



# Billions: The power of catalytic capital

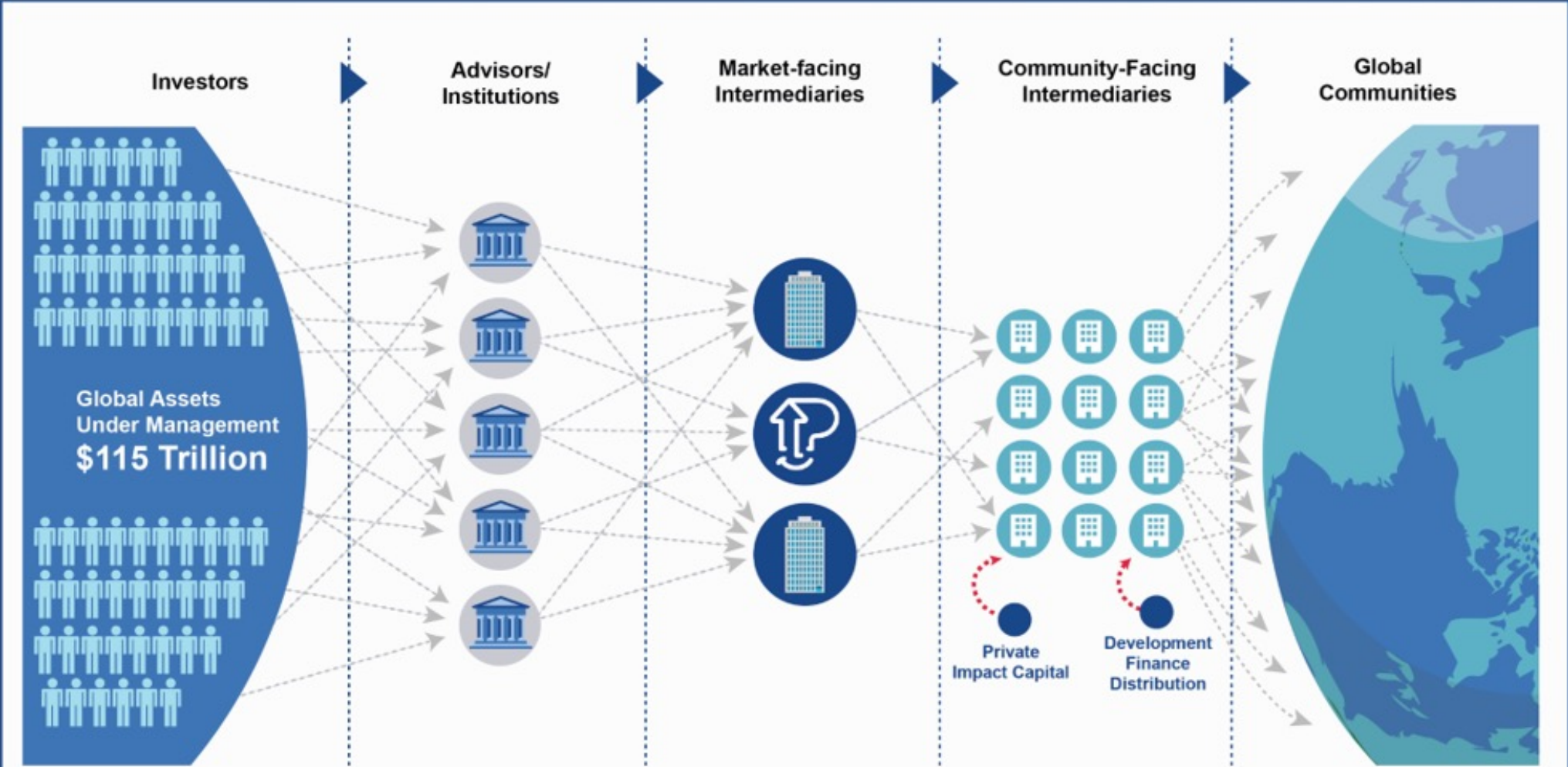
Join a deep dive into how Foundations can strategically utilize catalytic capital to enhance their impact. We will delve into the opportunities and challenges Foundations face in catalyzing private sector investments, exploring risk appetite, funding structures, technical assistance, and partnerships.

# WICKED PROBLEMS

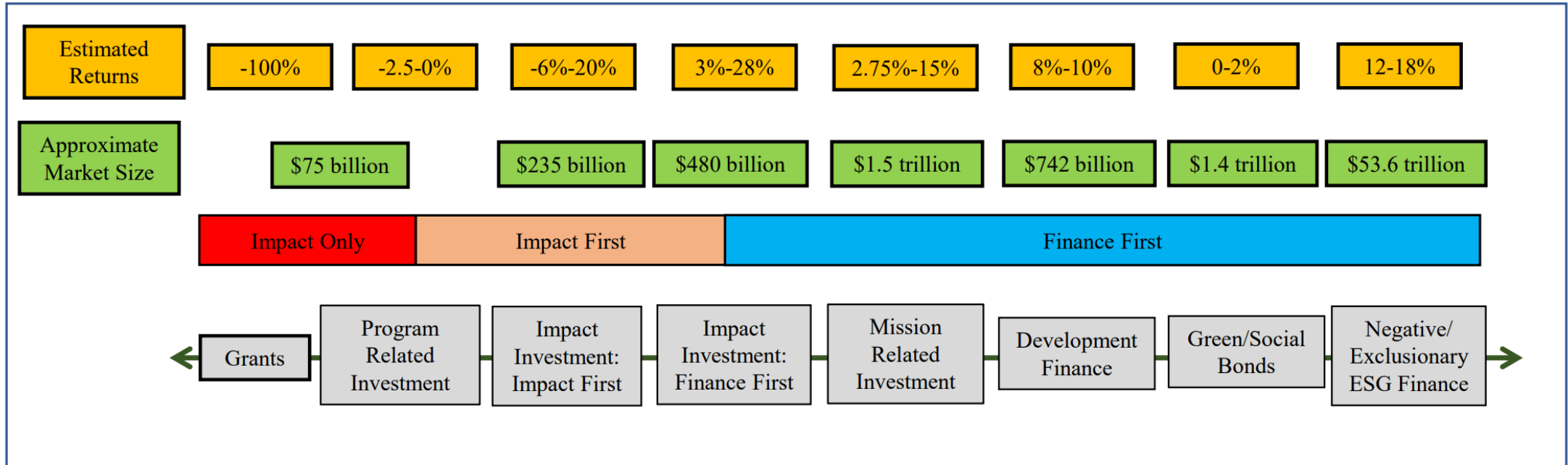




# Connecting Capital to Communities



# Spectrum of Finance



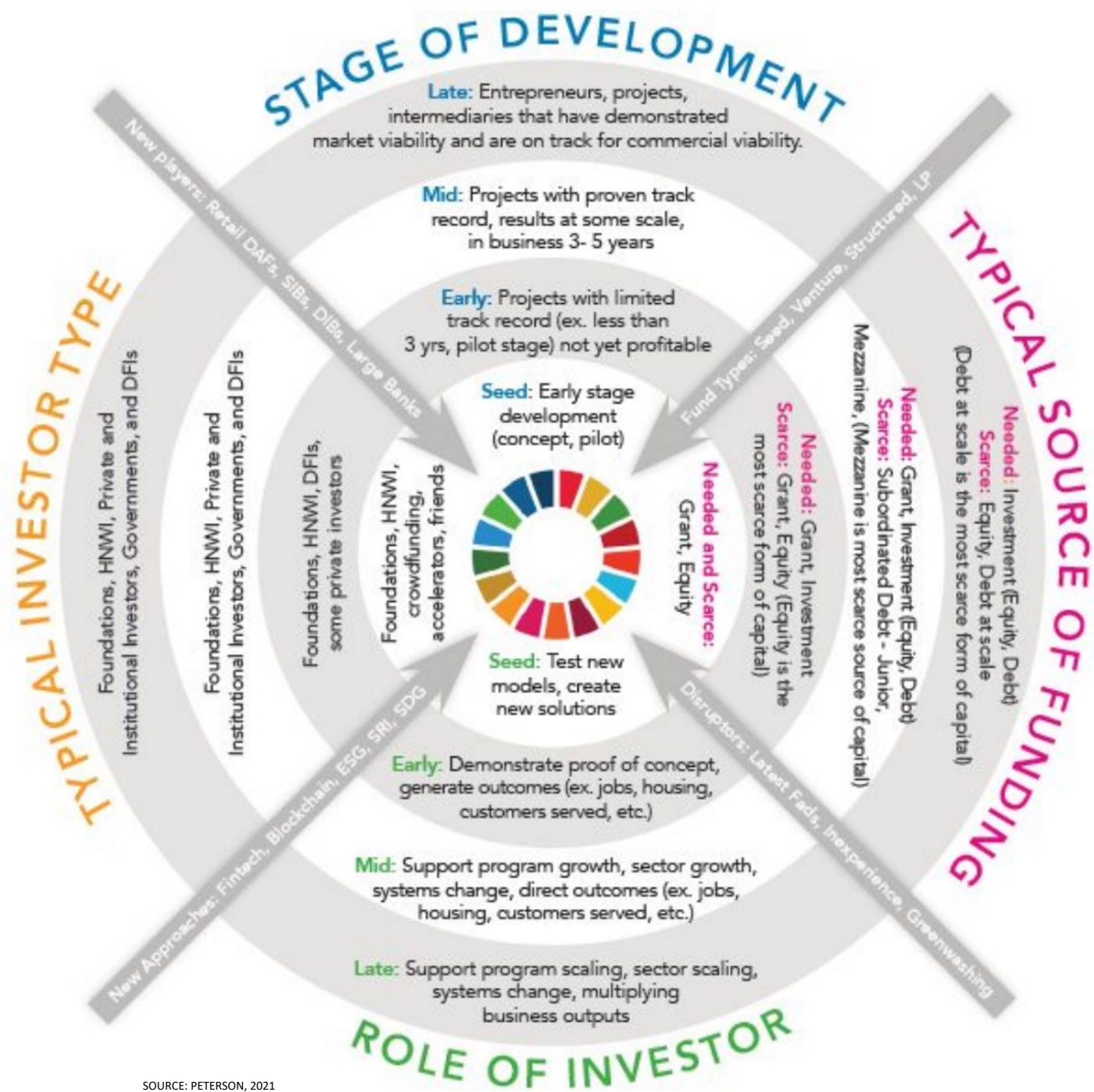
# Choices and strategies for investors on the 'spectrum of capital'

Approach	<b>TRADITIONAL</b>	<b>RESPONSIBLE</b>	<b>SUSTAINABLE</b>	<b>IMPACT DRIVEN</b>			<b>PHILANTHROPY</b>	
Financial goals	Target competitive risk-adjusted financial returns			'Finance first'	Unchartered returns	Below-market returns	Partial capital preservation	Complete capital loss
Impact goals	<b>Avoid harm and mitigate ESG risks</b>							
	<b>Benefit all stakeholders</b>							
	<b>Contribute to solutions</b>							
Description	Limited or no regard for ESG practices or societal impact	Mitigate risky ESG practices, often in order to protect value	Adopt progressive ESG practices, that may/are expected to enhance value	Address societal challenges that generate competitive financial returns for investors	Address societal challenges where returns are unknown, or investors risks largely unknown	Address societal challenges that require a below-market financial return for investors	Address societal challenges by supporting non-commercially viable models, inc. guarantees	Address societal challenge with donations or with the expectation of full capital loss
<b>The 'Impact economy'</b>								

# Catalytic Capital



1. Catalytic capital—is define as capital that accepts disproportionate risk or concessionary returns to generate positive impact and enable third-party investment that otherwise would not be possible—has been at the forefront of this push.
2. In the case of an unproven fund, enterprise, or innovation, catalytic capital might be the investment that helps things get going, building a track record that can attract other investors to riskier opportunities in areas such as energy access.
3. In a blended finance transaction, catalytic capital might mitigate risk through a guarantee, subordination, or first-loss investment.
4. The aim of catalytic capital is to unlock impact and additional investment that would not otherwise be possible, strengthening communities, expanding opportunity and economic growth, and fueling innovation that advances the well-being of people and the planet, while laying the groundwork for mainstream investors to participate in transformative investments







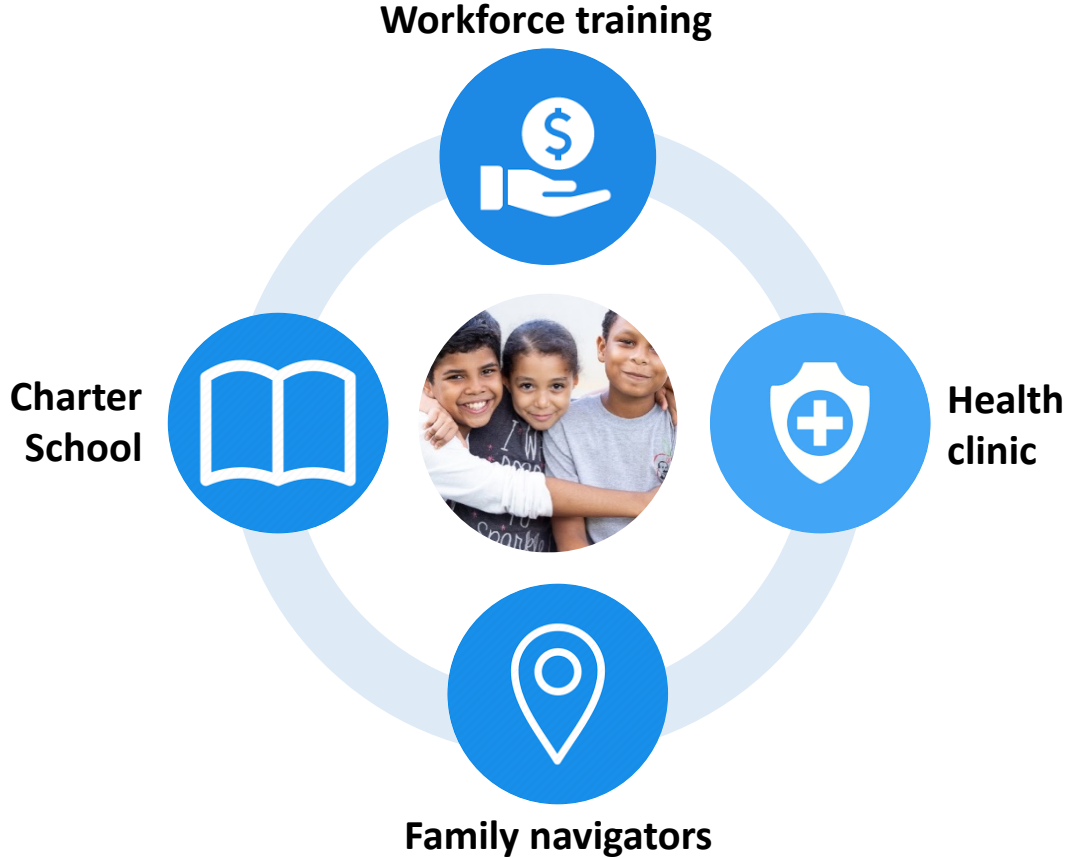


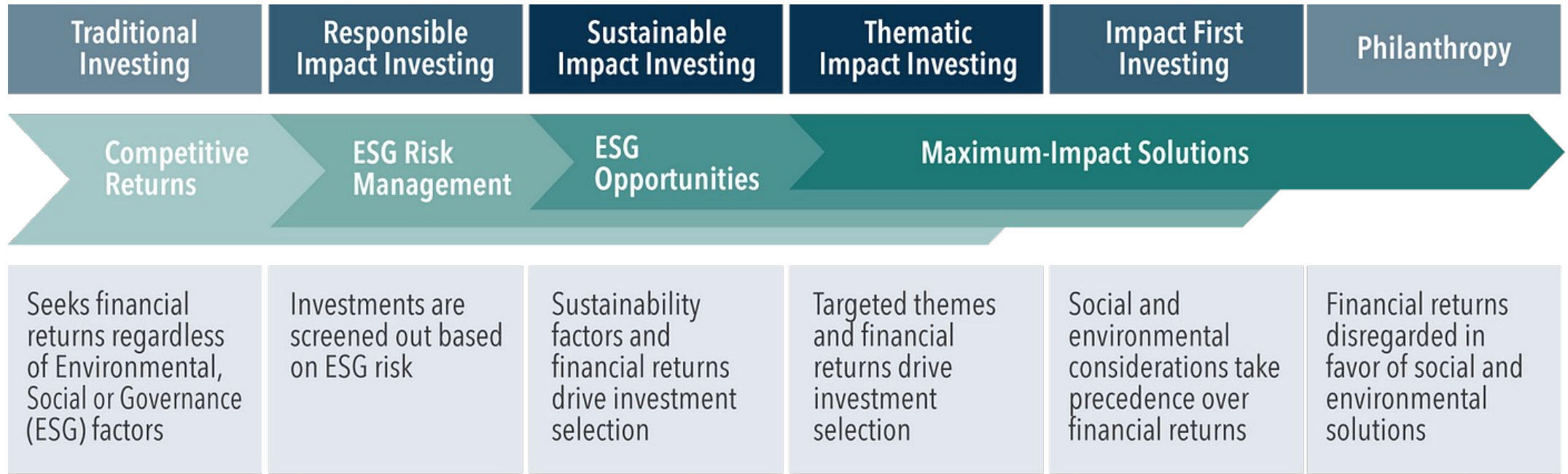
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Over the next decade, with a combination of public policy work and scalable projects, PSI will become the most impactful investor/operator in programs and services for families outside of the government in Puerto Rico. Lead the efforts toward the reduction of child poverty in a half by 2030.



# “Oasis” economic mobility zone: \$100M Investment





Vine Foundation



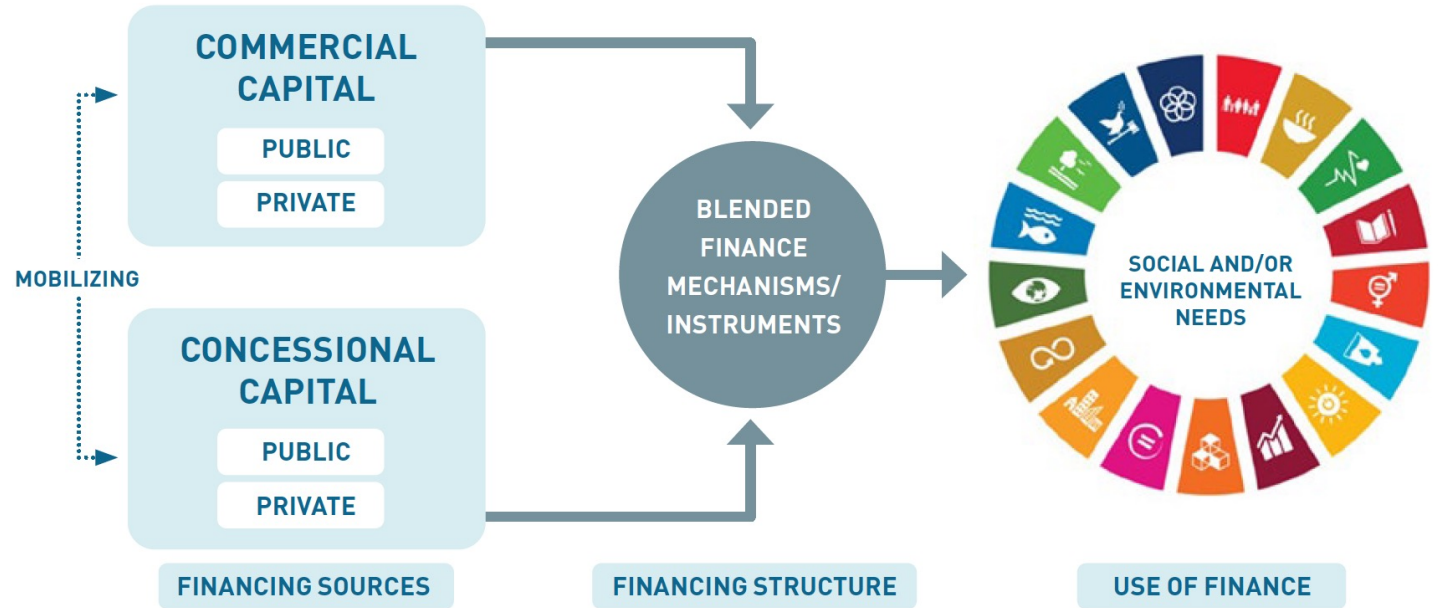
Other Philanthropy



# HORIZON 3

## THE FUND

### Blended Finance for Social Good



Source: Adapted from "OECD DAC Blended Finance Principles" Report.













Si no se da todo, mejor ser nada.

Que no quiero perder el tiempo. Juan Get