



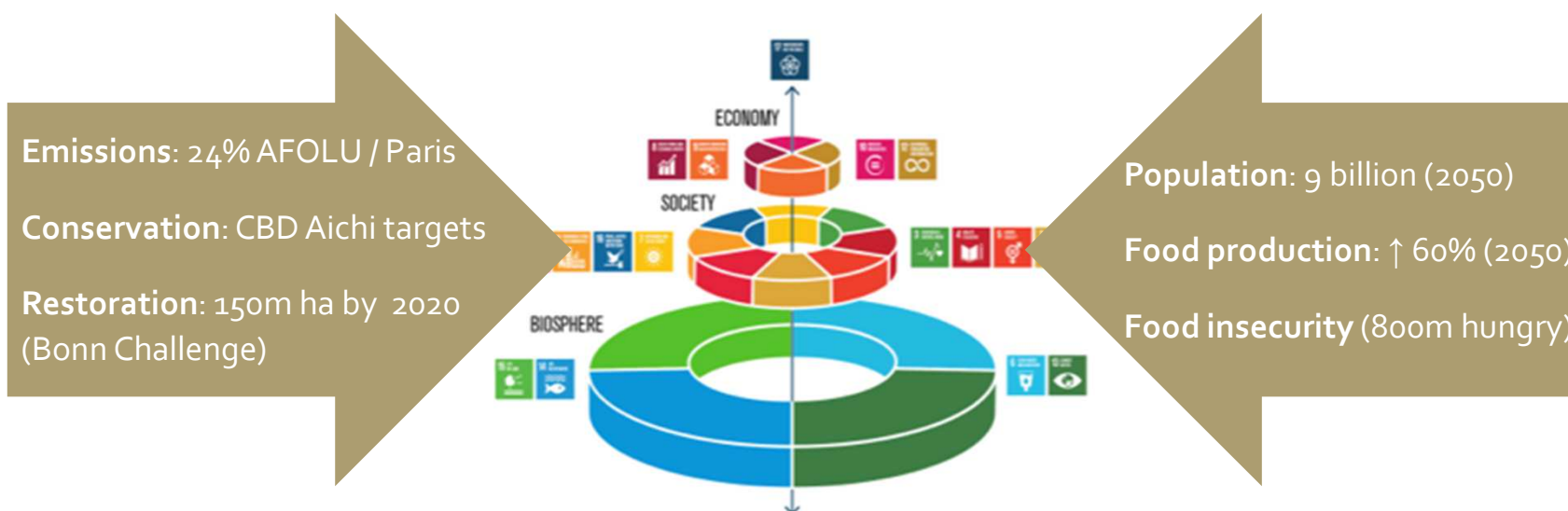
Partnership for Forest Protection and Sustainable Agriculture

October 2018



Rabobank

The challenge of the global food systems



Business as usual will not work!

Need to better balance economic development, poverty alleviation, conservation and climate goals

Proof of urgency

Budget land use-related
climate finance (2014)

USD
5,8
billion

Investments in
soft commodity
production

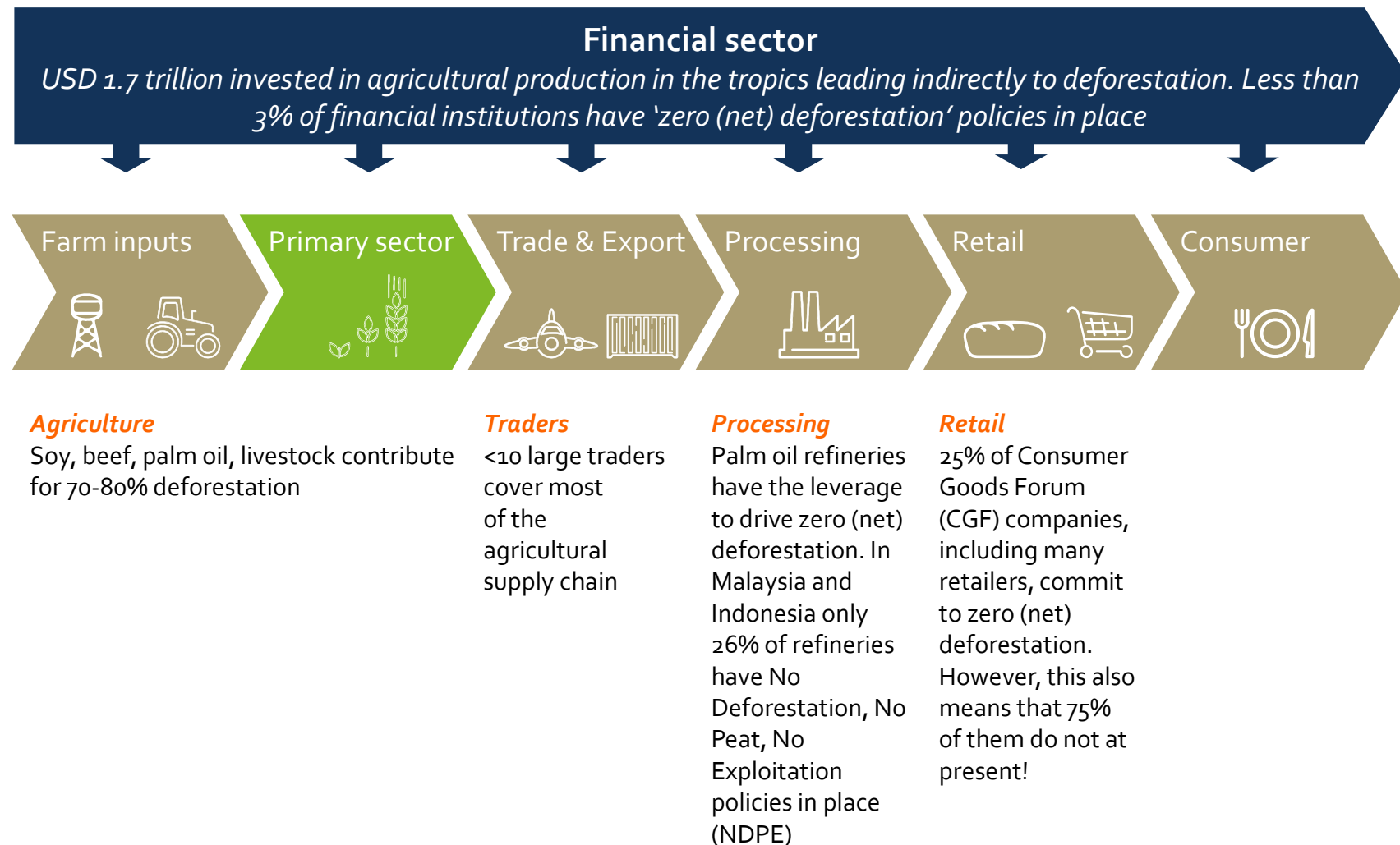
Annual export
trade soft
commodities

USD 1.7
trillion

USD
92-
137
billion



The role of the financial sector



Rabobank financing the entire value chain: *the Farmer*



- Farmers are dependent on sustainable yields for their livelihood. They have a natural interest to invest in sustainable land use instead of leaving their land degraded, leading to deforestation
- Low farmers' incomes and unfavorable market conditions have resulted in a tradition of slash and burn as a consequence of the low cost of deforestation compared to the valley of death
- Attractive financial solutions will help the farmer to overcome these barriers and is likely to achieve a change of culture towards sustainable land use

Rabobank financing the entire value chain: *our Corporate Clients*



- Among our clients are the worlds largest farm input suppliers, traders and processors
- They're increasingly interested in green and sustainable sourcing of their inputs and commit themselves to non-deforestation pledges and responsible business conduct
- the additional cost for the farmer to invest in sustainable land use are currently too high and risky to be fully absorbed by the value chain actors

Our philosophy



A food system transformation is needed, where all actors in the value chain and all stakeholders around the chain pay part of the cost and bear part of the risk for the transition towards sustainable land use



Focus areas/crops where Rabobank aims to leverage its current impact in the value chain...



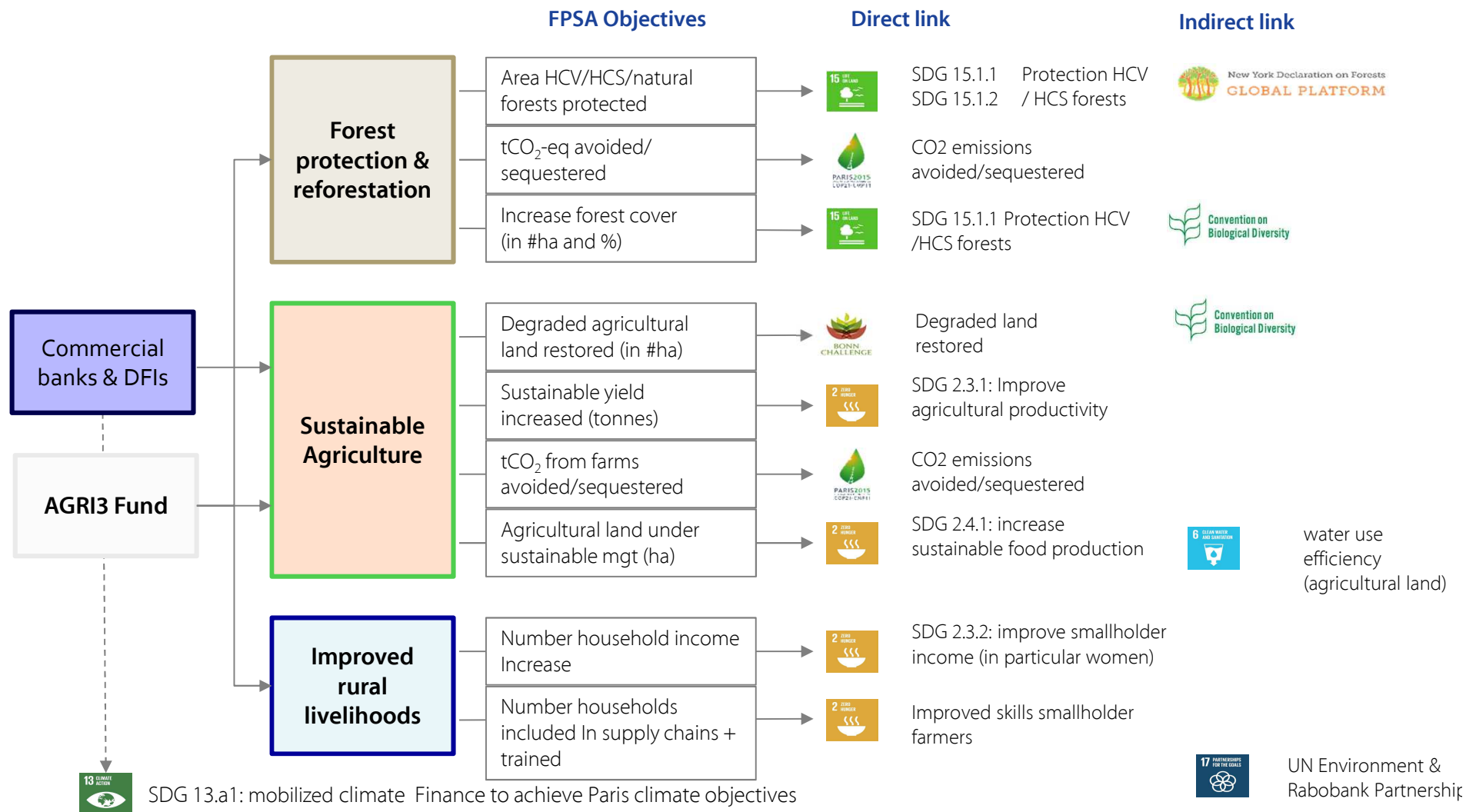
...thereby contributing to the transformation of global food systems



- As one of the biggest F&A banks in the world, Rabobank oversees the entire value chain and is therefore, greatly positioned to bring partners in the value chain together
- Investment needs for sustainable land use often do not fit into our finance policies because of the high risk involved and long tenors. And as a bank, we always need to make sure the funds of our depositors are safe.
- Public money is needed to initiate the necessary transition towards sustainable land use, whilst market parties will need to take their responsibility simultaneously, including Rabobank itself.
- For this purpose Rabobank and UN Environment have joined forces and created a Partnership for Forest Protection and Sustainable Agriculture



How a fund will contribute to SDGs & other international policy objectives





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Thank you!

Contact

As initiating partners, we welcome all who share our values, vision and objectives to contribute to the Forest Protection and Sustainable Agriculture Partnership.

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