Promoting BBB on Climate Finance and Development Effectiveness

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1. Korea’s Green Growth Policy
2. Climate Finance
3. Enhancing Effectiveness & Future of BBB
Introduction: One of the greatest challenges we face
I. Korea’s Green Growth Policy

Paradigm Shift in Economic Growth

- **Traditional Growth** (Fuel, Factory)
- **Green Growth** (New Renewable Resource)

**Industrial Growth**
- Economic Development Plans (1962-1986)
- Asian Economic Crisis (1998)
- Joining OECD (1996)

**Knowledge-based Growth**

(Unit: GDP per capita, US$)
I. Korea’s Green Growth Policy

Set “Green Growth as the national vision

National Strategy for Green Growth

Initiating GGGI and hosting GCF secretariat

Annual Investment about 2% of GDP by 2020

5-Year Plan Milestones

Framework Act on Carbon Emission Trading

Top 5 Green Growth Country in the World by 2020

Year 2008

Year 2010

Year 2011

Year 2012
II. Climate Finance

1. Overview of Climate Finance

- **OECD**
  - Green Growth Strategy
  - OECD Development Strategy

- **Green Climate Fund**
  - 100 billion by 2020
  - Supporting climate change in developing countries

- **ADB**
  - Climate Change Fund
  - Future Carbon Fund

- **UN & World Bank**
  - Global Environment Fund (GEF, UN)
  - Climate Investment Fund (GIF, WB)

- **IDB**
  - Sustainable Energy and Climate Change Initiative
II. Climate Finance
2. Korea’s Contribution in Climate Finance

Green Climate Fund
Capacity Building for DCs
- EDCF
- KSP
- KOICA

Contributing
40 million

Channels

Development Finance
- Concessional loans
- Advisory Service
- Commercial loans
- Grants
- Guarantees

Recipients

Climate Change Mitigation & Adaptation
- Infrastructure
- Energy
- Water

Global Partnership
Green ODA Volume
- 30% of total

Up to 5 billion by 2020

- Collaboration with International Efforts to Climate Change

Rio+20
II. Climate Finance
3. Triangle Strategy for Synergy

- Global Green Growth Institute (GGGI)
- Knowledge Sharing Program (KSP)

- Green Climate Fund (GCF)
- Green Budget (2% of GDP)

- Green Technology Center, Korea (GTC-K)
III. Enhancing Effectiveness & Future of BBB

1. Applying Lessons from Development

Expanding effectiveness of Climate Finance

Emphasizing on
Transparency, Consistency, Harmonization

Greater Needs for Managing Effectively

Sharing Similarities

Applying Lessons from Development @

4th High Level Forum on Aid Effectiveness
29 Nov – 1 Dec 2011, Busan, Korea
III. Enhancing Effectiveness & Future of BBB
2. Enhancing Effectiveness

Enhancing Development Effectiveness

Country-led Approaches with ...

- Policy Coherence
- Transparency
- Predictability
- Harmonization
- Good Practice

Greening Development Strategies in DCs

- Utilizing KSP & GGGI as initiatives
- Joint-consulting with MDBs
- Synergy Effect: Expertise + Experience
- Prioritize Climate Change Policy for Green Development
- Environmental Sustainability in Developing Countries!
III. Enhancing Effectiveness & Future of BBB

3. Suggestions

Suggestion 1. Establishing Governance

- Regular meeting among 27 partners
- Establishing governance with Secretariat leading BBB
  → Secretariat of GCF can be option

Structure of BBB

Suggestion 2. Networking

Networking with Related Entities

- Knowledge sharing for Best Practice
- Networking with Global Partnership (GP) to guarantee political support

Steering Committee Meeting
If you want to go fast, go alone
If you want to go far, go together

THANK YOU!