Developing an enabling environment through public policy is key to channelling sustainable finance to food systems. We structure the enabling policy environment into three pillars:

**Pillar I. Develop a risk framework for the food value chain**
- Set up specialised risk agencies (solely public or public-private partnerships)
- Set-up a designated finance agency as a one-stop-shop of blended finance for food systems in the jurisdiction
- Design and designate vehicles to support the penetration and coverage of insurance services across food systems

**Pillar II. Incentive framework**
- Repurpose agricultural support policies
- Generate higher public financial flows through instruments, including sovereign green bonds

**Pillar III. Market signalling**
- Redirect investment flows through food-system-sensitive green taxonomies
- Re-mandate banking supervision
- Set mandatory disclosure requirements

In each pillar, a mix of direct and indirect policy instruments and regulations can be instituted to promote sustainable finance in food systems.