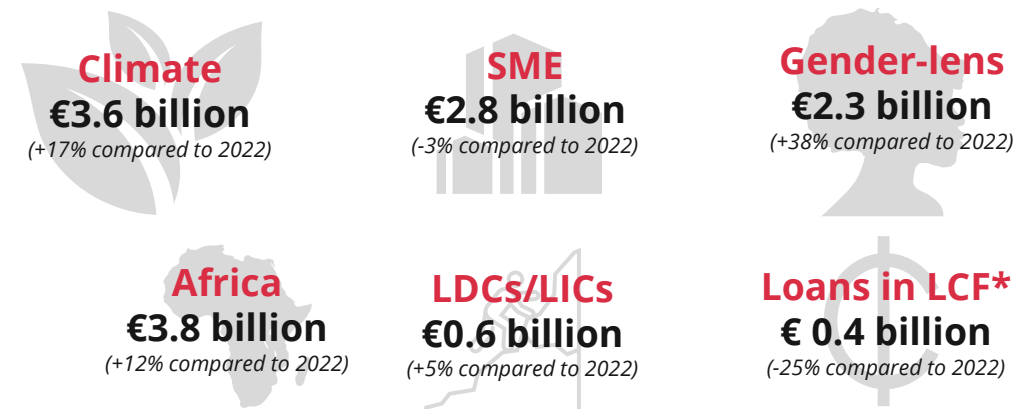
Total new investments of EDFI, €bn



Regional distribution, % of new investments

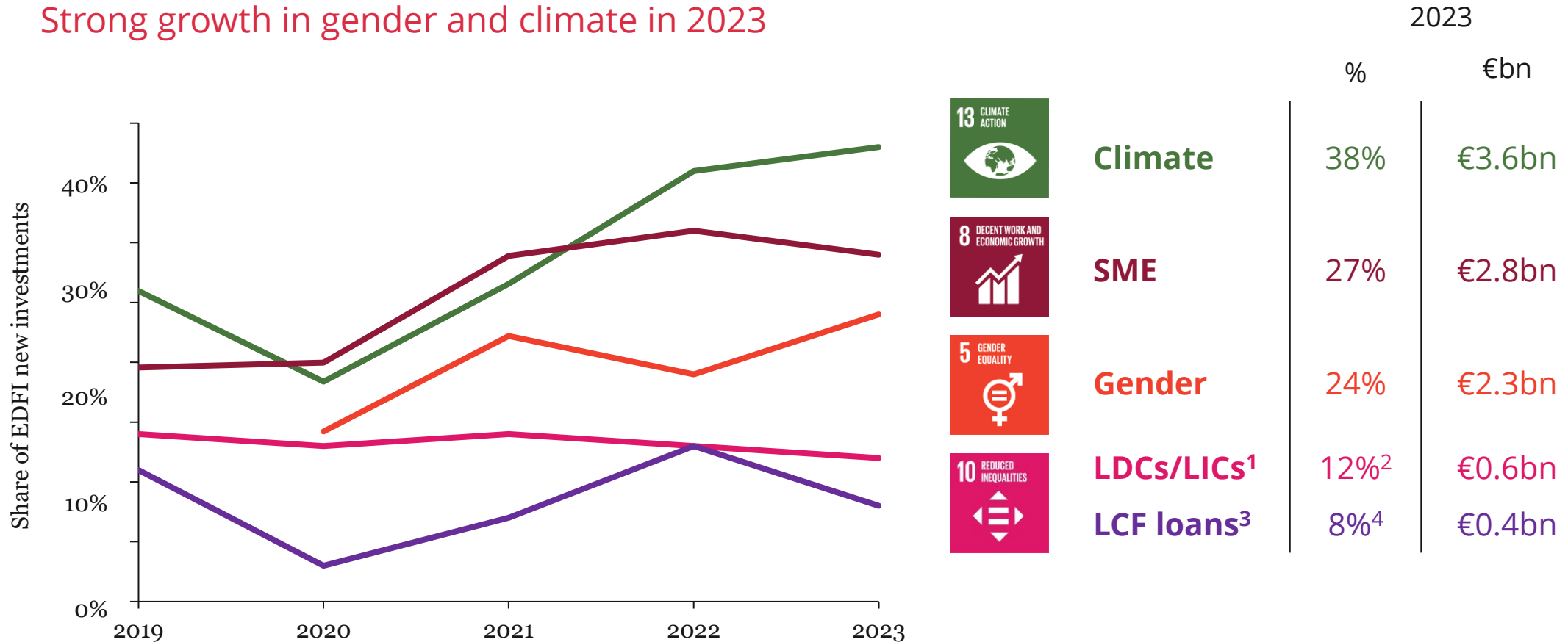


Impact Themes – totals & % of new investments



Impact focused investments of EDFI

Strong growth in gender and climate in 2023



¹ According to the DAC List of FY2023

² Referring to country-specific investments, as regional investments cannot be allocated to country groups by EDFI

³ Local Currency Financing (LCF)

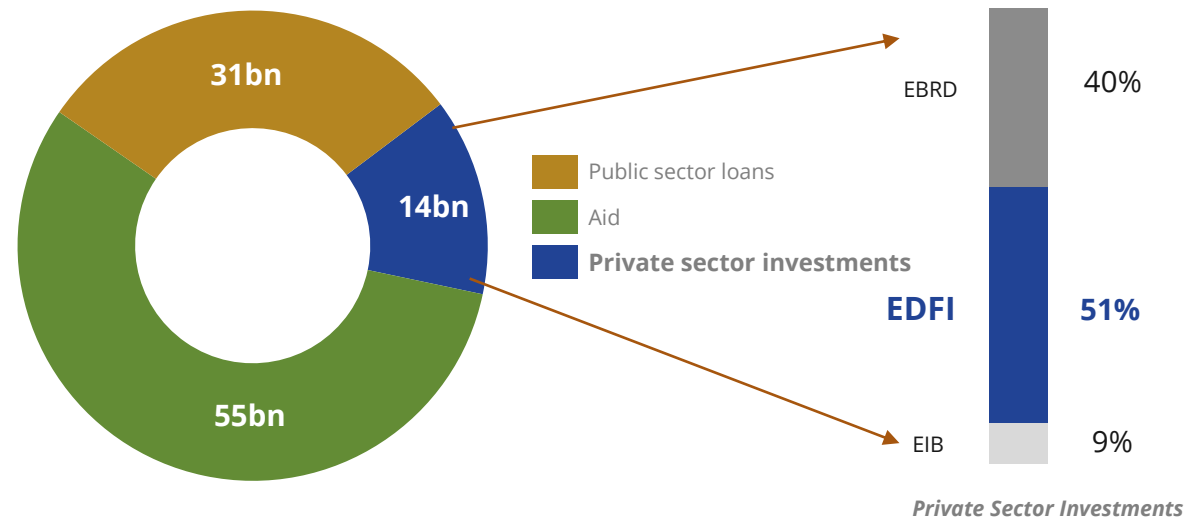
⁴ As share of new loans committed in 2023

EDFI's place in European Development Finance

EDFI as a bridge between EU Policies and the private sector

Contributing half of European's private sector investments to partner countries

European development finance flows to countries outside EU (€bn, 2020)



EDFI within Team Europe

Welcoming the **Team Europe Approach / Global Gateway** to generate **sizable impact**

What EDFI has done so far under the Team Europe approach?

- ✓ EDFI is an active participant in **Team Europe Development DGs meetings** and requested an **observer seat at EFSD+ Strategic Board**
- ✓ EDFI as a strategic partner in the **EU-Africa Business Forum (EABF)**
- ✓ EDFI involving DFIs in **Team Europe Initiatives**: TEI Investing Young Business in Africa, the EU Sustainable Finance Advisory Hub, the Global Green Bond Initiative, Sustainable Value Chains, some country TEIs
- ✓ **Outreach to EU Delegations**, co-organising exchanges on better integrating private sector investments in country TEIs
- ✓ Regular **coordination with EIB and EBRD**, as well as exchanges with the **Joint European Financiers for International Cooperation (JEFIC)** and the **Practitioners' Network (PN)**
- ✓ Contribution to debates on **the future of the European Financial Architecture for Development (EFAD)**
- ✓ **Exploring ways to organise Ukraine response**, within Team Europe and with non-EU partners

#TEAMEUROPE



Global Gateway



Regional - Africa

- **Climate adaptation and resilience in Africa**
Mobilisation of investments and insurance schemes and solutions for climate resilience in Africa
- **Sustainable Aviation Fuels**
Support the global development and use of sustainable aviation fuels
- **Global Maritime Technology Cooperation Centres (phase 2)**
Achieve the energy-efficiency and greenhouse-gas targets of the International Maritime Organization

Regional - Southern Neighbourhood

- **Medusa cable**
Connect Northern Africa with European countries to increase the speed of Internet, opens up digital economies, and provide high-speed interconnectivity for education and research networks
- **Partnerships with private institutional investors** on climate-smart solutions, digital transformation, and financial inclusion

- **Energy Efficiency in Buildings**
Support the transition to low-carbon, energy-efficient and climate resilient buildings and construction sectors through technical assistance and concessional loans

Regional - Central and Eastern Africa

- **Construction of hydropower plant (Ruzizi III)** for DRC, Rwanda and Burundi

Regional - Southern and Eastern Africa

- **Construction of a 10,000 km regional fiber-optic backbone**, directly connecting up to 3,000 schools, 1,500 hospitals, and 1,200 government institutions across DRC, Zambia, Zimbabwe, Malawi, Mozambique



Regional - Sub-Saharan Africa

- **AfricaConnect4**
Enhance Regional and National Research and Education Networks with high-speed digital connectivity, e-services, and data infrastructures for research and education, focusing on women's and girls' empowerment
- **Africa-Europe Digital Regulators Partnership**
Support the implementation of the Digital Transformation Strategy for Africa 2020-2030, and support to capacity building for electronic communications regulators for more affordable and quality connectivity and broadband mapping
- **Data Governance**
Development of data policy frameworks and data use cases, as well as identification of investments in green and secure data infrastructure
- **NaturAfrica**
Support biodiversity conservation and socio-economic development through integrated landscape approach across six terrestrial biomes and four coastal and marine areas

- **Digital Health for Health Systems**
Strengthening and Universal Health Coverage

- **Sexual and Reproductive Health and Rights in Sub-Saharan Africa**
Improve access to quality Sexual and Reproductive Health commodities by enhancing supply chain management

- **Team Europe Support Structure (TESS) for MAV+**
Ensuring access to safe, effective, quality and affordable essential vaccines, medicines, and health technologies

- **Regional Teacher Initiative**
Supporting to raise both the quality of teacher education and training, and to increasing the availability of teachers with minimum required qualifications

- **Youth Mobility for Africa**
Enhance learning, mobility, and higher education cooperation between Africa and the EU, promoting Africa as a study destination and youth empowerment

- **VET Toolbox 2: enhanced delivery of demand-driven skills development for investment in Africa**

Global Gateway

Global Gateway

MOZAMBIQUE - Green Deal

#GLOBALGATEWAY #TEAMEUROPE

TEAM EUROPE PROPOSAL

Strategic Framework: Engage, Protect, Grow.
Support to NDC implementation (EU MS):

- Climate change adaptation and mitigation actions
- National capacities strengthening
- Investments in Renewable Energy, Sustainable Water Management, Resilient Infrastructure and Disaster Risk Reduction

Sustainable Blue Economy:

- Marine and coastal ecosystem conservation and sustainable fishery initiatives (private sector oriented blended actions)
- Plastic pollution, circular economy opportunities

Implementation characteristics:

- Nature-based solutions (ecological engineering, reforestation, agro-forestry and climate smart agriculture)
- Regional level coverage: governance and institutional coordination, cross-border and marine conservation
- Transversal gender sensitive approach (women empowerment)
- Cost-efficient approach (economic empowerment, improved access to livelihoods assets)
- Available TA Facilities: Forests for the Future facility, National Determined Contributions facility and Advisory Services for Resilient Agri-Food Systems

Forest conservation and sustainable management:

- Technical and financial instruments to ensure the coexistence of forests and productive agriculture
- Comprehensive landscape approaches to forest conservation, management and restoration
- Policy coherence, trade agreements and overall EU commercial practices

MODALITIES/TOOLS

- Direct sector support to public-private partnerships
- Blending
- Grants
- Loans
- Technical Assistance
- Guarantees

*This Team Europe Initiative is work in progress

KEY DELIVERABLES

- Renewable energy**
1. Construction of 40 MW Dondo solar power plant (first semester 2023)
 2. Construction of solar power plants (2x 40MW) in Manje and Lichinga (second semester 2024).
 3. Construction of a 40 MW wind power plant in Jangamo (2025).
- TRANSFORMATIONAL POTENTIAL**
- To nurture and reinforce the engagement of the Mozambican Government and society in the global climate transition
 - To support inclusive and sustainable economic growth and job creation
 - To help protect Mozambique's ecosystems and biodiversity
 - To contribute to reduce the impact of Climate change on the country



EDFI

European Development Finance Institutions



Rue du Trône 4
1000 Brussels



T+32 2 230 23 69



edfi@edfi.eu



www.edfi.eu

#EDFINetwork