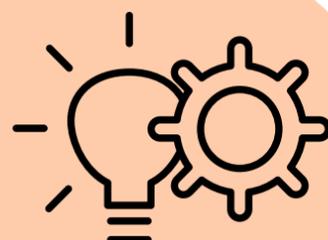


# How is Climate Finance delivered?

## 1. LOANS

must be repaid and attract interest. Concessional loans have longer repayments or lower interest rates than the market.



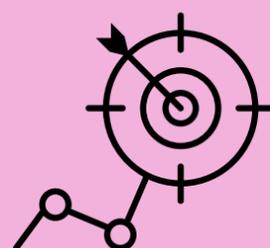
## 2. BONDS

offer investors a return on their capital. Climate or green bonds are linked to climate change solutions.



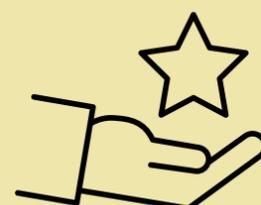
## 3. GRANTS

are usually provided for non-revenue generating programmes, such as knowledge management and capacity building.



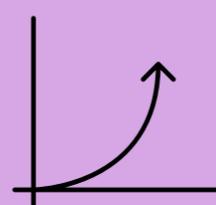
## 4. GUARANTEES

are undertaken by a third party to fulfil obligations in the event of a non-performance or default.



## 5. EQUITY

is where the investor takes a stake in the company or project.



## 6. INSURANCE

pays if a particular risk materialises, e.g. weather-linked insurance.



## 7. DEBT SWAPS

offer debt relief in exchange for commitments to invest in climate action.



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