The Challenge

Forests

90%

Agriculture is responsible for 90% of tropical global deforestation[1]

Farmers

1/3

Agri-food systems account for one-third of total GHG emissions[2]

Food Systems

12%

The estimated environmental and health costs of our food systems to Global GDP[3]

The Challenge and Opportunity

Agri-food systems are a leading cause of environmental destruction globally. Food production must keep up with population growth, yet a wholesale transition is required to reduce and reverse the damage done by this production.

The Vision

To create a sustainable future where thriving forests, empowered farmers, and resilient food systems contribute to a healthy planet and prosperous communities in emerging markets.

The Opportunity

- $455 billion is annually needed to transition the global agri-food systems[4]
- Only 4.3% of climate financing is allocated to the agri-food sector[5]
- 55% of Global GDP is moderately or highly dependent on nature and its services[6]
- Only 12% of project-level climate finance for agri-food systems comes from the private sector[7]

There is a need to...

- channel capital to agri-food systems.
- increase focus on agri-food systems in financial system.
- prevent nature loss and work towards nature positive.
- mobilize additional private capital.

Sources: 1. UN FAO, COP26 (2021), Agricultural expansion drives almost 90 percent of global deforestation 2. World Bank (2024), Financing the Agrifood System Transformation 3. ibid. 4.WWF (2024) Living Planet Report: A System in Peril 5. Climate Policy Initiative (2023) Landscape of Climate Finance for Agrifood Systems 6. See 4. 7. See 5.

AGRI3 Fund's Aim and Ambition

AGRI3 Fund is a sector specialist blended finance vehicle mobilizing capital towards the agri-food systems across emerging markets.

HISTORY OF AGRI3:

The AGRI3 Fund was launched in April 2020 as an initiative from UNEP, IDH, Rabobank and FMO. AGRI3 received funding from the Dutch Ministry of Foreign Affairs, Global Environment Facility and Rabobank.

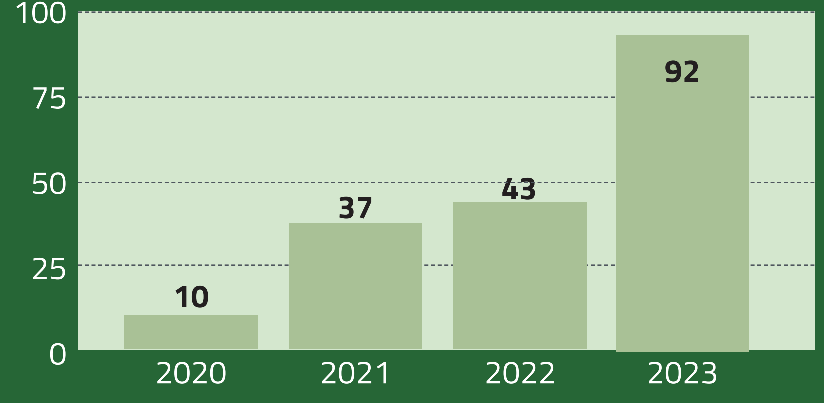
OUR MISSION:

To mobilize USD 1bln of capital by providing innovative financing solutions to support transactions across emerging markets that have a positive impact on forests, farmers and food systems.

WHY AGRI3:

Our approach is simple, yet powerful. We deploy capital via financial intermediaries, de-risking eligible exposures while ensuring returns for investors and the planet.

AUM OVER TIME ($ million) :



AGRI3 Fund's Contribution

- **Deep Sector Expertise**
- **Derisking**
- **Technical Assistance**

→

How AGRI3 Achieves Impact

AGRI3's Products

- Individual Guarantees
- Portfolio Guarantees
- Subordinated Guarantees

→ Private Capital →

Forests
- Forest Conservation and Reforestation
- Natural Climate Solutions
- Sustainable Forest Management

Farmers
- Agricultural Practices & Inputs
- Certification, Education & Training
- Machinery, Administration & Operations
- Sustainable Agriculture & Aquaculture
- Water Management

Food Systems
- Alternative Inputs and Proteins
- Agricultural Waste Management
- Climate and Agtech
- Financial Services
- Logistics, Transport and Storage
- Processing and Manufacturing

→

Impact Outcomes

Reduce and Reverse Deforestation and Degradation
Climate mitigation
Improved climate resilience and adaptive capacity

Sustainable Food Systems
Improved on-farm biodiversity, soil and water health
Low-carbon food production
Secure and stable production
Enhanced productivity and yield

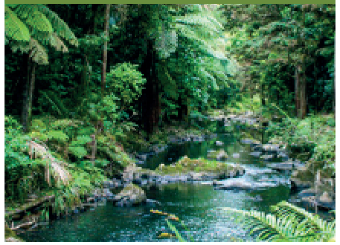
Improved Livelihoods
Local jobs and financial security
Nutritional and water security
Domestic institutional capacity building

Priority Impact Themes and Achievements

As a guiding principle, AGRI3 seeks to use risk-sharing investments to deliver impact outcomes in three main areas: forest conservation and restoration, sustainable food systems, and improving livelihoods. Fund-level indicators are for external reporting and target setting.

Fund-level Impact 2024

Forest Conservation and Restoration



Sustainable Food Systems

Improved Livelihoods

5
$256,126,103
Total private capital mobilized by the fund (USD)

3
-3,135,180 tCO2e
Volume of GHG emissions avoided or removed

1
101,528.2 ha
Area of natural ecosystem under management for conservation and restoration

2
69,483 ha
Area of land under sustainable management (ha)

4
21,545 people
With improved livelihoods

Deal-level Indicators

1. Natural ecosystems (forest and non-forest) under protection (ha)
2. Natural ecosystems (forest and non-forest) under restoration (ha)
3. Production forest under sustainable forest management (ha)
4. GHG sequestered through protection or restoration of natural ecosystems (tCO2e)
5. Area of degraded land under management for rehabilitation (ha)
6. Agricultural area covered by sustainable production techniques (ha)
7. Increase in yield on existing production area (t/ha)
8. GHG emissions reduces from changes to practices (tCO2e)
9. Volume of water efficiently used per tonne of crop produced (l)
10. Volume of water efficiently used, treated or collected (l)
11. Number of people with direct financial benefits
12. Number of people with indirect financial benefits
13. Number of people with direct non-financial benefits
14. Number of people with indirect non-financial benefits
15. Number of X2 Challenge of Financing for Women criteria met
16. Number of people accessing essential services