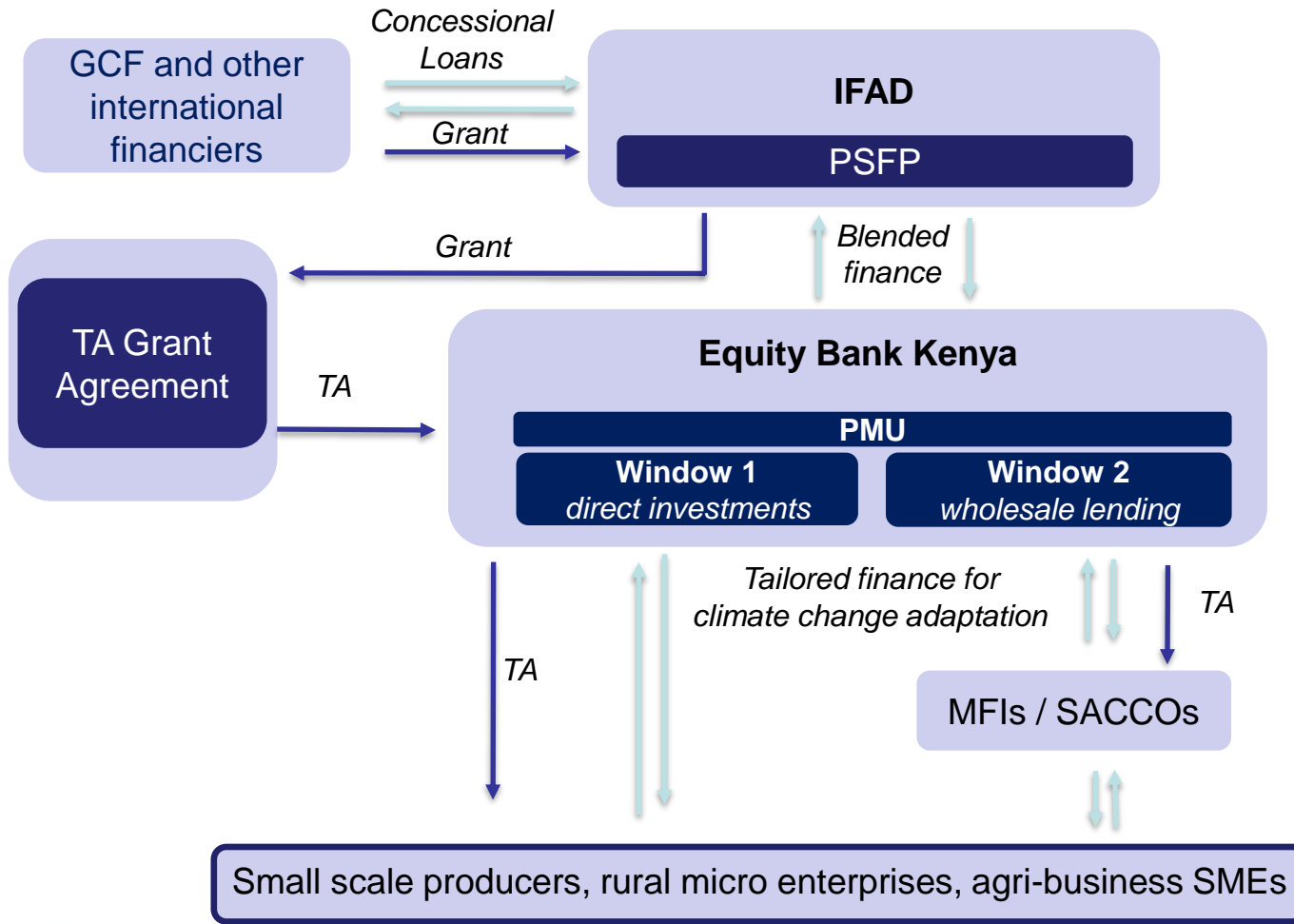




Grant to Equity Bank Kenya under the Africa Rural Climate Adaptation Financing Mechanism (ARCAFIM)

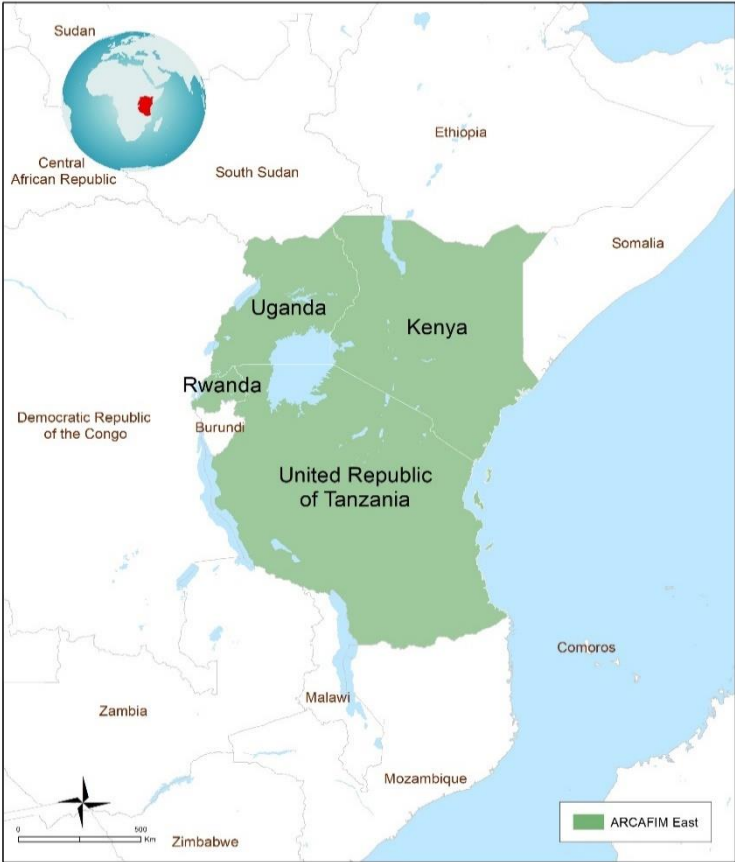
EB Consultations, 1 September 2025


ARCAFIM at a Glance



- Lending component of US\$ 90m returnable contribution
- Requirement for the Implementing Agent to match the contribution with US\$ 90m of own funds
- Lending component, including a proposal for grant-financed activities, was approved by the IFAD Executive Board as an NSO Investment Proposal in November 2023
- Additional IFAD Executive Board approval required for the TA grant component.
- The TA Grant Agreement of US\$ 14.5m to the Implementing Agent is part of the US\$ 20m total TA component with the remaining US\$ 5.5m held by IFAD as Project Management Costs (US\$ 4.0m) and for the execution of TA activity 2.3 (US\$ 1.5m)
- First disbursement of loan funds planned before end 2025. Full start-up to begin in Q1 2026

Grant at a Glance



 The designations employed and the presentation of the material in this map do not imply the expression of any opinion whatsoever on the part of IFAD concerning the delimitation of the frontiers or boundaries, or the authorities thereof.
Map compiled by IFAD | 28-03-2023

Implementing Agency	Equity Bank Kenya Ltd
Duration	12 years
Programme Area	Kenya, Uganda, Tanzania, Rwanda (aligned with IFAD project areas)
Financing	<p>Total cost: US\$14.5m (US\$16.71m with co-financing)</p> <ul style="list-style-type: none"> • GCF: US\$6.79m • Government of Denmark: US\$3.41m • ILSA: US\$4.30m • Grantee contribution: US\$2.21m
Beneficiaries	1.5 million HHs

GRANT COMPONENTS

COMPONENT 1:

Strengthening of the awareness and capacity of Equity Bank Group and wholesale lending partners to offer rural climate change adaptation finance services

- Development and integration of Climate Change Adaptation Lending Toolkits
- Strengthening Equity Bank M&E systems and household surveys
- Capacity building of Participating Financial Intermediaries to deliver and report upon effective green financing

COMPONENT 2:

Development of the climate change adaptation investment capacities and financial literacy skills of small-scale producers and rural MSMEs.

- Training of small producers on climate change adaptation, financial literacy, business plan preparation
- Business Development Services for MSMEs to prepare for green lending

Effective Delivery of Climate Change Adaption Loans through Equity Bank and Intermediaries

Thank You

