Transforming the Financial System for Investment in Sustainable Landscapes

Preliminary findings
and recommendations

The ROCKEFELLER FOUNDATION
IKEA Foundation
UNDP
1000 LANDSCAPES FOR 1 BILLION PEOPLE

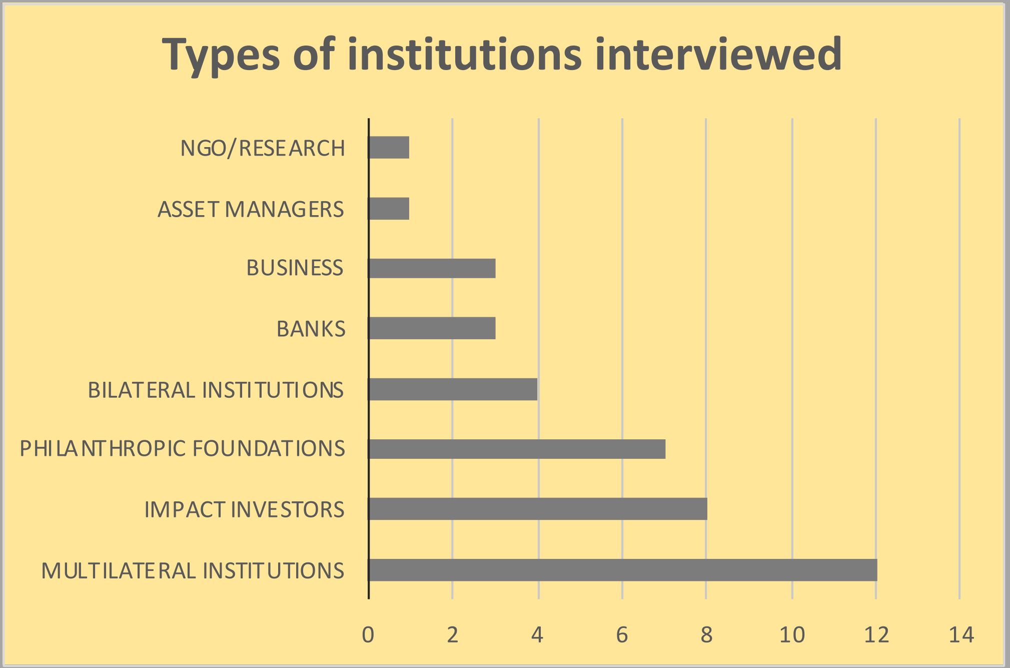
5/11/2020

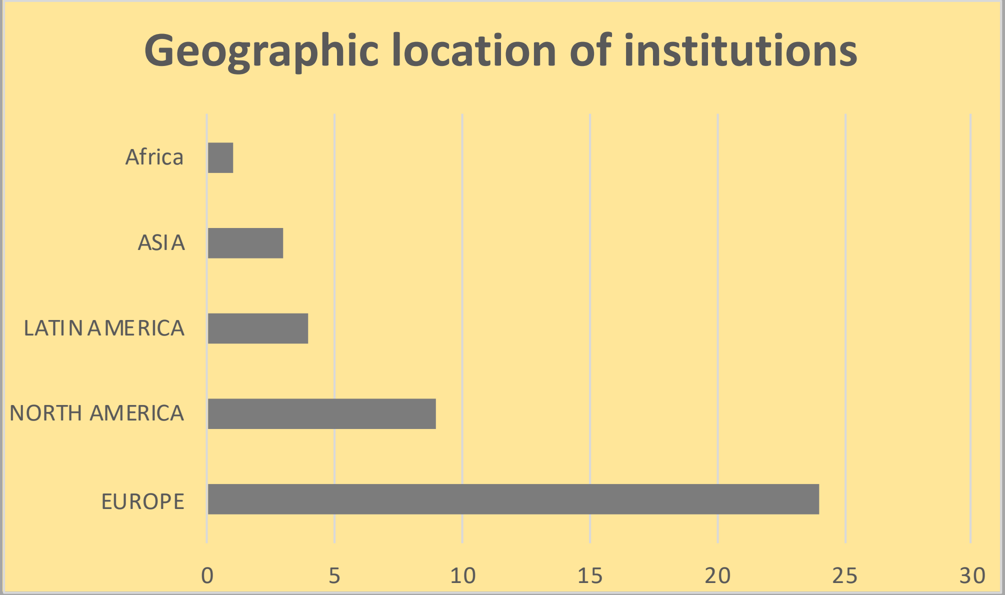
Purpose of the investigations

- Understand barriers and levers to mainstreaming integrated landscape approaches in finance system
- Receive feedback on the 1000 Landscapes initiative
- Investigate interest and potential needs of financial institutions to support landscape investments

1000 LANDSCAPES FOR 1 BILLION PEOPLE

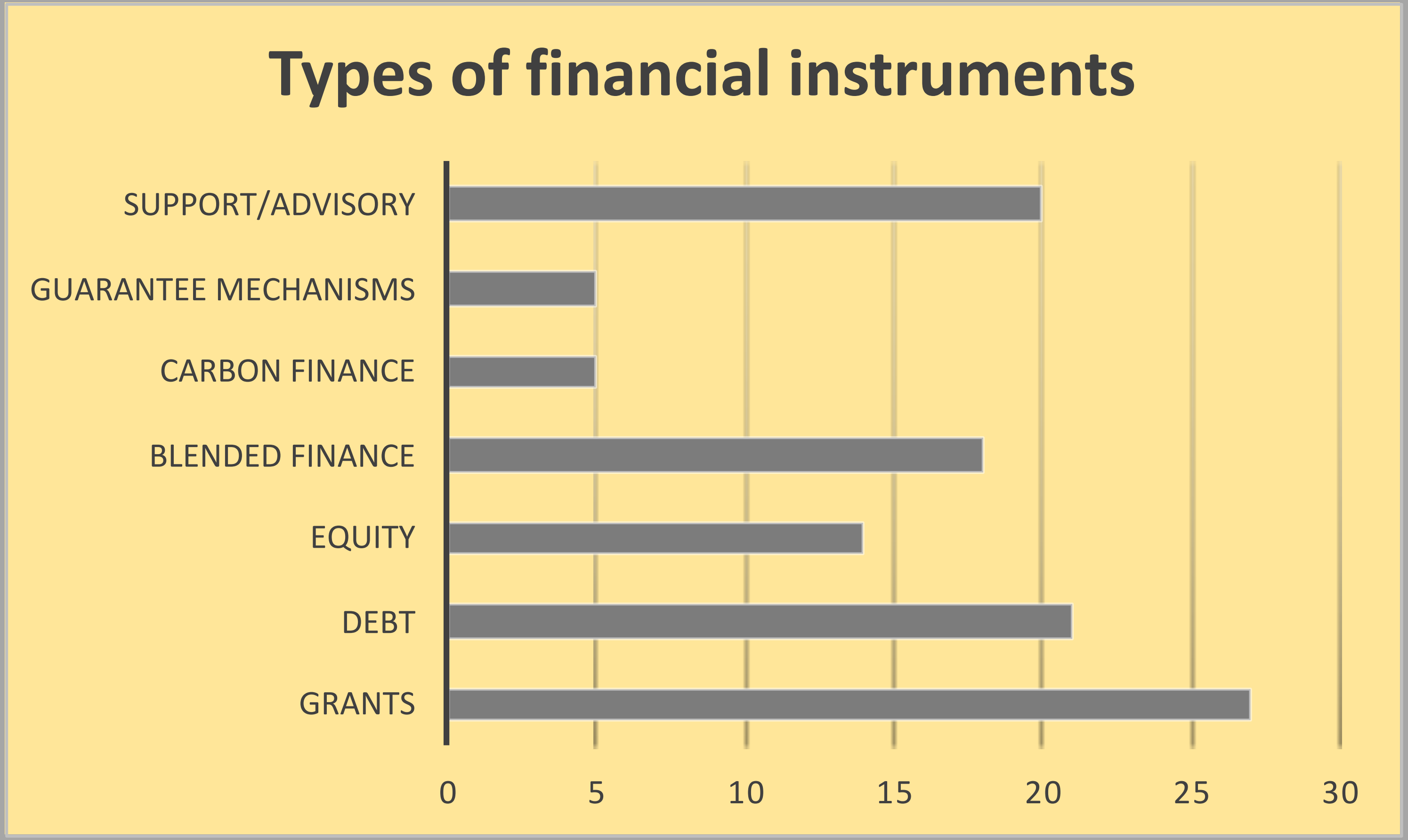
Method and distribution of interviewed institutions





1000 LANDSCAPES FOR
1 BILLION PEOPLE

Financial instruments implemented



1000 LANDSCAPES FOR 1 BILLION PEOPLE

4

Opportunities for scaling landscape finance

Integrated landscape investing is seen as a promising financial model for large-scale implementation of policy goals

The financial benefits of landscape portfolio investing are being recognized

Corporate investment is beginning to grow

Models of long-term grant funding to develop landscape investment pipelines are being developed

1000 LANDSCAPES FOR 1 BILLION PEOPLE

5

Main barriers to mainstreaming integrated landscape investments

1. Inadequate institutions for landscape coordination	**Inadequate institutions in landscapes to develop pipelines of investable, landscape-regenerating projects:** • Financiers have trouble finding investable, landscape-regenerating projects. • Most landscapes lack coordinating institutions • Where landscape institutions do exist, there is a chronic lack of long-term funding for investment portfolio development.
2. Lack of landscape investment orientation	**Most finance institutions lack landscape investment orientation:** • Decision-makers have a short time horizon. • Landscape investment and finance lack a recognized investment track record. • Institutions have a limited perspective on value.
3. Limited scope	**Internal institutional barriers limit scope for landscape investing:** • Institutional rules limit landscape investing. • Staff in financial institutions lack relevant knowledge and capacities.
4. Inadequate Instruments	**Instruments for landscape finance & risk management are inadequate:** • Financial instruments are not tailored to landscape investment needs. • Mechanisms to manage investor risk are inadequate.
5. Lack of local control	**Large-scale finance can undermine local vision and control:** • Vest power with those with capital • Local entrepreneurs less attractive to financial actors, bias towards external/ foreign parties.

1000 LANDSCAPES FOR 1 BILLION PEOPLE

5

Proposed priorities for action

1000 LANDSCAPES FOR
1 BILLION PEOPLE

1000 LANDSCAPES FOR
1 BILLION PEOPLE

Did we capture your messages correctly?

What is missing?

Are the conclusions biased by the distribution of interviewees?