

THE CASE FOR LONG-TERM PATHWAYS

IMPACTS ON INVESTMENT DECISIONS



WORLD BANK GROUP
Climate Change

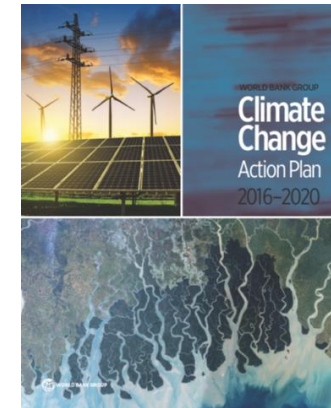
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April 24, 2018

WB Climate Action Commitments

- Climate Change Action Plan 2018-2020
 - Country diagnostics and partnership frameworks
 - 28% climate co-benefits target
 - GHG accounting
 - Climate & disaster risk screening
- Announcement at “*One Planet Summit*”
 - No longer finance upstream oil & gas starting 2019
 - Adopt shadow price of carbon for all investments
 - Report carbon emissions associated with investment financing



Paris Agreement Targets: Implications for WB?

- Where technology, markets, financing instruments, and consumer priorities may be heading in the future?
- What are the linkages to climate change?
- Key considerations:
 - National development plans
 - NDC implementation
 - Low-carbon transition challenges & risks (e.g. stranded assets, jobs, raw materials)
 - Good transition investments & their timeline
 - Adaptation challenges

Paris Agreement Targets – Implications for WB?

- Country long-term pathways → change in demand for WB products and services?
- WB engagement strategy
 - Country Diagnostics and Country Partnership Frameworks
 - Sector strategies
 - Climate Change Action Plan
- WB lending and technical assistance
 - New financing mechanisms/instruments
 - Internal systems/processes, knowledge, capacity

Thank you

