THE GOVERNMENT
OF THE GRAND DUCHY OF LUXEMBOURG

GGGI

Global Trust Fund on Sustainable Finance Instruments:
Scaling-up Thematic Bond Markets in Developing Countries

The Global Trust Fund (GTF) on Sustainable Finance Instruments was established as a joint effort by the **Government of the Grand Duchy of Luxembourg** and the **Global Green Growth Institute (GGGI)** as an **innovative approach to mobilize capital markets to close the NDC and SDG financing gap.**

Enhance Policy Frameworks:	Enhance Market Participants Capacity:	Thematic Bond Issuances:	Knowledge Sharing:
Develop policy documents/guidance/ recommendations for the issuance of GSS bonds in member countries.	Facilitate a thriving thematic bond "ecosystem" of public and private actors.	Increase sustainable investment through flagship issuances.	Collect and systematize lessons learned and good practices across issuers and thematic bonds.

The Global Trust Fund aims to:

10
developing countries with strengthened green finance ecosystem.

400
public and private sector finance experts with enhanced capacity to design and implement green and sustainable finance instruments.

2 billion (USD)
earmarked to NDC and SDG goals raised through thematic bonds and innovative financial instruments.

130M
million tons of CO_2 avoided, thanks to direct capital mobilization from the Global Trust Fund.

2M
people with enhanced resilience to climate change and improved livelihoods.

400 thousand
green jobs created in developing countries.

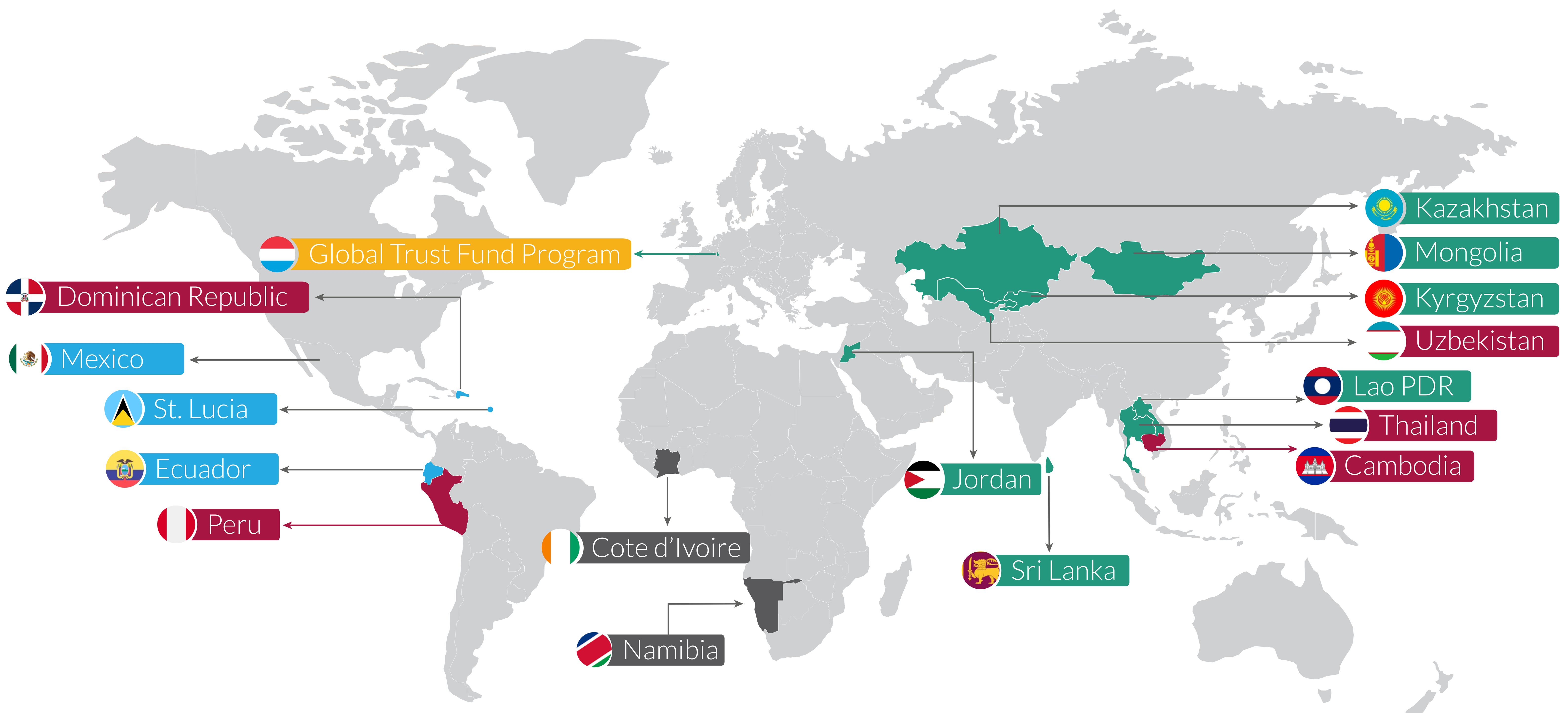
GGGI acts as a Thematic Bond Structuring Agent assisting public and private sector issuers to access the thematic bond market, providing pre- and post-issuance support, prioritizing first time issuers.

Thematic Bond Framework → Second Party Opinion → Due Diligence and Disclosure → Marketing Material → Roadshow → Post-Transaction Reporting

GGGI's technical assistance is summarized below:

Stakeholder Engagement	Establish a Thematic Bond Framework	Identify Eligible Green or Sustainable Projects	Independent Review	Thematic Bond Issuance	Monitoring and Reporting

GTF's Geographical Reach



Global Trust Fund Program
Supported by: Government of Luxembourg

Dominican Republic
Program: Accelerating the Dominican Republic Thematic Bond Market
Counterpart: Private sector

Peru
Program: Supporting Peru National Development Bank's first thematic issuance in international markets
Counterpart: COFIDE

Cambodia
Project: Cambodia Sustainable Bond Accelerator
Counterpart: Ministry of Finance

Thailand
Program: Advancing Sovereign (Sustainability Linked Bond)
Counterpart: Government of Thailand

Uzbekistan
Program: Supporting sustainability bond market
Counterpart: State-owned banks

Ecuador
Program: Supporting Debt-for-Nature Swap and Resilience Bond
Counterpart: Ministry of Finance

Mexico
Program: Acciona en Verde
Counterpart: Mexico Stock Exchange

Saint Lucia
Program: Saint Lucia Blue Bond
Counterpart: Government of Saint Lucia

Cote d'Ivoire
Program: Capacity building for market participants
Counterpart: Bourse Regionale Valeurs Mobilieres (BRVM)

Namibia
Program: NamPower Green Bond issuance Support
Counterpart: NamPower

Jordan
Program: Catalyzing National Thematic Bond Market
Counterpart: Cities and Villages Development Bank

Kazakhstan
Project: Central Asia Green Bond Accelerator
Counterpart: Ministry of Finance

Kyrgyzstan
Project: Green Bond Readiness Assessment
Counterpart: Ministry of Finance

Mongolia
Project: Thematic Bond Issuances
Counterpart: Private Sector

Sri Lanka
Program: Green Bond Readiness/ Debt-for-Nature Swap
Counterpart: Government of Sri Lanka/ Private Sector

Lao PDR
Project: Accelerating Corporate Thematic Bond
Counterpart: Lao Securities

GTF's Progress against KPIs (November 2024)

Enhance policy frameworks

3 countries have strengthened their national green finance ecosystems

Target: 10

Enhance market participants capacity

10 capacity building workshops delivered

Target: 15

250 public and private representatives trained

Target: 400

Thematic Bond Issuances

1.64 (USD) billion mobilized, with an expected annual investment mobilization target of USD 1 billion for 2025

Target: 2 billion

Knowledge sharing

2 knowledge products will be developed

Target: 5

GTF's Results (November 2024)

3 National Sovereign Thematic Guidelines:

Blue Bond framework for the Government of **Saint Lucia.**
Green Bond framework for the Government of **Sri Lanka.**
Sustainability Linked Bond framework for the Government of Thailand

14 Thematic Bond Frameworks Developed:

Cambodia (4), **Dominican Republic** (3), **Peru** (1), **Saint Lucia** (1), **Sri Lanka** (3), **Thailand** (1), **Uzbekistan** (1)

10 Second-Party Opinions (SPOs) Obtained:

Cambodia (1), **Dominican Republic** (3), **Peru** (1), **Saint Lucia** (1),**Sri Lanka** (2), **Thailand** (1), **Uzbekistan** (1)

17 Engagement Notes Reviewed

Approved: **Asia** (10), **LAC** (5), **Africa** (2).
In progress: **Benin**, **Paraguay**.

Outstanding Achievements:

Thailand's Ministry of Finance to Issue Asia' First Sovereign Sustainability-Linked Bond

Supported by **GGGI** to identify and validate SLB's key performance indicators and sustainability performance targets, the issuance is valued at:

$870 Million

Working with the **Public Debt Management Office** in the **Ministry of Finance**, the bonds, with maturity of 15 years, are tied to two national climate targets:

Reducing GHG emissions by 30% by 2030 and to expedite the adoption of EVs by 30% by 2030 in line with Thailand's 30@30 policy

Uzbekistan's Agrobank to Issue Internationally Verified Green Bond on LSE

GGGI provided technical advice and expertise to **Agrobank** to develop frameworks, principles, and SPO to support issuance of Green Bond valued at:

$455 Million

Through support from **KOICA** and **Government of the Grand Duchy of Luxembourg** through the **GTF**, the transaction will support:

The Green Rehabilitation Investment Project to address the climate change-related desiccation of the Aral Sea basin and delta and related health impacts

Peru National Development Bank's first thematic bond in international markets

With support from **GGGI** and bolstered by the market's confidence in **COFIDE**'s dedication to sustainable development, the issuance successfully raised:

$300 Million

Funded by the **Government of the Grand Duchy of Luxembourg** through the **GTF**, aims to finance high-impact initiatives that promote sustainable growth across Peru, including:

Offering credit to micro, small, and medium enterprises (MSMEs) that are particularly vulnerable to climate change.

Royal Group Phnom Penh SEZ - (RGPPSEZ), in the issuance of the green bond in Cambodia

With the support of **GGGI**, the **Royal Group Phnom Penh SEZ** issued the green bond in Cambodia, achieving:

$10 Million

Through support from the **GTF**, this issuance will support:

Wastewater Treatment Plant and Sustainable Infrastructure, to contribute to greenhouse gas emission reductions.