Impact Funding
Landscape and
Opportunities for
Non-profits

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Continuum of Impact Funding

₹1,20,000 Cr.

Impact Funding Channels



Source: Bain

11 Years

₹ 2,32,000 Cr.

CSR Fund FY2015 to FY 2024 ₹ 202,00,000 (spent by March 2024)*

Board-room Narrative on CSR

■ ETPrime

EU carbon tax and other laws to impact \$37 billion of India's exports: Report

ineja, ET Bureau - Last Updated: Sep 21, 2023, 10:41:00 PM IST



Synopsis

India's exports to the European Union (EU), which account for 43% of the country's total exports to the region, are likely to be affected by the EU's non-tariff measures (NTMs), including the CBAM. The Council on Energy, Environment and Water has highlighted that sustainability-focused EU regulations pose a risk to product categories such as textiles, chemicals, consumer electronics, plastics, and vehicles



New Delhi: The Council on Energy, Environment and Water has said that India's exports of around \$37 billion, which is approximately 43% of the

CSR is a by-product of business

Driving it as an integrated approach is a Board-decision

Government Partnership in CSR

Preference for Government Partnerships

55%

Companies prefer **Government Partnerships** as criterion for initiation of CSR projects



The Board Room Perspective

Almost

60%

Companies recommend capacity building of NGO partners

73%

Companies suggest better **use of technology** in CSR project management.

Funders prioritize improved project planning and execution: **Need Assessment, Baseline, M&E, and Impact Assessment.**

Key CSR Areas in Board Room Discussion in Past 3 Years

91%

of the companies. delved into the **impact of the past projects**

59%

of the companies.

discussed about ESG and environment and allied projects

More than

40%

of the companies

pondered on strategic

business linkages of CSR

projects

More than 1/3rd

of the companies conversed about credibility of the NGO partners

Not So Good Experiences of CSR Funders with Implementation Partners

Limited NGO-Community Connect	14%
Incapacitated Financial Management System	18%
Inability to Meet Project Timelines	23%
Constrained Relationship with Government Agencies	27%
Insufficient Technical Expertise	41%
Lack of Sustainability Plan in Intervention	45%
Insufficient Reporting and Impact Communication	59%

Not So Good Experiences of CSR Funders with Implementation Partners

1/4th of the companies

experienced constrained relationship between implementation partner and government agencies.

60% of the companies

experienced implementation partner's inadequate capacities for impact communication and reporting.

Role of an NGO in CSR (Pragmatic Version)

Partner in

CSR Compliance

Community Impact

CSR & ESG Reporting

Brand and Communication

Government Relationship, Advocacy and Policy Push

What Worked in the 1st Decade of CSR

- NGO's brand perception and network
- Education and Health as key drivers
- Referral, Relations and Recommendations (Top Down)

What Is Driving the Next Decade

- Robust processes and onground delivery
- New Age Non-profits
- Sync with **ESG narrative** and reporting standards
- Leveraging government system or 'systemic support'
- Brand value creation

Your Takeaways

- Develop a Niche or Core Area
- Focus on Impact Delivery
- Plan for Impact Communication and Brand Visibility
- Work with Government
- Keep Multiple Funding Avenues (CSR, Philanthropy,Individual Donations ++)
- Always Available to Collaborate
- Partnerships May Begin in Non-financials Mode

Thank you

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