



# Private sector engagement funds



## Our ambition

- **Improve the lives and livelihoods** of the local population by accessing innovative goods and services, thereby contributing to the achievement of the SDGs
- Assist LuxDev offices in developing **private sector engagement strategies**

A catalyst for innovation, the **private sector** plays a pivotal role in driving positive change and **accelerating the achievement of the Sustainable Development Goals (SDGs)**.

Through **strategic collaborations**, LuxDev is committed to fostering **impactful projects** that directly benefit communities.

Three dedicated funds provide **significant co-financing opportunities for enterprises**, spanning from experienced startups to more established entities poised for scalable growth.



**BUSINESS PARTNERSHIP FACILITY**




**LUXAID CHALLENGE FUND**





**LUXAID DEMONSTRATION FUND**


 Support transfer of know how/technologies, prove feasibility or pilot innovative projects partnership between EU enterprise/entity in developing country

 Bi-annual call for proposals

 < EUR 300,000, max. 50% of total costs


 DAC List of ODA recipients


 Test impact and commercial viability of innovative solutions on the market

 Call for proposals (national or multi-country)

- Average of EUR 120,000, max. 70% of total costs
- Technical support

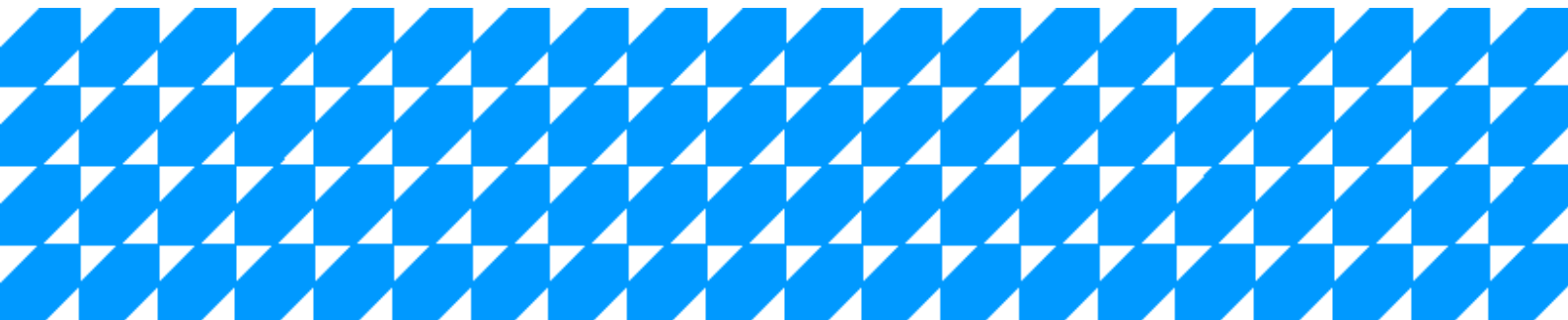
 Countries where Luxembourg's Development Cooperation is active: Benin, Burkina Faso, Cabo Verde, Costa Rica, El Salvador, Kosovo, Laos, Mali, Niger, Rwanda, Senegal.

 Support scaling up of innovative initiatives with a proven impact

 Active sourcing strategy

- < EUR 350,000, +/- 50% of total costs
- Technical support

 Kosovo, Rwanda, Senegal





**80 +** projects to be supported by 2026



### Example of a Business Partnership Facility project in Ghana

Problem: building material scarcity and large availability of unused cocoa residuals

Innovative solution: upcycling of cocoa residuals for building materials

Potential impact: develop an alternative building industry - improve inhabitants' lives by offering access to local, cheap and low emissions building materials. In the long term: upcycling of 15,000 metric tons of residual material, with total mitigated emissions equal to 21,900 tons CO<sub>2</sub>/year, for the next 20+ years.

### Example of a LuxAid Demonstration Fund project in Rwanda

Problem: land pressure and low land productivity

Innovative solution: low-tech hydroponic fodder production to enhance animal nutrition and land productivity

Potential impact: enhanced food security through dramatic productivity increase - 3 times higher productivity and 40 times less water consumption compared with conventional agriculture.



### Contacts

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**Accelerate impact through innovation**

*An initiative financed by the Grand Duchy of Luxembourg and implemented by LuxDev, the Luxembourg Development Cooperation Agency.*