



Foreign, Commonwealth
& Development Office

Innovative Finance for Mine Action

Presented by FCDO's Global Mine Action
Programme Team & The HALO Trust





Background

- The current funding shortfall for mine clearance is estimated at \$1bn.
- COVID-19 pandemic has not helped matters.
- UK FCDO commissioned Social Finance & The HALO Trust to explore the potential for innovative finance.



Aims of Innovative Finance

- **Effective spending**
- **Reduced Risk**
- **Predictability**
- **New financing**
- **Bridge mine action with other sectors to deliver collective outcomes**





Key models

- **Outcomes Financing** – e.g. Impact Bonds

Payment made against independently verified outcomes of delivery. Can include private investors to finance and take the risk in return for a financial incentive.

- **Outcome-Based Public-Private Partnership**

Encourages private sector investment post-clearance in partnership with government, to deliver agreed outcomes e.g. socio-economic development.

- **Front-loading** – e.g. International Financial Facility for Immunisation

Long-term pledges from donors converted into bonds to enable greater short-term delivery and achieve outcomes earlier.



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Full report

Further details can be found in the full report:

www.halotrust.org/media/7786/innovative-finance-for-mine-action.pdf



Next Steps...





Potential Pilot of Innovative Finance Model in Cambodia

1. Hosting workshop in partnership with the CMAA.
2. Taking place November 30th 2021.
3. Will be either hybrid or virtual.
4. The workshop will help inform how we move forward.





Any questions?

