

Call for expression of interest to become equity partners for Sri Lanka Climate Fund (Pvt) Ltd.

Sri Lanka Climate Fund (Pvt) Ltd (SLCF) is a government owned independent incorporative body under the preview of Ministry of Mahawali Development and Environment. SLCF's mission is to support government of Sri Lanka to achieve low carbon & climate-resilient development. The company is exploring new low carbon solutions through innovative strategies in collaboration with local and International partners.

Objective

The objective of this invitation is to identify potential equity partners and catalyze private investment by demonstrating commercially viable business models.

A three-stage procedure

SLCF call for expression of interest is conducted pursuant to SLCF procedure as follows:

1. UNDER THE FIRST PHASE, Candidates are invited to submit an EXPRESSION OF INTEREST and SLCF assesses the suitability and capability of the Candidate to become an equity partner.

The main items to be provided under this phase are:

- A covering letter where the Candidate expresses his interest to become an equity partner
- Extract from a professional register or trade register, or equivalent document
- Annual reports, annual accounts, balance sheets and profit and loss accounts from the past three years
- Candidates are also invited to submit an offer for share (LKR per share). SLCF currently can issue maximum 1,225,000 shares to private sector. Minimum price per share is Rs. 100/=.
- Candidate, who can obtain 10% of shares (250,000), can become a SLCF Board member.

With those documents, SLCF examines whether the Candidate does not find himself in a case of exclusion, fulfils the obligation of registration and assesses the Candidate's financial and economic standing based, amongst other things, on the total equity, the solvency, and the stable positive development of turnover and profits and the credit rating of the Candidate.

2. Once potential equity partners are identified, SLCF will conduct a workshop to brief the potential equity partners about the investment opportunities with SLCF. SLCF currently has a number of projects/programme, which are commercially very attractive, with IRR in the region of 20%. In order to implement the first set of these projects, SLCF seeks a capital of Rs. 100 million under a Public Private Partnership programme. With this in mind, SLCF is inviting individuals or private sector institutions to become equity partners with SLCF.

Few examples for investment opportunities:

- I. Industrial Fuel Switching programme (fossil fuel to biomass)
1st project under this programme is biomass based steam generation project to supply steam to Ambewela Spray Drying Milk Factory – Rs 65 Mn
- II. Solar PV programme
1st project under this programme is to install 25 Solar PV units among households under net metering.

3. AWARDING OF THE CONTRACT. Successful Candidates from the third steps will then be invited for contract negotiations with a view to signing an AGREEMENT with SLCF as equity partners.

Indicative time schedule

STEP	ACTIVITY	DEADLINE
1	Submission of expression of interest	30/06/2016
2	Conduct a workshop to brief the potential equity partners about the investment opportunities with SLCF	08/07/2016
3	Sign contract with SLCF as equity partners	20/07/2016

SLCF guarantees a quick decision regarding the selection of the equity partners.

Visit: www.climatefund.lk

Contact SLCF

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