

## Statement of Support from Insurance Industry

**Providers of insurance and reinsurance solutions express their support of the 'Joint Declaration Regarding Credit Enhancement of Sustainability-linked Sovereign Financing for Nature and Climate' (Joint Declaration) and intend to collaborate with the 'Task Force on Sustainability-Linked Sovereign Financing for Nature and Climate' (Task Force) on reducing the borrowing costs for developing countries.**

Major providers of insurance and reinsurance solutions have pledged to collaborate with the Task Force and work with the governments to reduce the borrowing costs for developing countries. They have expressed their willingness to support the issuance of sustainability performance-linked sovereign debt instruments addressing the threefold crisis of debt, climate and nature.

### **Statement of Intent:**

*There is an urgent need for ambitious action to reduce the cost of capital for developing countries and to combat the impacts of nature loss and climate change. Increasing the issuance of sovereign sustainability-linked debt and scaling the use of sustainability KPIs in debt refinancing and blended finance structures are all plausible solutions to help sovereigns finance their economies in the wake of a triple debt, nature and climate crisis. Successful transactions will require collaboration between public and private sector actors willing to structure shared risk solutions. These solutions should facilitate access to affordable capital, encourage investing in nature-positive initiatives and improve socio-economic conditions.*

*Our organisations are committed to supporting the Joint Declaration and working with the Task Force. By working together, and with sovereigns, we can enable greater investment in nature, communities and businesses.*

