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18th Bouncing Back Policy Actions for COVID-19 Economic Recovery (PACER) Dialogues | 20 April 2022

Accelerating Clean Energy Transition in the Philippines

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The estimated cost to implement climate change mitigation in the Philippines

is at **USD 4.12B from 2015 to 2030**, not including the costs for the Philippines to reach its Nationally Determined Contribution (NDC) goal of 75% GHG emissions reductions and avoidance.



How is the Philippines mobilizing finance for clean energy transition?



Interagency Technical Working Group on Sustainable Finance



Sustainable Finance Roadmap and its Guiding Principles



Green Climate Fund and People's Survival Fund



Green and Sustainable Bonds Standards by the Securities and Exchange Commission



Sustainable Finance Framework of the Bangko Sentral ng Pilipinas



Energy Transition Mechanism (ETM) Facility

- A public-private finance vehicle that will **reduce coal-fired power generation**
- To be piloted in Mindanao through the rehabilitation of the **Agus-Pulangi hydropower plant complex**
- Launched by the Philippines and Indonesia with the support of the Asian Development Bank (ADB) during COP26





Unique Opportunity in Mindanao

Agus-Pulangi hydropower plant

- Exploring a financial mechanism to improve its generating capacity
- Funded by buying back coal-fired power plants in the region
 - Repurpose them to increase the capacity of renewable energy
 - Shift most of our energy requirements in Mindanao to hydropower
 - Eventually spur investments



Moratorium for Greenfield Coal-fired Projects

1. New planned coal projects **will no longer** receive permits from the Department of Energy
2. Allows power stakeholders to prioritize:
 - a. Modern renewable energy
 - b. Storage projects that can deliver lower costs and price stability while delivering domestic energy security
3. Makes clear the aim to shift investors to clean energy resources and green technologies



The **Philippines demands for climate justice** to be served and acted upon. **Wealthy and high-emitting countries** that continue to exacerbate greenhouse gas emissions **must accept the responsibility** to pursue carbon neutrality.



Let's be partners for change!



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