



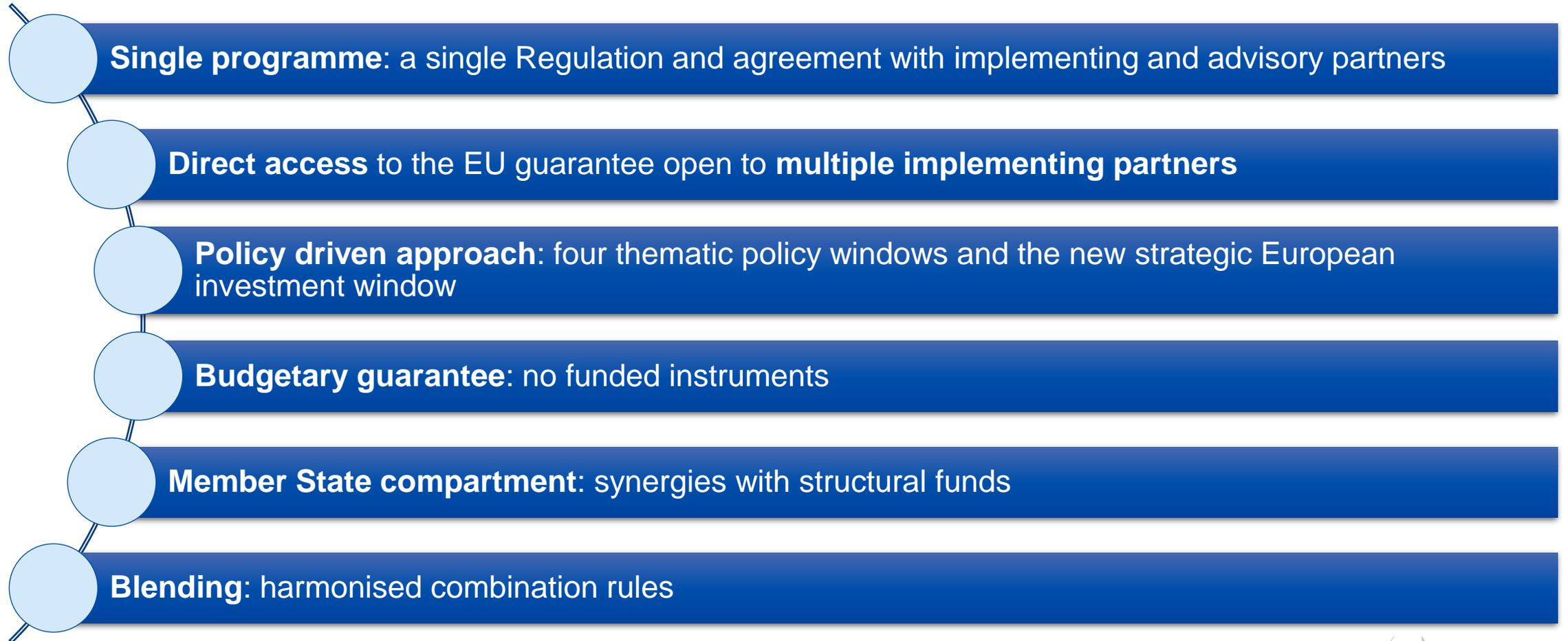
The InvestEU Programme

An instrument to support investment in the next MFF



1. InvestEU Key Principles

Main principles



InvestEU Fund

Single fund bringing together the many different EU-level financial instruments, provisioned at 45%

EUR 75 bn EU budgetary guarantee (EU compartment)

Mobilise EUR 1 trn in additional investment across Europe

Four thematic policy windows and the new Strategic European Investment window

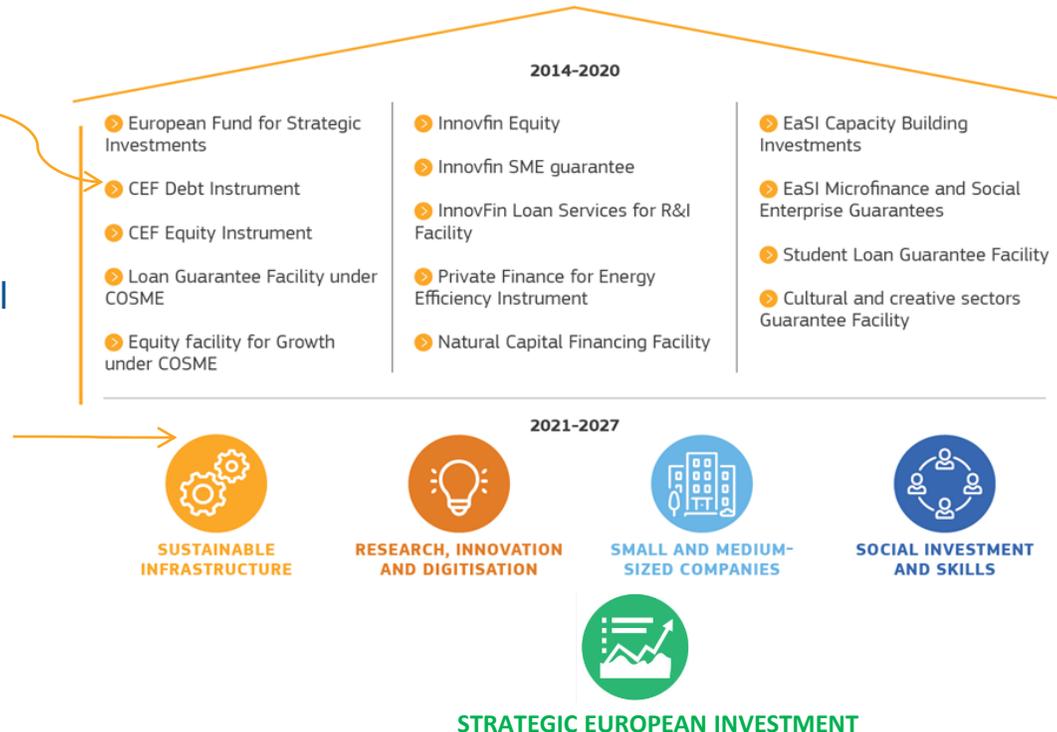
2. Overview

InvestEU Programme: an overview



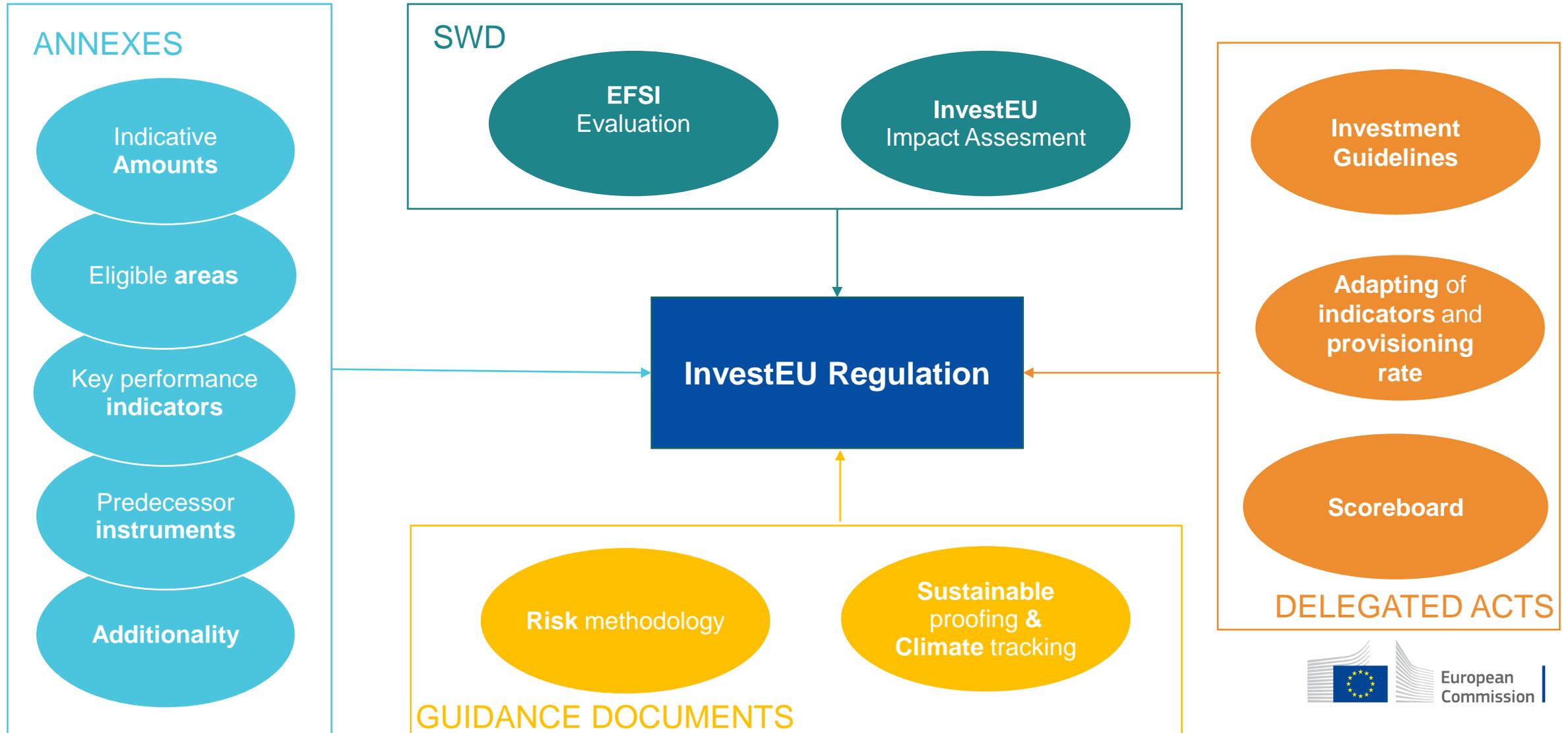
InvestEU Fund:

- Single fund bringing together the many different EU-level financial instruments
- EUR **75 bn** EU budgetary guarantee
- Mobilise **EUR 1 trillion** in additional investment across Europe, of which 30% to contribute to climate objectives



- Five thematic policy windows

The package

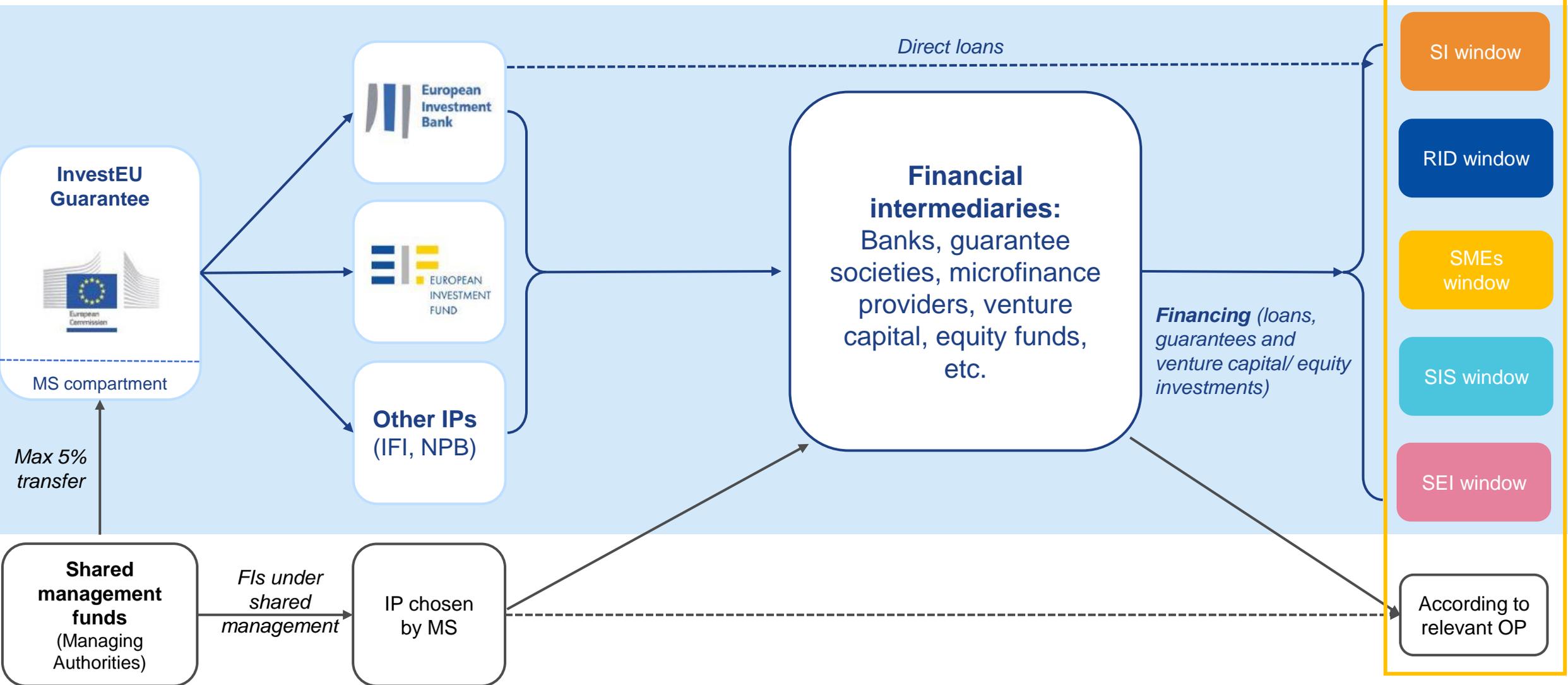


General scheme

Programmes

Implementing Partners (IPs)

Beneficiaries



InvestEU indicative proposed budget allocation

Window	Budgetary guarantee
Sustainable Infrastructure	20.051
Research, Innovation and Digitisation	10.166
SMEs	10.166
Social investment skills	3.614
Strategic European Investment	31.153
Total (in EUR millions, current prices)	75.150

- Budget increased by 84% as compared to the original InvestEU proposal
- Budget for InvestEU Advisory Hub, InvestEU Portal and accompanying measures is proposed to be EUR 724 million

3. InvestEU: New Elements

Proposed modification of the 4 windows under InvestEU

- **Financial firepower:** a boost to respond to the higher investment needs in the recovery phase and to advance in the green and digital transition.



From €11.5 bn to **€ 20 bn**



From €11.25 bn to **€ 10 bn**



From €11.25 bn to **€ 10 bn**



From €4 bn to **€ 3.6 bn**

- **Enhanced advisory support:** a boost to help projects off the ground.

Sustainable Infrastructure window



Policy objectives:

- Climate change and GHG emission reduction
- Cross-border infrastructure projects and trans-European networks
- Cross-sectoral synergies between energy, transport and digitalization
- Deployment of innovative technologies on the market
- **NEW:** 60% of the investment to contribute to EU objectives on climate and environment.



Final recipients targeted:

- Stand-alone promoters
- Corporate projects promoted by private, public and semi-public enterprises
- Special-purpose vehicles

Research, Innovation and Digitisation window



Policy objectives:

- Facilitate access to finance and de-risk investments in research & innovation and transfer results to the market
- Support digitisation to increase interoperability and address disparities
- Promote first-of-a-kind demonstration operations



Final recipients targeted:

- Stand-alone promoters, private and public companies
- Universities, technology transfer offices, higher education centres, research centres
- Research infrastructures
- Innovation and digitisation agencies, accelerators, incubators.

Small & Medium-sized Enterprises window



Policy objectives:

- Increase access to finance for SMEs and small mid-caps through debt and equity products
- Supporting businesses with problems of access to finance: start-ups, younger and smaller companies, businesses with a perceived higher risk and lacking (sufficient) collateral, and innovative ones.
- Promoting digitalisation, uptake of innovation, and cultural and creative industries



Final recipients targeted:

- Predominantly small and medium-sized enterprises (SMEs)
- Small mid-caps

Social Investment and Skills window



Policy objectives:

- Social resilience and inclusiveness of the Union through projects contributing to the objectives of the European Pillar of Social Rights
- Microfinance, social enterprise finance and the social impact and social economy
- Social infrastructure (incl. social services, social and student housing, education infrastructure, health infrastructure)
- Skills, education and training



Final recipients targeted:

- Micro-enterprises, social enterprises, vulnerable groups, self-employed, education and training providers,
- NGOs, health authorities, health service providers (public and private)

Strategic European Investment window



Policy objectives: to reinforce the strategic autonomy and resilience of the European economy in key areas



Eligible sectors :

- Critical healthcare
- Critical infrastructure
- Key enabling, transformative, green and digital technologies, and game-changing innovations
- Manufacturing of ICT components and devices
- Supply and stockpiling of critical inputs in strategic value chains
- Critical technologies and inputs for security

New partners



- **National Promotional Banks and Institutions (NPBIs)** are already co-investors or intermediaries with/for the EIB Group.
- With InvestEU they can also become implementing and advisory partners and have a **direct access to the EU guarantee**.
- Rationale: increase geographic and sectoral outreach, complementarity.
- Secondary effect: **make NPBIs grow** and create a network working as a **community** (exchange of best practices, develop synergies, peer capacity building).

4. EU guarantee

and Risk/Revenue sharing arrangements

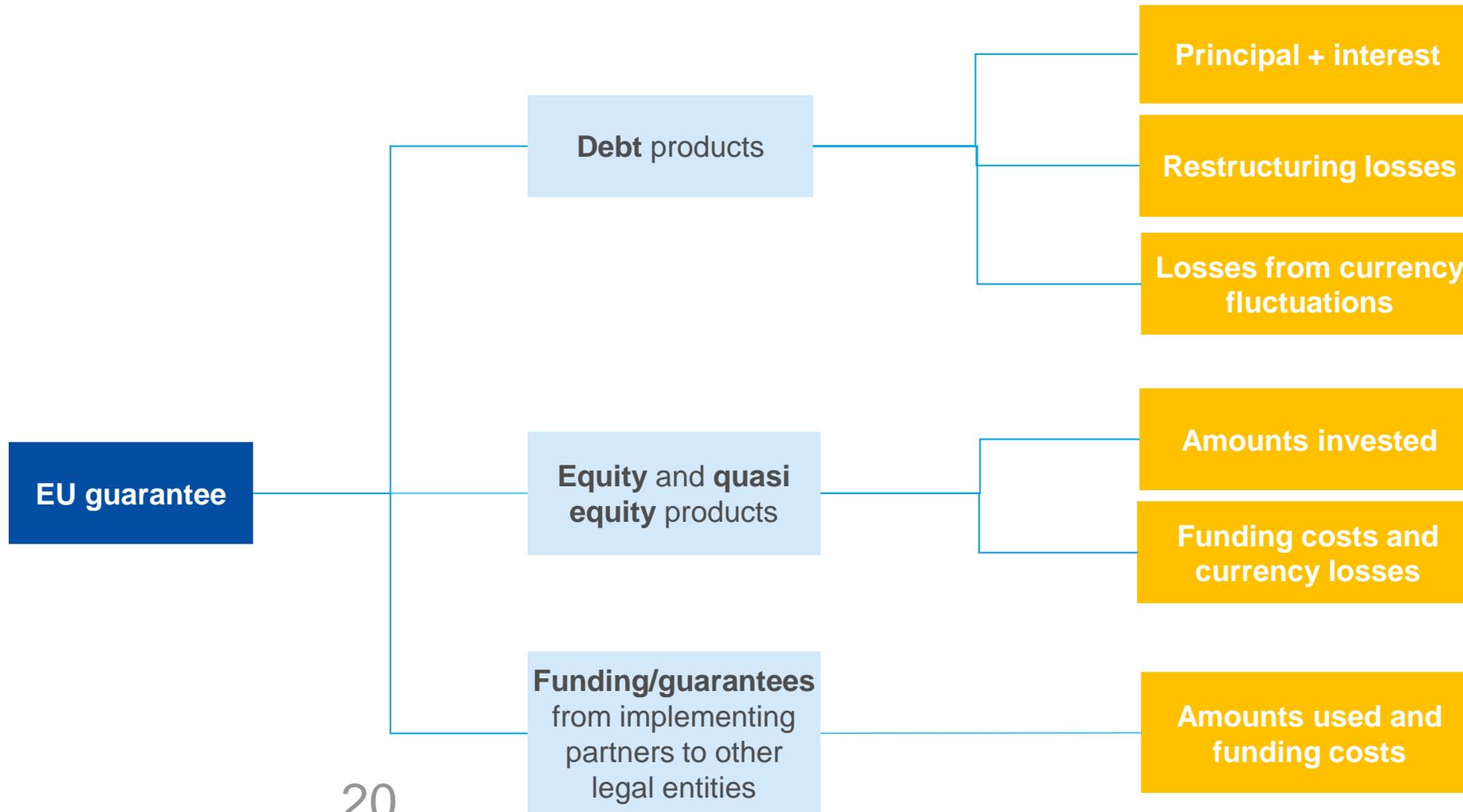
EU guarantee: conditions



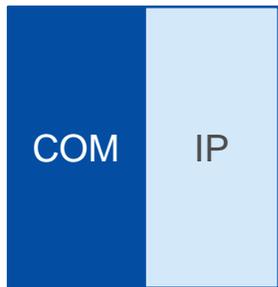
According to Art. 209 of FR, the EU guarantee has to:

- Address **market failures or sub-optimal investment** situations
- Provide support only **to final recipients that are deemed economically viable** according to internationally accepted standards
- Achieve **additionality** by preventing the replacement of potential support and investment from other sources
- **Not distort competition** in the internal market and be consistent with State aid rules
- Achieve a **leverage and a multiplier effect**, by mobilising a global investment exceeding the size of the guarantee including the **maximisation of private investment**

EU Guarantee: what will be covered



EU guarantee: general principles



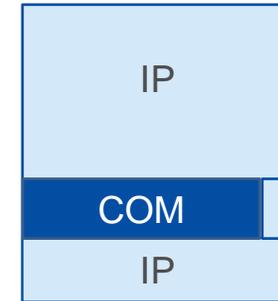
Pari
passu
*(not necessarily
50/50)*



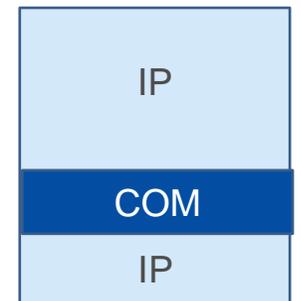
First Loss
Piece
*(with pari passu
contribution)*



First Loss
Piece (FLP)



Mezzanine
*(with pari passu
contribution)*



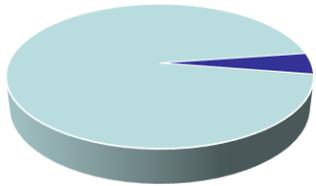
Mezzanine

The EU guarantee may be used to cover different tranches of risk under different financial products or portfolios of financing and investment operations under financial products.

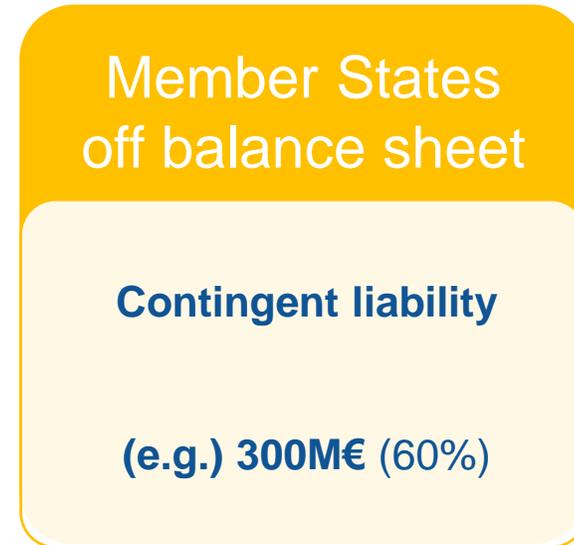
5. Member State Compartment

Member State compartment – how does it work ?

Shared mgt. Funds



- ERDF
- Contribution to InvestEU



Guarantee
No cash

Guarantee
No cash

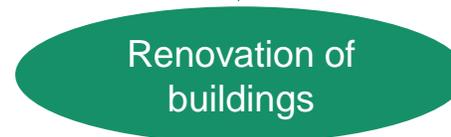


Loan



Financial intermediaries

Loan



Financial intermediaries

Equity



= €6,8 billion Investments mobilised

At an estimated multiplier effect of 13,7

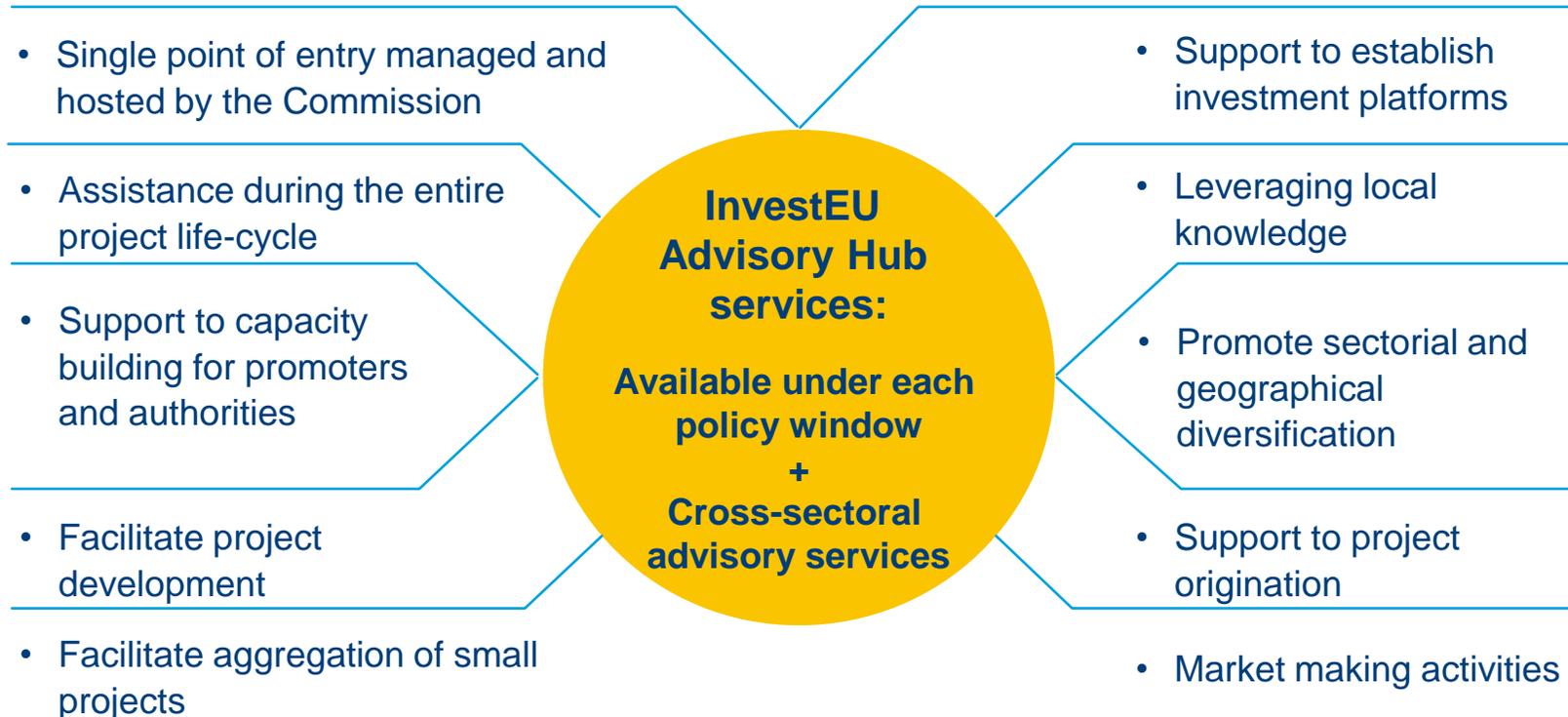
6. InvestEU Advisory Hub

Grouping different advisory platforms together



InvestEU Advisory Hub services:

- Provides advisory support for the identification, preparation, development, structuring, procuring and implementation of investment projects, or for enhancing the capacity of promoters and financial intermediaries to implement financing and investment operations
- Integrates 12 advisory initiatives and the EIAH



7. Green aspects of InvestEU

The Sustainable Europe Investment Plan and the Just Transition Mechanism



“ I want Europe to strive for more by being the first climate-neutral continent.”

Ursula von der Leyen

InvestEU goes green(er)

De-risking investments with EUR 75 bn guarantee (InvestEU)

- Risk-return logic: green investments not always attractive
- 30% overall climate target and 60% climate & environmental target for the Sustainable Infrastructure window
- Sustainability proofing

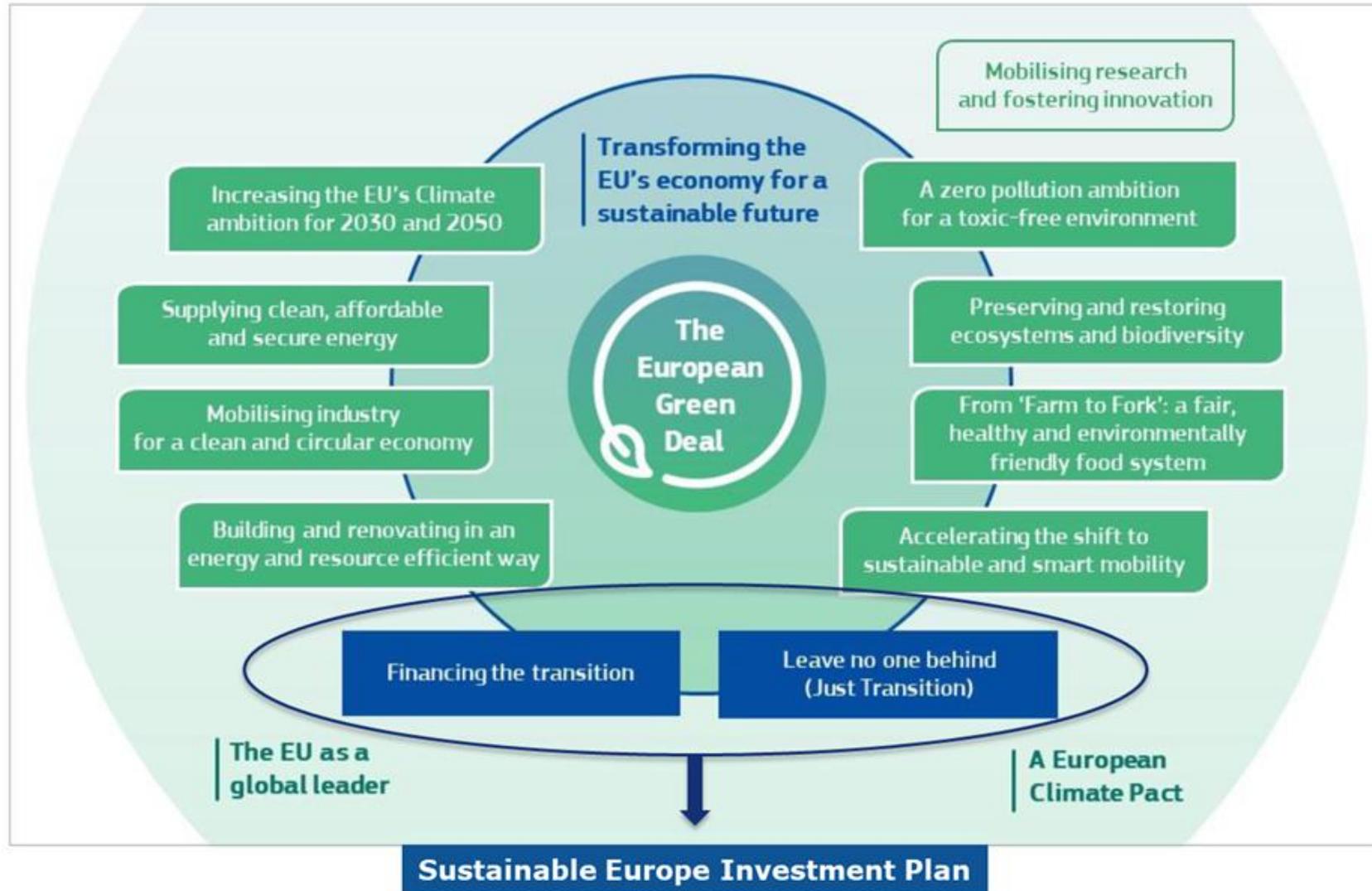
European Green Deal Investment Plan, including a Just Transition Mechanism

- Reorient capital flows towards sustainable investment
- Taxonomy, green bonds standards, climate-related disclosures

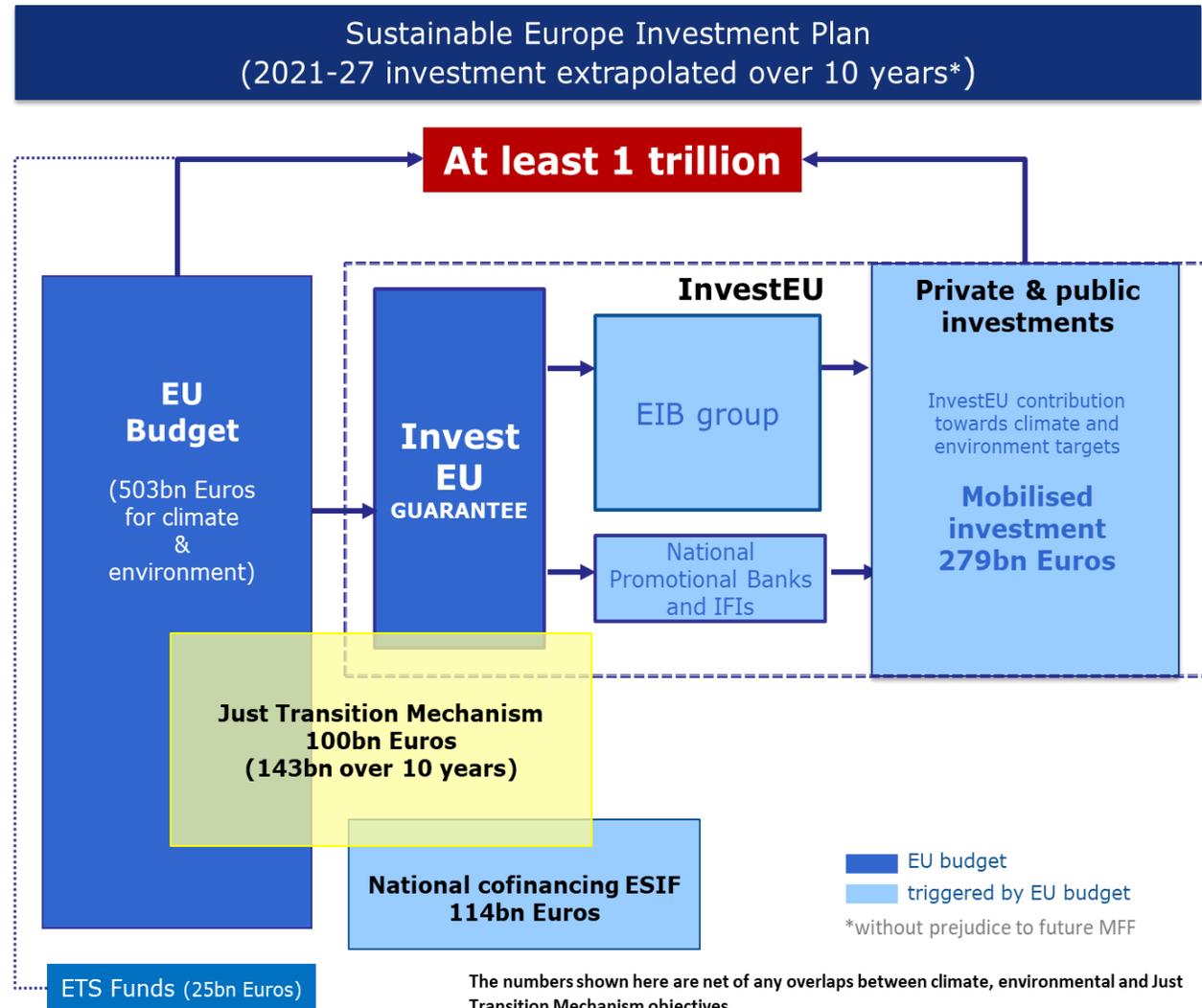
Green financing and investment

- Mitigated risks
- Transparent on impact

Sustainable Europe Investment Plan



Sustainable Europe Investment Plan (2)



Just Transition Mechanism

Just Transition Mechanism
at least **EUR 100 billion investments**
to support and finance regions most exposed
to transition challenges in all Member States

Just Transition Fund
to generate financing of
€30-50 billion

- **New Just Transition Fund** of €7.5 billion
- **Transfers:** for each €1 from JTF €1.5-3 from ERDF/ESF+
- **National co-financing**

Provides primarily grants

InvestEU
Dedicated Just Transition Scheme
to mobilise up to
€45 billion investments

Crowds in private investment

Public sector loan facility with the EIB
to mobilise
€25-30 billion investments

Leverages public financing

Thank you



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