

12th Advisory Board Recommendations

SOFF 13th Steering Committee

Decision 12.1: Recommendation on the Systematic Observation Impact Bond

The Advisory Board

Welcomes the advancements made and proposed next steps described in the Steering Committee draft decision *Update on the Systematic Observation Impact Bond and endorsement of the next steps (Draft Decision 13.2)*.

Notes with appreciation that Advisory Board is kept updated and inputs for the further bond development are being sought, including on the envisioned creation of a Special Purpose Vehicle (SPV) for issuing bonds.

Recommends that the SOFF Steering Committee positively considers the establishment of a SPV as a complementary and innovative SOFF resource mobilization vehicle that would enable the issuance of multiple bonds over time, to support the scaling up of SOFF operations and respond to high country demand.

Further recommends that in setting up the SPV it should be explored if the SPV could be established in a manner that it would allow other UN organizations and UN-administered climate initiatives to also use it for scaled-up innovative climate finance with a potential focus on adaptation finance.