## Climate Investment Funds

FIP/SC.15/Inf.2 October 19, 2015

Meeting of the FIP Sub-Committee Washington D.C. Thursday, November 12, 2015

Agenda Item 2

FIP COUNTRY PORTFOLIOS

Investment Plan	Brazil		]				Indicative allo	cation (\$M)	70.0		
Endorsement Date	May-12						SC Approvals	\$M)	70.0	]	
No. of Projects	5	7					SC Approval R	ate	100%		
Note: Country portfolio reflect	ts approvals an	d MDB updates	until end Sept.	2015.			Expected Cofi	nancing* (\$M)	57.0		
							*Based on IP	projections	5	4	
							COF	INANCING	- <b>(\$M</b> )		
Project Title	MDB	Investment	Funding	SC Approval	MDB	Government	~	MDB	Bilaterals	Others	Project Remarks
		Туре	( <b>\$M</b> )	Status	Approval		Sector				
Environmental Regularization		Public	32.5	Approved	Status Approved	26.4		_	-	-	
of Rural Lands(based upon the		Fublic	52.5	Approved	Approveu	20.4	_	-	-	-	
CAR)											
ID - XFIPBR010A				-		•		<u> </u>			·
Sustainable Production in	IBRD	Public	10.7	Approved	Approved	0.5	-	-	-	-	
Areas Converted to											
Agricultural Use(based upon											
the ABC plan) ID - XFIPBR011A											
-		Public	16.5	Ammunad	Approved	8.0		1			The president above statistics have required a shapped in the
Forest Information to Support Public and private Sectors in	סטו	Public	10.5	Approved	Approved	8.0	-	-	-	-	The project characteristics have required a change in the financing approach; while the project was originally intended to
managing Initiatives Focused											be financed through a local financial intermediary, FIP
on Conservation and											financing is now planned to be provided directly to the project
Valorization of Forest											through IDB's Multilateral Investment Fund (MIF). This has
Resources											required adjustments in the process as well as the in the due
											diligence plan, now underway. The equity base for the project
											has been secured; and IDB, through its Structured and Corporate
											Finance (SCF) department, has also secured debt resources from another climate finance source to co-finance the project. Due
											diligence is expected to be completed over the next three
											months. The detailed proposal for the FIP will be prepared and
											submitted concurrently during that period or right after due
											diligence completion, as soon as the key elements of the FIP
											financing have been defined. MDB approval is expected for Q1
ID - XFIPBR012A											2016.
	IBRD	Dublic	9.3	Ammunicad	1	T	1	r		r	
Development of Systems to Prevent Forest Fires and	ыки	Public	9.3	Approved		-	-	-	-	-	
Monitor Vegetation Cover in											
the Brazilian Cerrado											
ID - XFIPBR013A			•			•					•
Brazil Investment Plan	IBRD	Public	1.0	Approved		0.2	-	-	-	-	
Coordination Project											
ID - XEIPBR026A											

Investment Plan	Burkina Fas		1				Indicative allo		30.0		
Endorsement Date	Nov-12		-			SC Approvals (\$M)			30.0		
No. of Projects	ects 2							SC Approval Rate			
Note: Country portfolio reflects approvals and MDB updates until end Sept. 2015.							Expected Cofinancing* (\$M) 147.7 *Based on IP projections				
								INANCING	<b>F (\$M)</b>		
Project Title	MDB	Investment	Funding	SC Approval	MDB	Government	Private	MDB	Bilaterals	Others	Project Remarks
		Туре	(\$M)	Status	Approval S tatus		Sector				
Decentralized Forest and Woodland Management(PGDDF)	IBRD	Public	18.0	Approved	Approved	-	-	-	-	9.8	
ID - XFIPBF014A				•	•	•		•	•		·
Gazetted Forests Participatory Management Project for REDD+ (PGFC/REDD+)	AFDB	Public	12.0	Approved	Approved	1.2	-	-	-	-	The PIU is in the process of recruiting NGOs, Engineering consultants for the design of the sub-projects.
ID - XFIPBF015A	L	L	L	L	1	1	L	1	1	1	1

	( <u></u>		T				r			1	
Investment Plan	DRC		J			Indicative allocation (\$M)			60.0		
Endorsement Date	Jun-11	J				SC Approvals (\$M)			60.0		
No. of Projects	2						SC Approval R	ate	100%		
Note: Country portfolio reflect	s approvals and	MDB updates	until end Sept. 2	2015.			Expected Cofir	nancing* (\$M)	12.7		
							*Based on IP	projections	******	1	
							COF	INANCING	G (\$M)		
Project Title	MDB	Investment	Funding	SC Approval	MDB	Government	Private	MDB	Bilaterals	Others	Project Remarks
		Туре	(\$M)	Status	Approval S tatus		Sector				
DRC Improved Forested Landscape Management	IBRD	Public	37.7	Approved	Approved	-	-	-	-	-	
ID - XFIPZR001A						•			-		
Integrated REDD+ Project in the Mbuji Mayi/Kananga and Kisangani Basins	AFDB	Public	22.3	Approved	Approved	-	-	-	-		The Project was launched in April 2015. All staff are committed and commissioned in all three provinces. The recruitment of local implementing agencies (FTA) is being provided that the acquisition procedure (AON and AOI) of rolling stock, tractors and implements various materials are prepared. The launch of the project is planned in the provinces as soon as FTAs are deployed.
ID - XFIPZR002A											

										-	
Investment Plan	Ghana						Indicative allo	cation (\$M)	50.0		
Endorsement Date	Nov-12						SC Approvals (	\$M)	40.3		
No. of Projects	3	7					SC Approval R	ate	81%	]	
Note: Country portfolio reflects approvals and MDB updates until end Sept. 2015.							Expected Cofir	nancing* (\$M)	46.0		
							*Based on IP	*****************		-1	
							COF	INANCING	G (\$M)		
Project Title	MDB	Investment	Funding	SC Approval	MDB	Government	Private	MDB	Bilaterals	Others	Project Remarks
		Туре	(\$M)	Status	Approval S tatus		Sector				
Enhancing Natural Forest and Agroforest Landscapes Project		Public	30.0	Approved	Approved	-	-	-	-	-	
ID - XFIPGH016A	Ļ	!	!		!		Į	ł			
Engaging Local Communities in REDD+/Enhancing Carbon Stocks	AFDB	Public	10.0	Approved	Approved	0.8	-	-	3.2	-	The project implementation was delayed but now is well in progress. All implementation problems were resolved during the recently ended join supervision mission
ID - XFIPGH017A											
Engaging the Private Sector in REDD+	IFC	Private	10.0			-	16.0	10.0	-	-	For the last six months, IFC is in discussions on two potential projects that meet FIP Ghana investment plan objectives. These discussions have been prolonged given the complexities of meeting several required criteria (both for FIP and IFC). If current discussions are not able to reach a successful outcome, IFC will inform the government of Ghana and the FIP Sub- Committee and seek guidance on next steps.
ID - PFIPGH018A		•	•	•	•	•	•	•	•	•	•

Investment Plan	Indonesia							
Endorsement Date	Nov-12							
No. of Projects	3							

Note: Country portfolio reflects approvals and MDB updates until end Sept. 2015.

Indicative allocation (\$M)	70.0
SC Approvals (\$M)	1.3
SC Approval Rate	2%
Expected Cofinancing* (\$M)	105.0

\*Based on IP projections

							COF	INANCING	- (\$M)		
Project Title	MDB	Investment Type	Funding (\$M)	SC Approval Status	MDB Approval Status	Government	Private Sector	MDB	Bilaterals	Others	Project Remarks
Community-Focused Investments to Address Deforestation and Forest Degradation(CFI-ADD+)	ADB	Public	17.5					2.0	_	4.0	The CFI-ADD+ project is at an advanced stage of processing. Initial delays in processing the project preparatory technical assistance were associated with delays in getting approval from various ministries, and a long period of stakeholder consultations during project design. As in Lao PDR, additional delays in processing were related to changes in institutional arrangements, including realignments of various divisions following the merger of two Ministries – Ministry of Forestry and Ministry of Environment – into a single Ministry of Environment and Forestry in October 2014. The division that was administering the implementation of project preparatory technical assistance was dissolved in May 2015. ADB completed due diligence assessments and finalized implementation arrangements for the ensuing project in September 2015. Following internal review, ADB expects to submit the project documents for FIP SC review in December 2015.
ID - XFIPID019A						•					
Promoting Sustainable Community-Based Natural Resource Management and Institutional Development ID - XFIPID020A	IBRD	Public	17.5			-	-	-	-	-	
Strengthening Forest Enterprises to Mitigate Carbon Emissions	IFC	Private	35.0			-	50.0	49.0	-	-	IFC is following the plan of preparation activities to develop an IFC-FIP program proposal as agreed with the Government of Indonesia in 2014. The primary activity in the plan is the ongoing search for suitable private sector enterprises that are interested in FIP investment and advisory support, and can comply with IFC's social, environmental, and financial requirements, as well as with FIP investment criteria and requirements. The team is in semi advanced stages of investment and advisory discussions with five firms. IFC has determined that at least two firms should be identified as investable in order to proceed to the program proposal stage. Recent organizational changes in the Government ministries) have led to some delays in the coordination process, which has consequently impacted public consultations and the date for proposal endorsement and submission to the FIP Sub- Committee for approval, which is now anticipated from late 2015 to early 2016.

Investment Plan	Lao PDR							
Endorsement Date	Jan-12							
No. of Projects	3							

Note: Country portfolio reflects approvals and MDB updates until end Sept. 2015.

Indicative allocation (\$M)	30.0
SC Approvals (\$M)	17.1
SC Approval Rate	57%
Expected Cofinancing* (\$M)	65.0

\*Based on IP projections

							COF	INANCING	G (\$M)		
Project Title	MDB	Investment Type	Funding (\$M)	SC Approval Status	MDB Approval S tatus	Government	Private Sector	MDB	Bilaterals	Others	Project Remarks
Protecting Forests for Sustainable Ecosystem Services	ADB	Public	13.3			-	-	-	-	20.5	The PFSES project is at an advanced stage of processing. Initial delays in processing were due to disruptions in institutional arrangements when the Department of Forestry was split between Ministry of Agriculture and Forestry and the Ministry of Natural Resources and Environment. The project design also encountered challenges due to initial start-up delays of the Biodiversity Conservation Corridors (BCC) Project, to which the PFSES is attached as additional financing. ADB undertook additional due diligence assessments as part of the mid-term review of the BCC Project is capable of handling the PFSES additional financing. ADB expects to submit the project documents for the FIP SC review in November 2015.
ID - XFIPLA004A				-	ļ						1
Smallholder Forestry Project(Technical Assistance)	IFC	Private	3.3	Approved	Approved	=	0.2	-	-	0.2	One sub-project has been approved in July 2013 and is under implementation.
ID - PFIPLA005A											
Scaling-Up Participatory Sustainable forest Management(PSFM)	IBRD	Public	13.3	Approved	Approved	7.6	-	19.0	-	-	
ID - XFIPLA006A											

Investment Plan Mexico Indicative allocation (SMI	n) 60.0						
Investment Plan Mexico Indicative allocation (\$M	1) 00.0						
Endorsement Date Oct-11 SC Approvals (\$M)	60.0						
No. of Projects 3 SC Approval Rate	100%						
Note: Country portfolio reflects approvals and MDB updates until end Sept. 2015.	\$M) 587.0						
	*Based on IP projections						
COFINANCI	ING (\$M)						
Project Title MDB Investment Funding SC Approval MDB Government Private MDB	Bilaterals Others Project Remarks						
Type (\$M) Status Approval Sector							
Status							
Mexico Forests and Climate IBRD Public 42.0 Approved Approved 333.0 - 35	50.0						
Change Project							
ID - XFIPMX007A							
Financing Low Carbon IDB Public 15.0 Approved Approved							
Strategies in Forest							
Landscapes.							
ID - XFIPMX008A							
Support for Forest Related IDB Private 3.0 Approved Approved 0.5 -	3.5						
Micro, Small, and Medium-							
sized Enterprises (MSMEs) in							
Ejido							
ID - PFIPMX009A							

Investment Plan	Peru							
Endorsement Date	Oct-13							
No. of Projects	4							

Note: Country portfolio reflects approvals and MDB updates until end Sept. 2015.

Indicative allocation (\$M)	50.0
SC Approvals (\$M)	1.5
SC Approval Rate	3%
Expected Cofinancing* (\$M)	37.6
*Based on IP projections	

## COFINANCING (\$M) Project Title MDB Investment Funding SC Approval MDB Government Private MDB Bilaterals Others Project Remarks (\$M) Status Туре Approval Sector Status Integrated Forest Landscape IDB Public 12.6 3.7 1.0 2.7 As previously presented to the FIP SubCommittee, Peruvian law requires all public sector Management Along the Main loans to go through the National Public Investment System (SNIP in Spanish) process, Route Between Tarapoto and before being presented for approval to the FIP and the Banks. This is the main reason for Yurimaguas in the Regions of delav. San Martin and Loreto IDB approved the technical cooperation in February 2015 to provide support to the Government of Peru for the preparation of the FIP investment projects (project preparation grant). These projects will be prepared according to the National Public Investment System (SNIP in Spanish) guideline. The SNIP requires the preparation of pre-investment studies at the profile and feasibility levels. Thereby, FIP will have three investment projects prepared at the profile and feasibility levels, and one overarching program to be developed at the profile and feasibility levels. Update of activities The Ministry of the Environment (MINAM), through its National Forest Conservation Program (PNCB) and Public Investment Office (OPI), prepared a first draft of the FIP Program at the profile level, which was submitted at the beginning of the year to the Public Investment General Office (DGIP) of the Ministry of Economy and Finance (MEF) for its approval. DGIP has provided a set of comments to the document, which MINAM has addressed. MEF has also requested MINAM to present a "concept document", which defines the overall scope of FIP, including the thematic and geographical areas of focus, in order to ensure that the FIP projects do not overlap other REDD initiatives that are currently being funded by various sources of international cooperation. The concept document defines the following thematic areas that MINAM and MEF have agreed upon: Governance and land use planning (including forest monitoring). • Land rights recognition. Recovery of degraded areas Valuing ecosystem services within the forests. Public policies and financial instruments for innovation. The concept document also defines that FIP activities will be primarily focused on forests adjacent to deforested areas and degraded areas adjacent to forests. IDB has initiated the procurement process for the pre-investment studies, including a call for expressions of interests that runs until the end of October. ID - XFIPPE022A Integrated Landscape IDB Public 12.4 4.0 7.7 2.7 Management Along the Main **Route Between Puerto** Maldonado and Inapari and in the Amarakaeri Communcal Reserve ID - XFIPPE024A Strengthening National Forest IDB Public 12.5 3.0 3.0 5.0 Governance and Innovation ID - XFIPPE025A Integrated Land management IBRD 12.6 Public 2.5 2.3 0.3 in Atalaya, Ucayali Region

ID - XFIPPE023A

DEDICATED GRANT MEC	HANISM (DG	GM)					Indicative allo	cation (\$M)	50.0	)		
Endorsement Date	Nov-13						SC Approvals	(\$M)	27.7	,		
No. of Projects	9						SC Approval R	ate	55%	6		
Note: Country portfolio reflects approvals and MDB updates until end Sept. 2015.							Expected Cofi	nancing* (\$M)	-	-		
								nitial pipeline	e projections	wal		
								CO	FINANCIN	1		
Project Title	Country	MDB	Investment Type	Funding (\$M)	SC Approval Status	MDB Approval S tatus	Government	Private Sector	MDB	Bilaterals	Others	Project Remarks
DGM for Indigenous Peoples and Local Communities	Brazil	IBRD	Public	6.5	Approved	Approved	-	-	-	-	-	
ID - XFIPDG201A												
DGM for Indigenous Peoples and Local Communities	Burkina Faso	IBRD	Public	4.5	Approved		-	-	-	-	-	
ID - XFIPDG202A												
DGM for Indigenous Peoples and Local Communities-Forest Dependent Community Support	DRC	IBRD	Public	6.0	Approved		-	-	-	7.6	-	
ID - XFIPDG203A												
DGM for Indigenous Peoples and Local Communities	Ghana	IBRD	Public	5.5			-	-	-	-	-	
ID - XFIPDG204A												
DGM for Indigenous Peoples and Local Communities	Indonesia	IBRD	Public	6.5			-	-	-	-	-	
ID - XFIPDG205A												
and Local Communities	Lao PDR	IBRD	Public	4.5			-	-	-	-	-	
ID - XFIPDG206A									-		-	
DGM for Indigenous Peoples and Local Communities	Mexico	IBRD	Public	6.0			-	-	-	-	-	
ID - XFIPDG207A												
DGM for Peru	Peru	IBRD	Public	5.5	Approved		-	-	-	-	-	
ID - XFIPDG208A												
and Local Communities	Global Component	IBRD	Public	5.0	Approved	Approved	-	-	-	-	-	
ID - XFIPDG209A												

							<u>.</u>		20.2	1		
PRIVATE SECTOR SET-ASIDE (PSSA)							Indicative allo		20.3			
Endorsement Date	Oct-13	-					SC Approvals		0.3	-		
No. of Projects 4   Note: Country portfolio reflects approvals and MDB updates until end Sept. 2015.						SC Approval R	ate	1%	2			
						Expected Cofinancing* (\$M) -						
							*Based on in	itial pipeline	projections			_
								COF	INANCINO			
Project Title	Country	MDB	Investment	Funding	SC Approval	MDB	Government	Private	MDB	Bilaterals	Others	Project Remarks
			Туре	(\$M)	Status	Approval		Sector				
		1				Status						
Macauba Palm Oil in	Brazil	IDB	Private	3.0			-	-	-	-	-	
Silvicultural System ID - PFIPBR501A												
		AfDB	Public	1.0		1				1		<b>-</b>
Climate change mitigation and poverty reduction through		ATUB	Public	4.0			-	-	-	-	-	The appraisal mission will be organized in August 2015
the development of the												August 2015
cashew sector in Burkina Faso												
(Wouol project)												
ID - XFIPBF503A			•		•					•		
Public-Private Partnership for	Ghana	AfDB	Private	10.3			-	-	-	-	-	Project is under due diligence. MDB approval
restoration of degraded forest												is expected before the end of 2015.
reserve through VCS and FSC												
certified plantations	ļ											
ID - PFIPGH504A	1							1	1			
Guarantee Fund for financing	Mexico	IDB	Private	3.0			-	-	-	-	-	The main reason for delay is related to the
low carbon forestry												need of finalizing inputs for the preparation
investments												of the project focusing on a) market study for a guarantee instrument and b) the design of
												the financial instrument. These are key
												inputs in order to prepare a high quality
												project proposal. All the process is
												conducted in close collaboration with
												Conafor. It is expected that those studies
												will be finalized by the end of December.
	1							1				

ID - PFIPMX505A