

CLIMATE INVESTMENT FUNDS

CTF/TFC.5/Inf.2
March 1, 2010

Meeting of the CTF Trust Fund Committee
Manila, Philippines
March 15, 2010

QUARTERLY OPERATIONS SUMMARY

Introduction

1. The purpose of this note is to provide the CTF Trust Fund Committee with a quarterly report on the status of CTF operations. Part I provides an update on the preparation of Investment Plans. Part II summarizes the status of the pipeline of projects in CTF Investment Plans that have been endorsed by the Trust Fund Committee.

Status of Preparation of CTF Investment Plans

2. At its meeting in November 2008, the CTF Trust Fund Committee provided guidance to the MDBs that 15-20 Investment Plans should be prepared for its review, noting its expectation that the resources of the fund should not be spread too thinly if the fund is to achieve its objective of providing scaled-up financing to demonstrate, deploy and transfer low carbon technologies with significant cost potential for long-term greenhouse gas emissions savings. The status of preparation of CTF investment plans as of March 1, 2010, is summarized below:

a) *Investment plans submitted for consultation and endorsement at the March 2010 CTF Trust Fund Committee Meeting:*

- (i) Colombia.
- (ii) Indonesia.
- (iii) Kazakhstan.

In addition, the revised Investment Plan for Ukraine has been circulated for the Trust Fund Committee's review and approval by mail

b) *Investment plans for which joint missions are planned/completed and preparation of investment plans is underway*

- (i) Chile (expected submission date: June 2010).
- (ii) Nigeria (expected submission date: June 2010).

c) *Joint MDB assessments in progress:* The MDBs have not received any further requests for developing CTF investment plans. To date, the Trust Fund Committee has endorsed 9 investment plans for a total of US\$3.25 billion of CTF funds. The remaining balance for new investment plans is about \$1.1 billion. Three investment plans are being presented for the Committee's review in March 2010: Indonesia (requesting \$400 million in CTF funding), Colombia (requesting \$150 million in CTF funding), and Kazakhstan (requesting \$200 million in CTF funding). A revised fourth Investment Plan for Ukraine (requesting \$350 million in CTF funding) was circulated for review by mail on February 25, 2010. The aggregate CTF funds required for the four plans amounts to a total of \$1.1 billion, which will bring the total CTF, endorsed funds by end of March 2010 to US\$4.35 billion. According to document CTF/TFC.5/3, *Trustee Report on the financial*

status of the CTF, the total projected pledged funds to the CTF amount to \$4.38 billion. Therefore, resource constraints would preclude development of further investment plans, pending the Trust Fund Committee's deliberation on document CTF/TFC.5/4, *Pipeline of projects under development and projections of resources availability*.

Status of CTF project pipeline

3. At its meeting in October 2009, the CTF Trust Fund Committee reviewed the investment plans for Morocco, South Africa and Ukraine, and it endorsed a CTF resource envelope for projects/programs in the Moroccan and South African plans, and authorized the designated multilateral development bank (MDB) to proceed with the development and preparation of individual investment operations for CTF co-financing. The proposed pipeline of projects/programs was described in annexes of each investment plan. The CTF Trust Fund Committee further requested revisions to the Ukraine Investment Plan

4. At its intersessional meeting in December 2009, the CTF Trust Fund Committee reviewed the investment plans for the Concentrated Solar Power-MNA, Philippines, Thailand and Vietnam, and it endorsed a CTF resource envelope for projects/programs in the Concentrated Solar Power-MNA, Philippines and Thailand plans and authorized the designated multilateral development bank (MDB) to proceed with the development and preparation of individual investment operations for CTF co-financing. With regard to the Vietnam Investment Plan, the Committee endorsed the Investment Plan while "Noting the reservations of several Members on the use of CTF resources for certain components of the investment plan" and "requesting the Government of Vietnam and the MDBs to prepare a supplemental document addressing the questions and concerns of the Members. The Government and MDBs are also requested, taking into account the investment criteria of the CTF, to begin a process of reviewing the allocation of the CTF resources to the proposed components of the plan and providing further analysis on the prioritization of activities and to elaborate upon the process in the supplemental document so as to ensure that priorities consistent with CTF criteria are agreed before any projects are submitted to the Committee for approval. Members are invited to submit written comments and questions on the plan to the Administrative Unit by December 16, and the Government and MDBs are requested to prepare the supplemental document for circulation to the Trust Fund Committee in mid-January".

5. Prior to appraisal, a proposed program or project, developed pursuant to the endorsed investment plan, is to be submitted by the relevant MDB to the Trust Fund Committee for approval of CTF Trust Fund financing. The further processing of a program or project in an investment plan is to follow the MDB's policies and procedures for appraisal, MDB Board approval, and supervision. The following is a table of the pipeline of projects under development pursuant to the 9 endorsed investment plans:

CSP – MENA CTF Investment Plan – US\$750 million in CTF Financing			
Project	Notional CTF Amount (Million US\$)	Expected Trust Fund Committee Review Date with a View to Approval of CTF Funding	Indicative Co-Financing (Million US\$)
Egypt Kom Ombo CSP	51	June 2011	319
Morocco Ouarzazate CSP	109	December 2010	368
Morocco Ain Beni Mather CSP	90	August 2011	435
Jordan CSP Transmission	40	January 2011	370
Jordan Maan CSP	72	January 2011	346
Algeria Meghair CSP	58	June 2011	264
Tunisia STEG CSP	73	June 2011	377
Algeria Naama CSP	51	September 2011	234
Egypt Marsa Alam CSP	44	December 2011	226
Algeria Hassi R'Mel CSP	51	June 2012	234
Tunisia CSP Transmission	40	October 2011	1,100
Tunisia ELMED CSP	70	October 2011	377
Egypt CTF Investment Plan – US\$300 million in CTF Financing			
Project	Notional CTF Amount (Million US\$)	Expected Trust Fund Committee Review Date with a View to Approval of CTF Funding Trust Fund Committee Review Date	Indicative Co-Financing (Million US\$)
Egypt Wind (IBRD)	150	June 2010	642
Egypt Wind (AfDB/IFC)	50	March 2011	214
Egypt Transport (IBRD)	100	June 2011	765
Mexico CTF Investment Plan – US\$500 million in CTF Financing			
Project	Notional CTF Amount (Million US\$)	Expected Trust Fund Committee Review Date with a View to Approval of CTF Funding Trust Fund Committee Review Date	Indicative Co-Financing (Million US\$)
Mexico Wind (IFC)	16	May 2009	150
Mexico Transport (IBRD)	200	October 2009	2,200
Mexico RE (IDB)	53	November 2009	853
Mexico EE (IDB)	72	June 2010	337
Mexico RE (IDB)	75	June 2010	1,207
Mexico EE (IBRD)	50	July 2010	600
Mexico RE (IFC)	15	December 2010	150
Mexico EE (IFC)	19	July 2011	200
Morocco CTF Investment Plan – US\$150 million in CTF Financing			
Project	Notional CTF Amount (Million US\$)	Expected Trust Fund Committee Review Date with a View to Approval of CTF Funding Trust Fund Committee Review Date	Indicative Co-Financing (Million US\$)

Morocco FDE (AfDB/IBRD)	80	September 2010	800
Morocco FDE (AfDB/IBRD)	70	June 2011	700
Philippines CTF Investment Plan – US\$250 million in CTF Financing			
Project	Notional CTF Amount (Million US\$)	Expected Trust Fund Committee Review Date with a View to Approval of CTF Funding Trust Fund Committee Review Date	Indicative Co-Financing (Million US\$)
Philippines EE/RE (IFC)	30	September 2010	535
Philippines RE/EE (IBRD)	45	February 2011	305
Philippines Solar (ADB)	125	April 2011	800
Philippines BRT (IBRD)	50	May 2011	890
South Africa CTF Investment Plan – US\$500 million in CTF Financing			
Project	Notional CTF Amount (Million US\$)	Expected Trust Fund Committee Review Date with a View to Approval of CTF Funding Trust Fund Committee Review Date	Indicative Co-Financing (Million US\$)
South Africa Eskom (IBRD)	250	March 2010	350
South Africa RE (IFC)	40	July 2010	349
South Africa Eskom (AfDB)	100	October 2010	300
South Africa EE (IFC)	35	November 2010	306
South Africa EE/RE (AfDB)	75	February 2011	655
Thailand CTF Investment Plan – US\$300 million in CTF Financing			
Project	Notional CTF Amount (Million US\$)	Expected Trust Fund Committee Review Date with a View to Approval of CTF Funding Trust Fund Committee Review Date	Indicative Co-Financing (Million US\$)
Thailand EE (IFC)	33	June 2010	598
Thailand RE (IFC)	37	June 2010	599
Thailand RE/EGAT (IBRD)	80	June 2011	758
Thailand RE/FI (IBRD)	80	June 2011	758
Thailand BMA (IBRD)	70	September 2011	1,250
Turkey CTF Investment Plan – US\$250 million in CTF Financing			
Project	Notional CTF Amount (Million US\$)	Expected Trust Fund Committee Review Date with a View to Approval of CTF Funding Trust Fund Committee Review Date	Indicative Co-Financing (Million US\$)
Turkey RE/EE (IBRD)	100	May 2009	1,030
Turkey Energy (IFC)	22	September 2009	100
Turkey EE/RE (EBRD)	44	January 2010	200
Turkey RE (IFC)	34	June 2010	120
Turkey Transmission (IBRD)	50	June 2012	400
Vietnam CTF Investment Plan – US\$250 million in CTF Financing			
Project	Notional CTF	Expected Trust Fund	Indicative Co-

	Amount (Million US\$)	Committee Review Date with a View to Approval of CTF Funding Trust Fund Committee Review Date	Financing (Million US\$)
Vietnam Transmission (IBRD)	30	May 2010	270
Vietnam EE (IFC)	30	June 2010	470
Vietnam EE (ADB)	100	August 2010	1,215
Vietnam Transport (ADB)	50	November 2010	1,100
Vietnam RE (IFC)	40	March 2011	640