Pilot Program for Climate Resilience
Making Adaptation a Private Sector Business:
Evidence from Nepal’s Agricultural Sector

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PPCR Nepal: How to promote climate resilient agriculture?

Goals

- Engaging local private actors to address farmers’ barriers to climate resilience
- Build models for making climate resilience a long-term business

Farmers’ Barriers

- Knowledge and capacity gaps
- Lack access to quality inputs and equipment
- Lack access to finance

Tools

- Engage private agribusiness firms in training farmers
- Facilitate market entry to irrigation equipment provider
- Engage local banks
How to get private actors on board?

- Early consultation and evidence based analysis
- Tailored knowledge and capacity building measures to create the know-how
- Innovative financing mechanisms to buy down risks

Financing

\[
\text{USD million} \quad \approx 4 \quad \approx 8 \quad >0.3
\]

- PPCR
- IFC
- Private actors
Thank you
How to get private actors on board?

• Early consultation and evidence based analysis
  ➢ To increase understanding and identify opportunities
  ➢ To understand private companies constraints and drivers

• Tailored knowledge and capacity building measures
  ➢ To create agribusiness firms know-how
  ➢ To build banks’ expertise in the provision of agricultural loans

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Equity

Commercial lending

State-backed pension fund lending

EUR million

120

120

120