EIB Contribution to the Renovation Wave

Panel discussion

EEM Label: facilitating the Renovation Wave and supporting the Green Deal

Friday 12 February 2021
The EIB is the EU climate bank

- From the start of 2021, all new EIB Group operations will be aligned with the Paris Agreement
- EIB stops supporting traditional fossil fuel energy projects by end of 2021
- More than 50% of EIB financing goes to climate action and environmental sustainability by 2025
- EIB Group to support €1 trillion in investment for climate action and environmental sustainability by 2030
EIB lending in 2020

Total lending: €66.1 billion
Of which climate action: €24.2 billion, or 37% of total financing

- CLIMATE CHANGE ADAPTATION: €2.4 billion
- RENEWABLE ENERGY: €3.9 billion
- RESEARCH, DEVELOPMENT AND INNOVATION: €1.1 billion
- ENERGY EFFICIENCY: €5.8 billion
- LOWER CARBON TRANSPORT: €8.1 billion
- OTHER CLIMATE CHANGE MITIGATION: €2.9 billion
EIB lending for energy efficiency

Rapid increased since 2012

Clear focus on energy efficiency in buildings

EIB Energy Efficiency lending

EE lending breakdown

Rapid increased since 2012

Clear focus on energy efficiency in buildings
European Initiative for Building Renovation (EIB-R)

• Committed in the EIB Energy Lending Policy
• Endorsed by the Commission in the Renovation Wave communication - COM(2020) 662 final
• In support of member states’ “Long-term renovation strategies”
• Consisting of the combination of loans with other financial products, technical assistance, project development assistance and grants in order to:
  • Boost investment in energy efficiency in buildings
  • Attract private finance for building rehabilitation
  • Contributing to the EU objective of doubling the annual energy renovation rate of buildings by 2030 and to foster deep energy renovations
EIB support under EIB-R

EIB loans to project promoters or Financial Intermediaries:
• Up to 75% financing
• Private individuals as final beneficiaries
• Can be combined with grants from EU Funds

First-loss Piece to Financial Intermediaries
(which is compatible with State aid rules and does allow for combination with grants from EU Funds)

Technical Assistance linked to EIB financial products
(e.g. combination of current PF4EE TA to banks and ELENA PDA to final beneficiaries)

Advice to Member States, building on JASPERS and ELENA experience, to help establish:
1. Rehabilitation programmes
2. National/regional PDA facilities modelled as decentralized ELENA structures
Some recent EIB transactions

Intermediated financing

- Loan to financial intermediary for energy efficient mortgages
  - UCI GREEN ENERGY MORTGAGES MBIL SFSB
- FLP / guarantee to financial intermediary for energy rehabilitation of condominiums
  - BANKIA ENERGY EFFICIENCY PF4EE CA

Direct financing

- Loan to a public entity for energy efficient social housing
  - Navarra, Barcelona, Madrid, Sevilla, Valencia
- Loan to a private company
  - GMP ENERGY EFFICIENT BUILDINGS
# Technical Assistance: the ELENA TA Programme

## Technical Assistance Support

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<th>Eligible Costs (up to 90%)</th>
<th>Expertise</th>
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<th>Urban Transport &amp; Mobility</th>
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<td>• Feasibility &amp; market studies</td>
<td>• Recruit additional staff</td>
<td>• EE renovations of public and private buildings</td>
<td>• Clean and energy efficient transport vehicles: trams, trolleybuses, metros, trains</td>
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<td>• Programme structuring</td>
<td>• Hire experts and advisors</td>
<td>• Street and traffic lighting</td>
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<td>• Business plans</td>
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<td>• Energy audits</td>
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<td>• Financial structuring</td>
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<td>• Tendering procedure</td>
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<td>• Contractual arrangement</td>
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## Eligible Investment Programmes

- Clean and energy efficient transport vehicles: trams, trolleybuses, metros, trains
- Investment in public transport
Thank you!!
eib.org/climate
eib.org/pf4ee
eib.org/elena