

Annex Twelve
A Pathway and Portfolio for Achieving Canada’s Fair Share in Climate Finance

Table 1: A Pathway to reach Canada’s Fair Share of US\$100 billion by 2025

Millions of Canadian dollars (bilateral climate finance only)

	2021/22	2022/23	2023/24	2024/25	2025/26	Five Year Total
\$800M No Change Scenario	\$800	\$800	\$800	\$800	\$800	\$4,000
Fair Share Scenario, Total Climate Commitment	\$945	\$1,115	\$1,315	\$1,550	\$1,830	\$6,755
Fair Share, Increase taking account \$800M in 2020	\$145	\$315	\$515	\$750	\$1,030	\$2,755

This table only focuses on Canada’s bilateral contributions of its climate finance, which may include specific allocations to particular multilateral climate funds such as the Green Climate Fund or the special Canadian funds at the multilateral development banks.

The government’s fair share for bilateral finance (equivalent to the five-year existing \$2.65 billion commitment) of the US\$100 billion is based on a 3.8% share of the US\$37.3 billion, using an exchange rate of \$1.30. The 3.8% share is based on an average of Canada’s Gross National Income to all DAC donors’ GNI for the past seven years. Based on these assumptions, Canada’s average annual commitments for climate adaptation and mitigation, not including loss and damage, is Cdn\$1,830.

Canada does not control its imputed multilateral contributions of US\$29.5 billion in the US\$100 billion as these are based on actual allocations to climate finance by the relevant multilateral institutions.

Canada has a stated commitment to maximize mobilized private sector finance for climate purposes, which makes up US\$33.2 billion of the US\$100 billion. However, there is no agreed methodology for assessing Canada’s share of this US\$33.2 billion. A fair share assessment of the US\$33.2 billion for Canada (using the same assumptions as the calculation of bilateral fair share) would indicate that Canada should be mobilizing Cdn\$1,640 million in private sector resources by 2020. In Canada’s Fourth Biennial Report to the UNFCCC, Canada reported that it mobilized approximately Cdn\$155 million in private sector finance through dedicated public resources, each year for 2017 and 2018.

Table 2: A Climate Finance Portfolio for Canada’s Fair Share (\$6.76 billion) 2021/22 to 2025/26

Important Note: The combination of individual allocations in the Table respects the principles set out in **Section 6** of this report. But it also must be acknowledged that there are many ways to distribute this finance among individual allocations to meet these principles. These individual allocations are intended to be indicative only and actual allocations would require due diligence and an assessment of current performance.

MULTILATERAL

Millions of Cdn Dollars

Highlight colours indicate changes from 2015-2020 period to 2021-2025 period:

Double or more	Increase but less than double	No change	New	Unallocated
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Fund/Program	2021 - 2025 Period*	2015 - 2020 Period	2021 - 2025 Adaptation	2021 - 2025 Mitigation	2021 - 2025 Loss & Damages
Green Climate Fund**	\$600.0	\$350 with \$50M from 2019 announcement)	\$300.0	\$300.0	
Adaptation Fund	\$100.0	Nil (US\$20M in Fast Start)	\$100.0		
GEF Least Developed Country Fund	\$125.0	\$37.5	\$125.0		
Climate Related GEF Replenishment	\$100.0	Approx. \$90.0	\$50.0	\$50.0	
UN REDD Program	\$20.0	Nil		\$20.0	
IFAD / Adaptation for Smallholder Agriculture Program	\$65.0		\$65.0		
Asia Development Bank - Private Sector Fund	\$400.0	\$200.0		\$400.0	

Fund/Program	2021 - 2025 Period	2015 - 2020 Period	2021 - 2025 Adaptation	2021 - 2025 Mitigation	2021 - 2025 Loss & Damages
IFC Blended Finance Fund	\$400.0	\$250.0	\$200.0	\$200.0	
Canada IFC Renewable Energy for Africa	\$250.0	\$150.0		\$250.0	
World Bank Coal Phase Out	\$275.0	\$275.0		\$275.0	
IADB Private Sector Fund	\$400.0	\$223.0		\$400.0	
World Meteorological Organization	\$25.0	\$10.0	\$25.0		
Climate Smart Agriculture in Central America / IADB	\$75.0	\$13.0	\$75.0		
Climate Risk Insurance (Caribbean and Pacific States)	\$250.0	\$100.0			\$250.0
WFP Climate Risk Management in Africa	\$100.0	\$40.0	\$100.0		
UN Women Climate Change Initiatives	\$100.0		\$40.0	\$30.0	\$30.0
Miscellaneous Adaptation	\$600.0		\$600.0		
Miscellaneous Mitigation	\$225.0			\$225.0	
Miscellaneous Loss and Damages	\$200.0				\$200.0
Total Multilateral	\$4,310.0		\$1,680.0	\$2,150.0	\$480.0

BILATERAL

Millions of Canadian dollars

Double or more	Increase but less than double	No change	New	Unallocated
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Fund/Program	2021 – 2025 Period	2015 – 2020 Period	2021 – 2025		
			Adaptation	Mitigation	Loss & Damages
Women's Climate Adaptation Fund /CSOs	\$150.0		\$150.0		
Risk Assessment / Support of Insurance Funds	\$400.0				\$400.0
Ramping up Bilateral Climate Finance in SS Africa	\$750.0		\$600.0	\$150.0	
Ramping up Bilateral Support for SIDS	\$500.0		\$500.0		
Youth Engagement Climate Fund	\$100.0		\$100.0		
Engaging Canadians in International Climate Change	\$100.0		\$50.0	\$50.0	
Miscellaneous Bilateral Climate Support	\$450.0		\$300.0	\$150.0	
Bilateral for \$2.65		\$220.0			
Total Bilateral	\$2,450.0	\$220.0	\$1,700.0	\$350.0	\$400.0
TOTAL INVESTMENTS	\$6,760.0		\$3,380.0	\$2,500.0	\$880.0
			50%	37%	13%

** The total for the Green Climate Fund for the 2021-2025 period will total \$900 million, including Canada's promised replenishment of \$300 million, announced at the 2019 G7 meeting.