The MIF creates opportunities for the poor and vulnerable in Latin America and the Caribbean through private sector innovation by working with farmers and agro-industry to promote efficient use of resources, implement best practices and technologies, and adopt value chain approaches that increase market access and improve resilience. Approaches include boosting productivity; supporting mitigation efforts that reduce, avoid, or capture GHG emissions; and implementing adaptation strategies that prevent or minimize the damage caused by climate change.

**BUILDING PARTNERSHIPS FOR SUSTAINABLE COFFEE AND COCOA PRODUCTION**
The MIF’s convening capacity is bringing private sector partners into the Sustainable Agriculture, Food and the Environment (SAFE) platform, which will leverage US$24 million and other nonfinancial resources on projects that include 150,000 smallholder farmers in the coffee and cocoa value chains in Central America and the Andean region.

**INNOVATIVE MODELS FOR INDIGENOUS PRODUCERS**
The MIF, Rainforest Foundation UK, and local partners in Peru will structure a Development Impact Bond (DIB) with payments linked to productive, economic, and environmental outcome indicators for a project through which 500 Ashaninka families will improve sustainable production of native cocoa, access high-value markets, and promote conservation through CO2 sequestration in soil and vegetation. Knowledge generated will help to scale the model with the government, private companies, impact investors, and anchor firms.

**CLIMATE RESILIENCE IN COASTAL COMMUNITIES**
A MIF project under development works with artisanal fishing organizations in Honduras to improve their links with high-value markets and promote sustainable conservation of mangroves, which capture up to 10 times as much carbon as land forests. This project’s innovative measurement, reporting, and verification mechanism may help other coastal communities access climate funds. This project is the IDB’s first “blue carbon” project.

**BUILDING INCOMES AND SEQUESTERING CARBON THROUGH COMMUNITY FOREST ENTERPRISES**
A MIF project to support indigenous forest producers in Mexico is the world’s first use of Forest Investment Program (FIP) private sector funds. The project helps community forest enterprises access development services and government loans Financiera, with support from the IDB’s Institutional Capacity and Finance Sector, so that they can increase sales and incomes while conserving CO2 sinks.

**NEW MODELS FOR ENVIRONMENTAL COMPENSATION**
A project under development in Colombia will offer an alternative compensation model that will direct resources from businesses to private landowners to pay for environmental damage caused by the businesses’ operations. This new private mechanism will recover degraded areas, promote climate-smart agriculture, and reduce greenhouse gas emissions by contributing to carbon sequestration.