



InvestEU

Climate and environmental tracking

Climate and environmental tracking

- Actions under InvestEU to contribute at least [30%] to climate objectives.
- Implementing partners shall target that at least [60%] of the investment under SIW contribute to meeting the Union objectives on climate and environment.
- Climate and environmental tracking guidance to be developed by the Commission in cooperation with implementing partners.
- Criteria in the Taxonomy Regulation to be used in an appropriate way.

Tracking principles

Two frameworks for climate and environmental tracking

InvestEU Markers

- Merging CPR & CEF II markers
- Projects marked based on their level of „greenness“ (0%, 40% 100%)
- Coefficients for climate and environment

EU Taxonomy

- Activity based framework to classify sustainability
- Used to measure whether activities are sustainable or not („deep green“).

Principles of the methodology

1. A guidance fit for measuring climate and environmental contributions.
2. **Proportionality** for *implementing partners and financial intermediaries*
3. Methodology adjusted for different types operations (e.g. simplified approach for intermediated operations)
4. Applicable to the amount of InvestEU supported financing



InvestEU Sustainability proofing

Sustainability proofing – context

The sustainability proofing requirements are applicable only to InvestEU

- Sustainability is mainstreamed in the InvestEU Regulation: specific requirements: recital (12) and (13), Art. 7 (3)

*“ Financing and investment operations shall be screened to determine if they have an **environmental, climate** or **social** impact and if so, shall be subject to climate, environmental and social sustainability proofing with a view to minimise detrimental impacts and maximise benefits on climate, environment and social dimension.”*

- Guidance to be developed in cooperation with potential Implementing Partners.
 - Drafting of the guidance: Autumn 2019 – Autumn 2020
 - Commission Notice – end of 2020

Sustainability proofing – context

- Applicability: all windows of InvestEU, three dimensions
 - Infrastructure projects & Non-infrastructure projects
- Proportionality provisions:
 - Threshold:
 - ✓ EUR 10 million total project cost (VAT not included) for investment projects
 - ✓ EUR 10 million total financing given to the final recipient for general corporate finance/
 - Screening
- Results of the proofing, where applicable, to be included in the guarantee request form and the scoreboard