

The Finnish Climate Fund is a state-owned special-assignment company. We focus on combating climate change, boosting low-carbon industry and promoting digitalisation.

Our mission is to create societal impact instead of maximising our profit. That is why we invest in large-scale climate projects where our funding enables the project's realisation in the first place, on a larger scale or earlier than it would with funding from elsewhere.

Our funding

- The Finnish Climate Fund's annual funding volume is approximately 80 M€, consisting of 10-15 investment decisions.
- We operate in a minority role (maximum 50 % of total funding) and the amount of public funding in the total investment must be under 70 %.
- Our investment targets can be led by private and public actors or as public-private-partnerships.
- Capital loans are our primary instrument, and they are offered on market terms depending on the customer's credit rating by setting the interest rate according to the EU reference interest rate table. The loans can be connected to an interest rate premium, convertibles and/or profit sharing. We may also use other equity instruments; however, we do not provide grants.
- The Climate Fund can also use **special investment funds** and other special funding instruments if they are the best way to create impact according to our investment criteria. However, they are not our primary instruments.

Our funding categories

Our funding is focused on two categories: scaling up the deployment of climate solutions (our ticket size 2-20ME) and emissions reductions enabling platforms (1-10ME). Below are some examples of our typical investment targets.

Scaling up the deployment of climate solutions 2-20 MF



Facility Investments Scaling up a commercial climate solution into an industrial scale facility



Scaling up yhe deployment of climate solutions Boosting the deployment of an existing climate solution



aling up digital solutions A significant scale-up of a digital climate

Platforms enabling emissions reductions 1-10 ME



A physical infrastructure, used by several organisations, that enables emissions reductions and/or scalable climate business



A digital platform, used by several organisations, that enables emissions reductions and/or scalable climate

Our investment criteria

Our operations are guided by the Climate Fund's investment criteria. Each one of our potential investment targets must pass the preconditions first, before the final selection is made based on the impact criteria. We will help you apply the investment criteria throughout the funding process.

Preconditions:

- Minimum self-supporting business activity
- Verified added value from the Climate Fund funding Alignment with the "Do no significant harm" principle



Impact criteria:

- Emissions reduction potential Productivity potential

- Alignment with the EU taxonomy Business potential, productivity gains and the added value derived from the funding



Investment proposal specific analysis

- Biodiversity impact
- Export potential
- Social justice Leveraging EU funding

Our funding process in a nutshell

The easiest way to start a discussion with us is to use the contact form on our website and fill in the information about the potential investment target, after which we will be in contact with you. Every investment decision proceeds from an initial overview towards a more detailed analysis, and the Climate Fund's Board of Directors evaluate the

proposals several times during the process as well as make the final funding decision. Our team prepares the investment proposals for the Board, in collaboration with you as well as with possible external evaluators. The investment process will usually take some months.