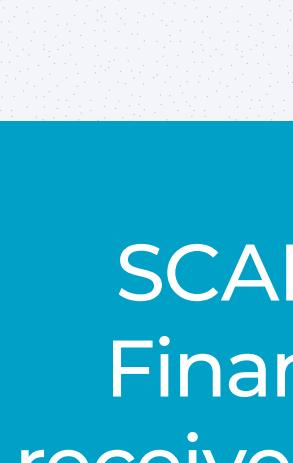


SCALING CLIMATE ACTION BY LOWERING EMISSIONS

Financing to accelerate transformative and inclusive climate action

The Scaling Climate Action by Lowering Emissions partnership, or SCALE, is a new multi-partner fund. SCALE supports countries to monetize verified emissions reductions and to access international carbon markets. By building country capacity throughout and supporting their navigation of this complex space, SCALE works to bridge the financing gap and mobilize public and private sector investments for low-carbon development. It builds on the World Bank's 20 years of experience in emissions reductions crediting.



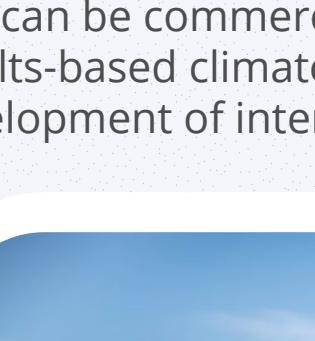
Developing countries will need **\$4 trillion per year through 2030** for sustainable infrastructure and natural climate solutions in order to meet existing emissions reductions targets. Funds from many sources will be needed to meet the climate challenge. SCALE will pool funding from the global community and make it available for the most impactful and scalable projects to reduce greenhouse gas emissions.

Social inclusion is a central element of the design of all SCALE programs. An associated fund - Enabling Access to Benefits while Lowering Emissions (EnABLE) – will enhance the inclusion of marginalized communities and indigenous peoples through specially designed benefit sharing arrangements.



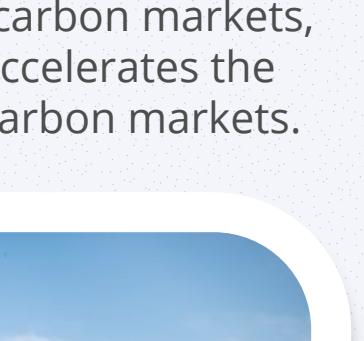
SCALE will help to mainstream Results-Based Climate Finance – a tried and tested approach where countries receive grant payments for achieving pre-agreed, verifiable results. Using results-based climate finance, **SCALE** will:

Incentivize climate goals



By rewarding greater emissions reductions.

Generate high quality emissions reductions



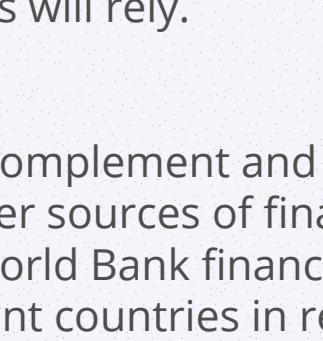
By financing projects that generate credits which can be traded on carbon markets between countries or companies.

Catalyze up-front capital investments



By providing an ongoing revenue stream during project implementation to crowd in upfront investment, including by the private sector.

Bring communities and people to the center of climate action



By providing direct support to disadvantaged and marginalized communities and groups to strengthen their capabilities to be part of the decision-making processes and engage in emission reduction programs.

SCALE will provide results-based grant payments average of **\$50 million** per project.

SCALE will support country access to carbon markets while incentivizing ambitious Nationally Determined Contributions (NDCs)

Carbon markets could decrease the cost of implementing NDCs by **more than half**, or by as much as **\$250 billion by 2030**.

By building capacity and aiming to generate excess high quality emissions reduction credits that can be commercialized in carbon markets, results-based climate finance accelerates the development of international carbon markets.



Financing is needed to both incentivize climate action and to build the capacity, regulatory framework and infrastructure upon which carbon transactions and markets will rely.

SCALE will complement and help to refocus other sources of finance, including World Bank financing, to support client countries in reducing emissions and accelerate the fulfillment of NDCs.



SCALE supported programs will generate excess emissions reductions, which may then be used towards a country's NDCs, or sold to a third party buyer or in the carbon markets.

SCALE supports just and inclusive transitions towards reduced greenhouse gas emissions in **three major areas**:



Natural Climate Solutions

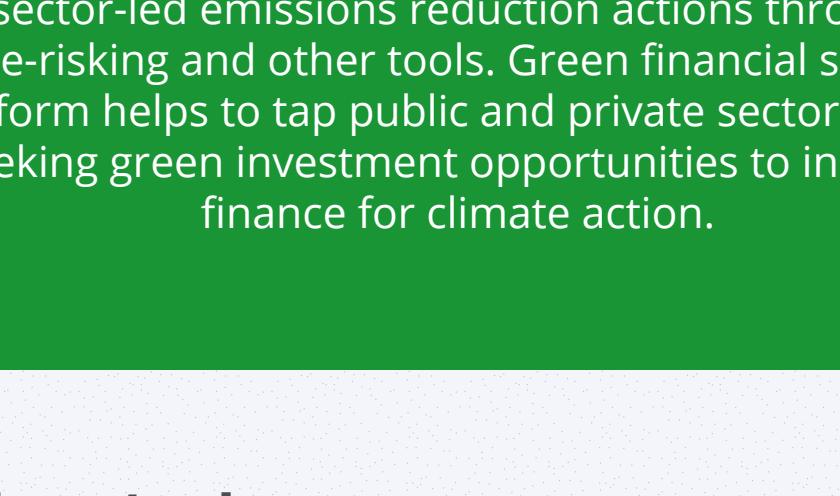
Including **agriculture, forestry, and the blue economy**

SCALE will support carbon sequestration and climate-compatible programs in agriculture, forestry, and other land use as well as carbon stored in coastal and marine ecosystems (blue carbon), enhanced agricultural productivity, ecosystem conservation, and resilient marine economies.

Sustainable Infrastructure Solutions

Including **energy, industry, transport, urban, and water**

SCALE will incentivize transformative climate action with coordinated efforts on institutional strengthening, implementation of low-carbon policies, improved enforcement of standards and regulations, investment in programmatic activities, integrated jurisdictional planning and GHG emissions monitoring.



Fiscal and Financial Solutions

Including **fossil fuel subsidy reform, carbon taxation, green bonds, and financial sector reform**

SCALE will work with country governments to ensure their policies and regulations make the true costs of emissions apparent and stimulate private sector-led emissions reduction actions through de-risking and other tools. Green financial sector reform helps to tap public and private sector funds seeking green investment opportunities to increase finance for climate action.

