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# Roadmap for ADB's Just Transition Financing Facility



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**ADB**

# Just Transition Context for ADB

- Social equity and inclusion need to be at the core of climate action
- Capitalize on opportunities and address the challenges for transition → enabling interventions beyond risk mitigation
- Implementation of a just transition needs to be context specific
- Just transition is needed in all key NDC sectors
- Strong conceptual buy in but huge demand for implementation support and fit-for-purpose financing

# ADB's Institutional Agenda on Just Transition

Developing a just transition operational approach

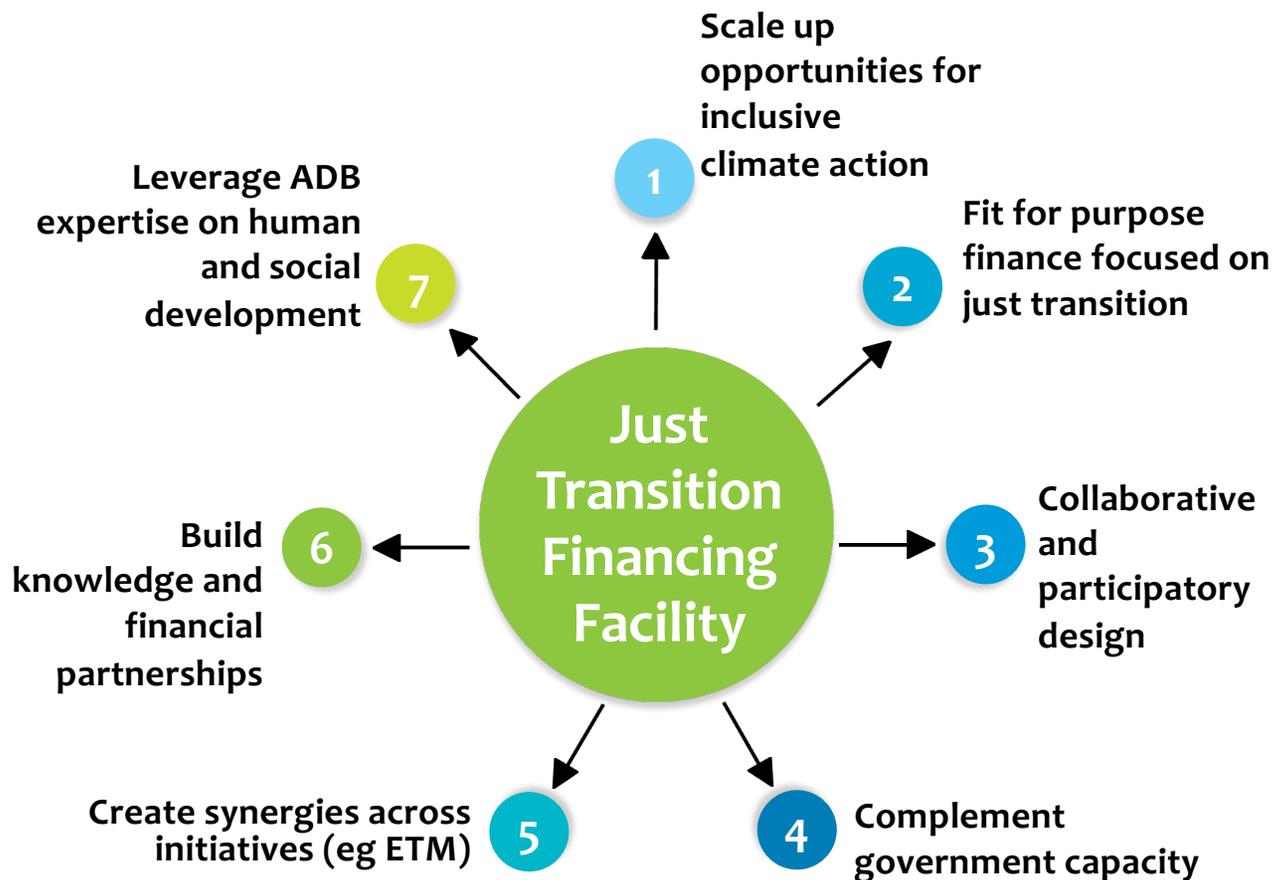
Building institutional capacity to deliver just transition support to DMCs

Mobilizing resources to support just transition

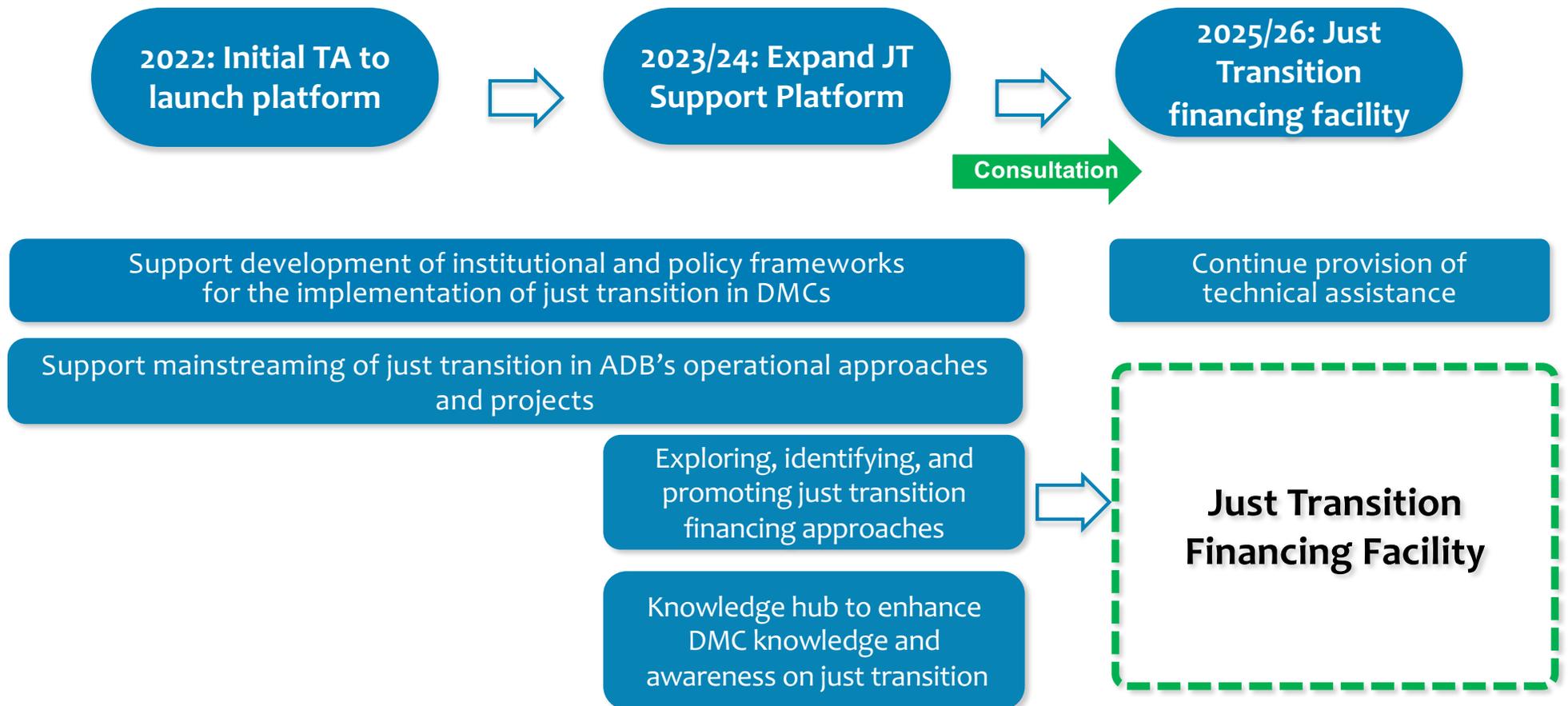
Providing knowledge and strengthening partnerships

# Headline Goals

Enabling a just transition to low-carbon and climate-resilient economies and societies in Asia and the Pacific



# Mobilizing Resources for ADB Just Transition Support



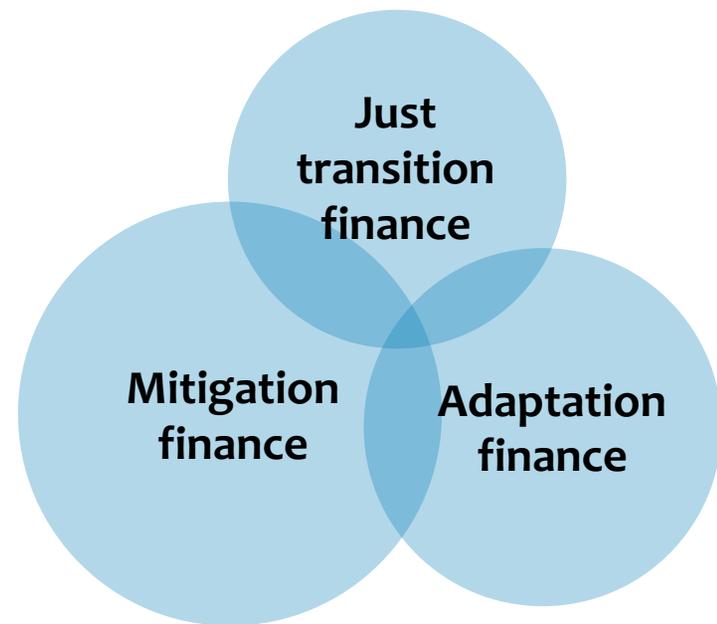
# Understanding need from ongoing initiatives

- ADB's energy transition mechanism
- Cirebon-1 pilot transaction
- JET-P Comprehensive Investment and Policy Plan
- Davao Public Transport Modernization Project
- Just transition in an island context – support to Fiji

Just transition is an enabling agenda for climate action... with distinct financing needs.

- **Mitigation and adaptation finance** offer opportunities to integrate just transition principles and goals
- **Just transition finance** needs to work in parallel to address the socioeconomic challenges that are directly related to the climate transition, will impact its outcomes, but falls outside the scope of mitigation and adaptation finance

## Financing climate action



Just transition finance

# Key financing needs



Green skills and jobs



Economic diversification in affected areas



Opportunities for women and the vulnerable



Sustainable enterprise development



Social protection, health, and education



Affordable and reliable access to essential goods and services

# A Spectrum of Just Transition Finance

## Targeting just transition

- **ADB Just Transition Financing Facility**
- Just Transition Funds - EU
- Philanthropic and impact strategies

## Raising funds for just transition

- GSS+ bonds
- Impact funds

## Integrating just transition

- Mitigation and adaptation finance
- Development finance - HSD
- ESG investment

# ADB Design Process

**Scoping study**  
including core design  
recommendations, objectives  
and principles

1

**Draft implementation guidelines**

3

**Final implementation  
guidelines**

5

**Refine design  
recommendations**

2

**Pilot transaction**

4



 **Consultation**

- Government
- CSOs/NGOs, Unions
- Communities
- Potential financing partners

# THANK YOU

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