



Approved Decision

Decision:

Dear CTF Trust Fund Committee members,

We are writing regarding the additional funding request submitted by the International Bank for Reconstruction and Development (IBRD) for the project entitled, *India: Partial Risk Sharing Facility for Energy Efficiency*, originally approved by the CTF Trust Fund Committee on July 17, 2014, for USD 25.00 million in CTF funding.

The time period provided for submission of any objections to the decision has now expired. No objections were received. We are, therefore, pleased to inform you that the following decision is now approved:

The CTF Trust Fund Committee approves the additional funding request for the project entitled, *India: Partial Risk Sharing Facility for Energy Efficiency*, submitted by the International Bank for Reconstruction and Development (IBRD), as below:

The CTF Trust Fund Committee noted that the United States abstained from consensus on this decision.

Project Information

Approved Decision Date:	6_4_2025
Project Title:	Partial Risk Sharing Facility for Energy Efficiency
Project ID:	XCTFIN208A
Project/Program:	Project
Fund/Program Name:	CTF
Programming Type:	Investment Plan
Endorsed Program Name:	INVESTMENT PLAN FOR INDIA
MDB:	IBRD
Country:	India

Additional Notes

CIF SEC Comments

Portfolio management: PRSF facility approved by TFC in July 2014 for contingent guarantee (USD 25 million).

New additional financing request: USD 50 million in second loss guarantees; if approved, it will be provided from the CTF main Fund.

E&L: Additional finance requests are not currently required to incorporate just transition considerations into their proposals. Despite this, CIF strongly encourages MDBs to actively explore and consider issues of transformational change and just transition wherever possible. While these aspects may not have been explicitly addressed in the original submission—given that they were either not clearly articulated or not yet a CIF requirement at the time—we encourage the implementing agency to integrate these considerations into the ongoing work. Doing so will help align the project with CIF's evolving priorities and ensure that its outcomes are both inclusive and sustainable.

Gender and Inclusion: As recommended by the CIF Gender and Social Inclusion team, the IBRD project team has included potential actions to achieve gender indicator. The IBRD team will continue to refine these.

IBRD comments

The World Bank's Partial Risk Sharing Facility for Energy Efficiency (PRSF I), supported by \$25 million guarantee from the Clean Technology Fund (CTF), has revolutionized energy efficiency (EE) financing in India. Since 2015, PRSF I has:

- Supported 79 EE sub-projects, mobilizing \$132 million in domestic commercial investments.
- Achieved a direct leverage ratio of 5.3x.
- Facilitated the establishment of the Green Vertical at the Small Industries Development Bank of India (SIDBI), catalyzing a \$2 billion green portfolio, including \$1.7 billion in energy efficiency investments and \$350 million in renewable energy.
- Partnered with 15 Participatory Financial Intermediaries (PFIs) and increased capacity of 50+ Fis for EE financing.
- Of the 79 guarantees issued till date, 28 guarantees have been completed successfully. 51 projects are under various stages of implementation. Claims have been received under 2 guarantees only, for which SIDBI and the independent verification agency are carrying out due-diligence.

This foundational success, highlighted in global forums like the OECD,⁴ underscores PRSF I as a model for derisking and scaling green investments via leveraging domestic commercial finance.

The proposed PRSF Phase II leverages the success of PRSF I to address these challenges, enabling scale up of the green finance through:

1. **Scaling Risk Sharing Facility**: Additional finance of \$50 million CTF guarantee blended with IBRD resources to top up the existing \$37 million PRSF to de-risk local currency loans from commercial banks for decarbonization projects.
2. **Expanding Scope**: Supporting technologies beyond EE, like industrial electrification with on-site renewable energy, green hydrogen, advanced storage solutions for high penetration of RE and sustainable cooling.
3. **Mobilizing Private Capital**: Expected direct leverage of private sector financing of 5x, with \$500 million private capital mobilized through

commercial lending and equity financing.

4. Capacity Building: Empowering MSMEs, policymakers, and financial institutions to navigate the complexities of decarbonization technologies.

Expanding Scope: Supporting technologies beyond EE, such as industrial electrification with on-site renewable energy and advanced storage solutions, sustainable cooling and cold chain technologies.



Proposed Decision

Decision:

Dear CTF Trust Fund Committee members,

Kindly recall that on July 17, 2014 the CTF Trust Fund Committee approved the project entitled, *India: Partial Risk Sharing Facility for Energy Efficiency*, submitted by the Government of India and the International Bank for Reconstruction and Development (IBRD) for USD 25.00 million (contingent guarantee) in CTF funding.

IBRD is requesting additional funding for this project in the amount of USD 50 million in second loss guarantees.

The CTF Trust Fund Committee is requested to approve the following decision:

The CTF Trust Fund Committee approves the additional funding request for the project entitled, *India: Partial Risk Sharing Facility for Energy Efficiency*, submitted by the International Bank for Reconstruction and Development (IBRD), as below:

Project Information

Proposed Decision Date:	03/04/2025
Project Title:	Partial Risk Sharing Facility for Energy Efficiency
Project ID:	XCTFIN208A
Project/Program:	Project
Fund/Program Name:	CTF
Programming Type:	Investment Plan
Endorsed Program Name:	INVESTMENT PLAN FOR INDIA
MDB:	IBRD
Country:	India

Additional Notes

CIF SEC Comments

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IBRD comments

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2. **Expanding Scope:** Supporting technologies beyond EE, like industrial electrification with on-site renewable energy, green hydrogen, advanced storage solutions for high penetration of RE and sustainable cooling.
3. **Mobilizing Private Capital:** Expected direct leverage of private sector financing of 5x, with \$500 million private capital mobilized through commercial lending and equity financing.
4. **Capacity Building:** Empowering MSMEs, policymakers, and financial institutions to navigate the complexities of decarbonization technologies.

Expanding Scope: Supporting technologies beyond EE, such as industrial electrification with on-site renewable energy and advanced storage solutions, sustainable cooling and cold chain technologies.