

WE WHO ARE
MOSTLY POORER
COUNTRIES
HAVE DONE
OUR BIT TO HELP
SIMPLY BY
REMAINING POOR

BUT THIS
CANNOT GO ON

Mohamed Nasheed

OF ALL STATES
AND PEOPLES

THE FATE
OF THE MOST
VULNERABLE
WILL BE
THE FATE OF
THE WORLD

Climate Vulnerable Forum

Introduction to the
Climate Vulnerable Forum (CVF) and
the Vulnerable Group of Twenty
(V20) Ministers of Finance

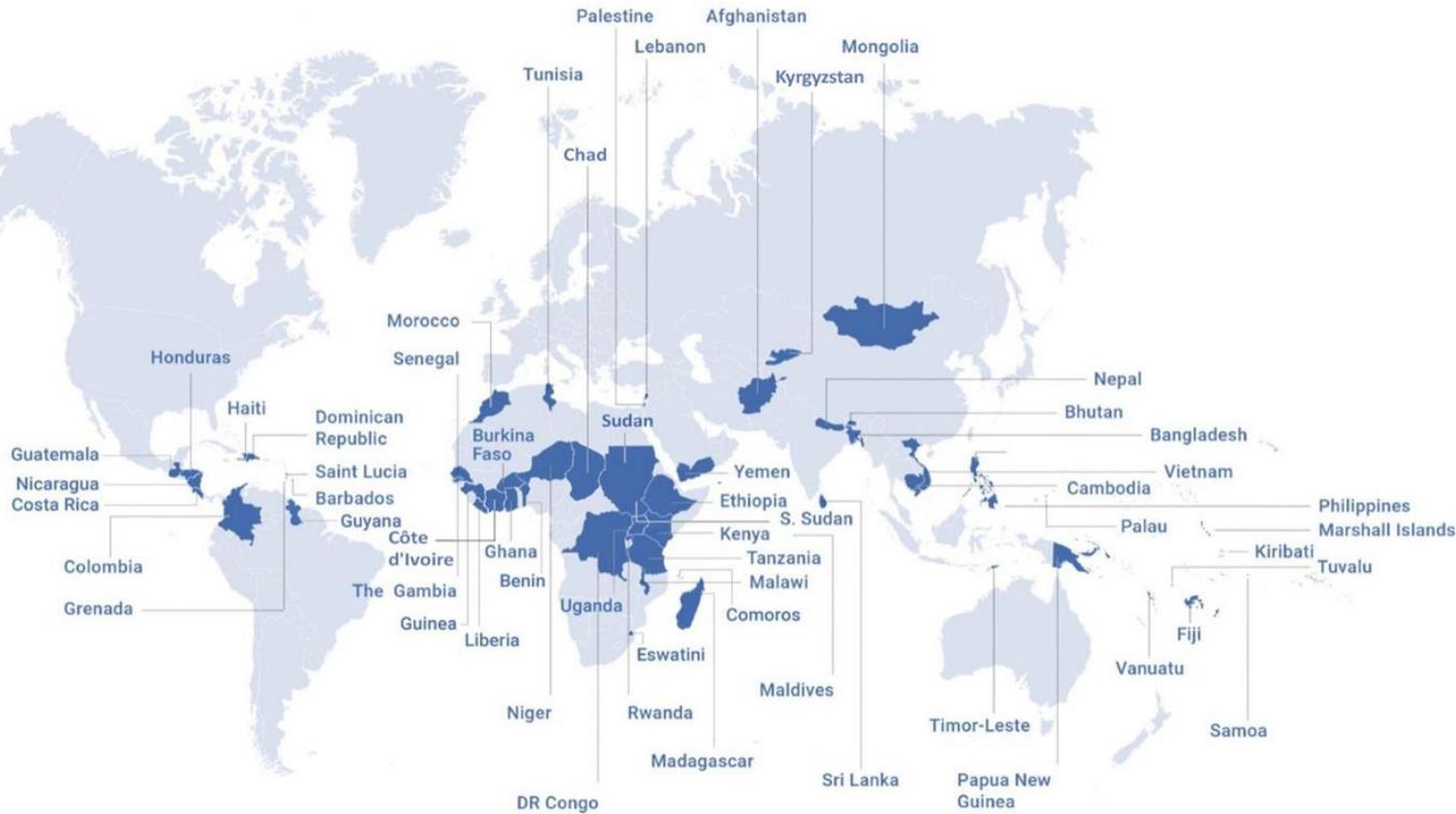


Founding of the CVF: Male',
Maldives, November 2009



CVF established V20 to translate the political agenda into financing and real economy progress in October 2015 in Lima, Peru

58 COUNTRIES STAND TOGETHER TO FIGHT CLIMATE CHANGE



Current CVF/V20 Chair



Ghana
2022 to present



Bangladesh
2020 to 2022



Marshall Islands
2018 to 2020

Troika

CVF & V20 members from 58 developing countries

Key Findings (details: click [here](#))

In terms of external debt stock, the V20 as a group has a total of **\$686.3 billion in external public debt. This amounts to 27% of GDP.**

Private creditors comprise the largest share of external debt stocks in V20 countries at 36%, followed by the World Bank at 20% and multilateral development banks not including the World Bank at 20%.

In terms of bilateral credit, Paris Club nations hold close to 13% of V20 debt stocks and China holds 7% of the total.

In terms of external debt service payments, **between 2022-2028, V20 countries will be responsible for almost \$435.8 billion in payments to various creditors, with 2024 a particularly acute year at \$68.9 billion.** Again, private creditors top the payments list (34.6%), followed by multilateral institutions (16%) and the World Bank (12%). China is fifth with a share of 10%.

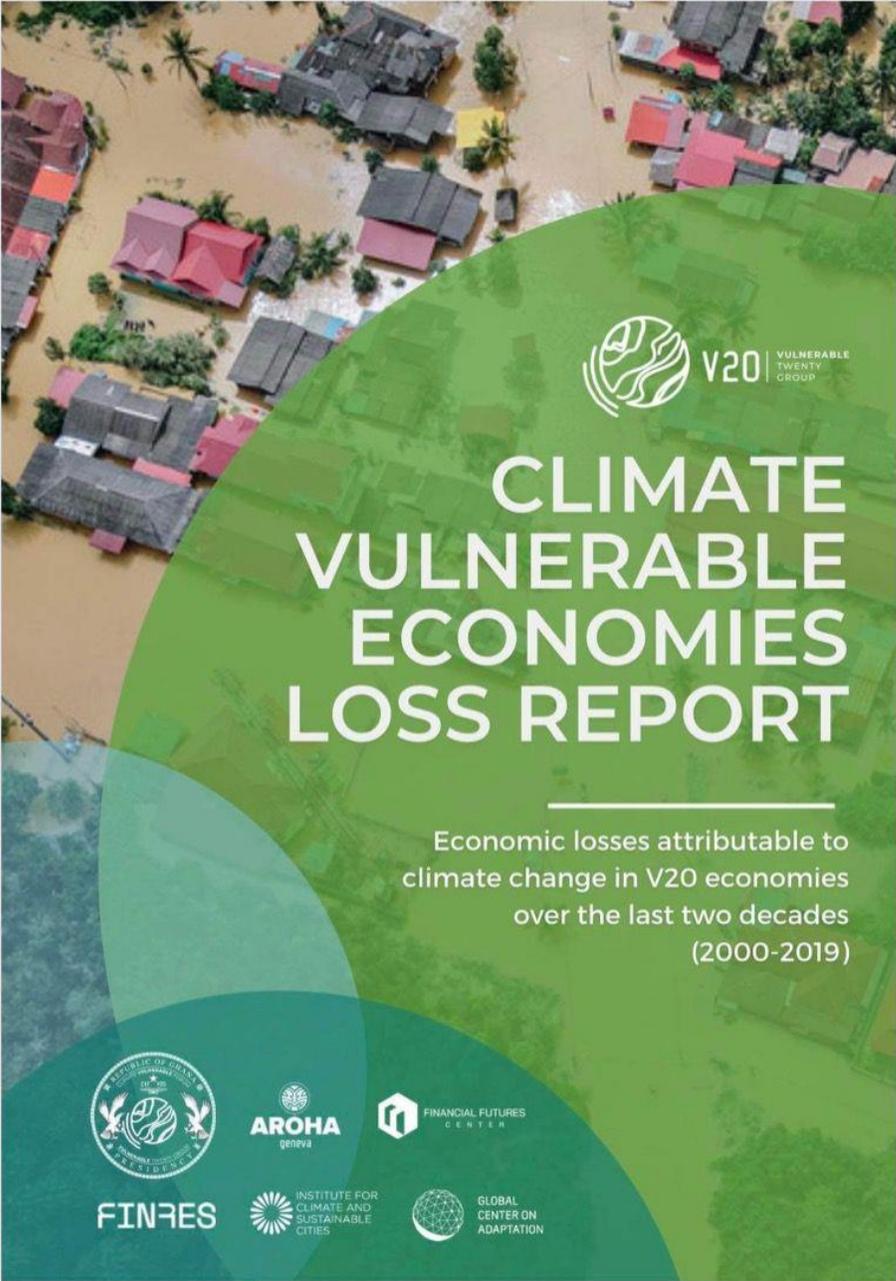


V20 Debt Review

An account of debt in the Vulnerable Group of Twenty



Key Findings (details: click [here](#))



CLIMATE VULNERABLE ECONOMIES LOSS REPORT

Economic losses attributable to climate change in V20 economies over the last two decades (2000-2019)

20%

V20 would be 20% wealthier today.
Climate change eliminated 1/5th of wealth over the last 2 decades.

US\$ 525B

V20 economies have lost US\$ 525 Billion
In aggregate dollar terms because of climate change's effects (2000-2019)

51%

The most at risk countries would be twice as wealthy today were it not for climate change.
Economic losses exceeded half (51%) of growth since 2000 for most at-risk countries

1%

Economic losses cut GDP by 1% per year.
On average

25%

Year to year reduction in GDP per capita growth attribute to climate change is 25%
Of the economic growth of the V20 economies.



GLOBAL SHIELD AGAINST CLIMATE RISKS

Providing comprehensive financial protection through pre-arranged and trigger-based financing

A JOINT V20 AND G7 AMBITION FOR THE GLOBAL SHIELD



Global cooperation
to substantially increase
financial protection
against climate risks

Inclusive and **systematic**
In-Country Dialogues to
assess vulnerabilities and
prioritize protection gaps

A global and flexible
Financing Structure to
mobilize needs-based
technical and financial
support

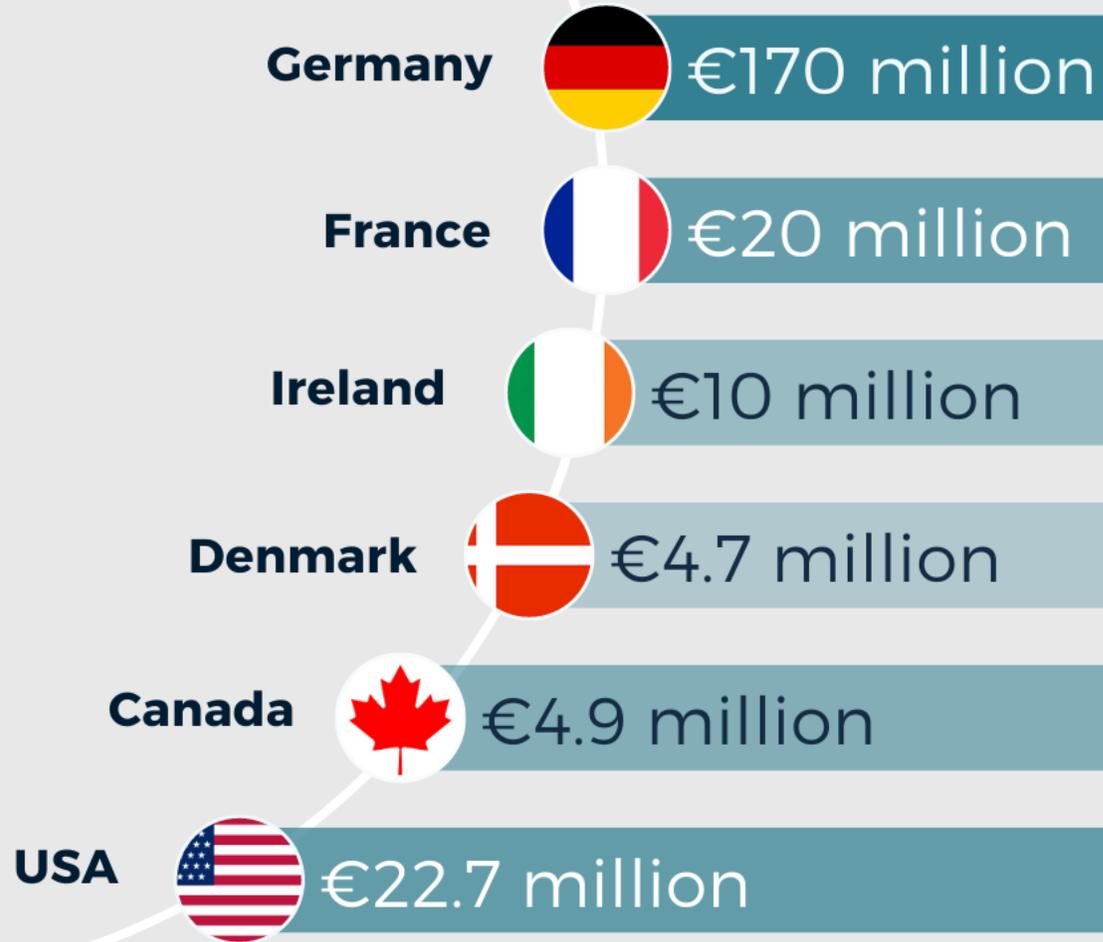
Systematic, coherent and sustained approach

More and better pre-arranged and trigger-based finance
Immediate funds accessible when disasters hit for countries,
communities and businesses

Launch of the Global Shield at COP27



New Pledges to the Global Shield



SELECTED PATHFINDER COUNTRIES/REGION

Bangladesh



Ghana



Costa Rica



Pakistan



Malawi



Jamaica



The Philippines



Senegal



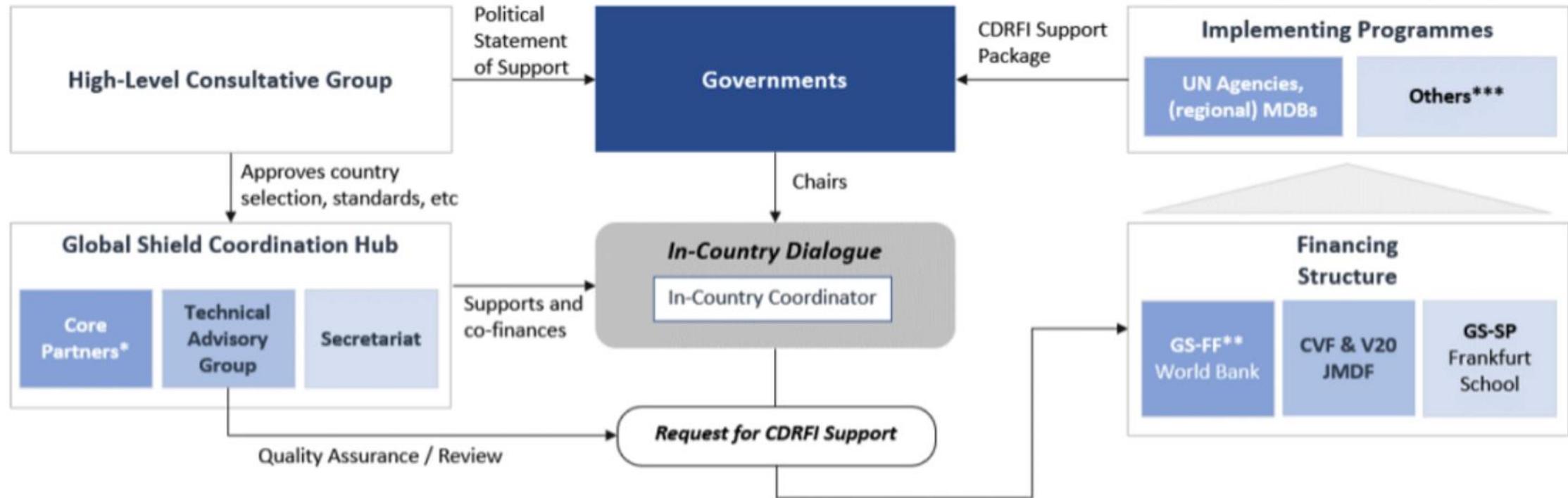
**Region:
Pacific SIDS**



Global Shield
against Climate Risks

GLOBAL SHIELD FINANCING

Overview of Global Shield Set-Up



* V20 Sec, BMZ, FCDO, ADB, Centre for Disaster Protection, KfW, UNDP, World Bank, IDF Sec

** GS-FF can fund both World Bank-executed projects and external projects via transfer-outs

*** Private Sector, Risk Pools, IIF, NDF, GIZ, V20 SIF/UNEP FI PSI, V20 Loss and Damage Funding Program, Climate Prosperity Plans, bilateral G7 programs

Figure 1: Global Shield against Climate Risks – Proposed Structure.

The V20 Fund under JMDF will support the following programmes to manage climate risks:

1. Loss and Damage Funding Program
2. Premium Subsidies and Capital Support (operationalized with SMART Principles and their further evolution)
3. Off-balance sheet guarantees to reduce the cost of capital (Accelerated Financing Mechanism)
4. Distribution channels enhancement and climate-smart insurance for micro, small and medium-sized enterprises (Sustainable Insurance Facility)
5. Slow Onset Financial Protection Risk Pool (incl. sea level rise, displacement, etc.)

Focus of V20 L&D Funding Program



GEF climate adaptation funds to support V20 Group efforts to avert and minimize climate impacts (Details: [Click here](#))

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