

# FIP Semi-Annual Operations Report Report



FIP Sub-Committee Meeting  
*June 9, 2017*  
*Washington, DC*



# Strategic Issues



- IPs: 11 endorsed, indicative funding \$603.2 million
- Expected results: 11 MtCO<sub>2</sub>e; 1.1 million livelihood beneficiaries; 27.8 million ha
- Resource availability
- Pipeline management
- Monitoring and Reporting Stocktake
- Alternative Financing Modalities



## Alternative Financing Modalities – highlight considerations



- Productive functions of forest are attracting the private sector
- National government and MDB interest in forests as sector for investment
- Forest sector lacking public policy incentives
- MDBs advantage in supporting investments and regulatory reform
- Concentrating public resources to catalyze private investment



## Resource Availability Schedule (amounts expressed in USD million)



<b>Unrestricted Fund Balance (A)</b>		<b>250.3</b>
<b>Total Anticipated Commitments (FY17-21) Program/Project Funding and MPIS Costs (B)</b>		<b>(310.8)</b>
<b>Available Resources (A - B)</b>		<b>(60.6)</b>
<b>Potential Future Resources (FY17-FY21)</b>		
<b>Release of Currency Risk Reserves</b>	<b>33.6</b>	
<b>Pledges</b>	<b>0.3</b>	
<b>Total Potential Future Resources (C)</b>		<b>33.9</b>
<b>Potential Available Resources (A - B + C)</b>		<b>(26.7)</b>



# FIP Overview – portfolio at December 31, 2016



	Endorsed Indicative Allocation				Approved funding	
	TOTAL	IP	DGM	PSSA	Committee	MDB
FIP Funding (USD million)	603.2	502.7	80.0	20.3	380.9	364.1
Number of projects	51	31	16	4	28	24

At December 31, 2016

- USD 603.2 has been endorsed by the FIP Sub-Committee
  - 11 endorsed Investment Plans
  - DGM first and second tranches
  - Private Sector Set Aside



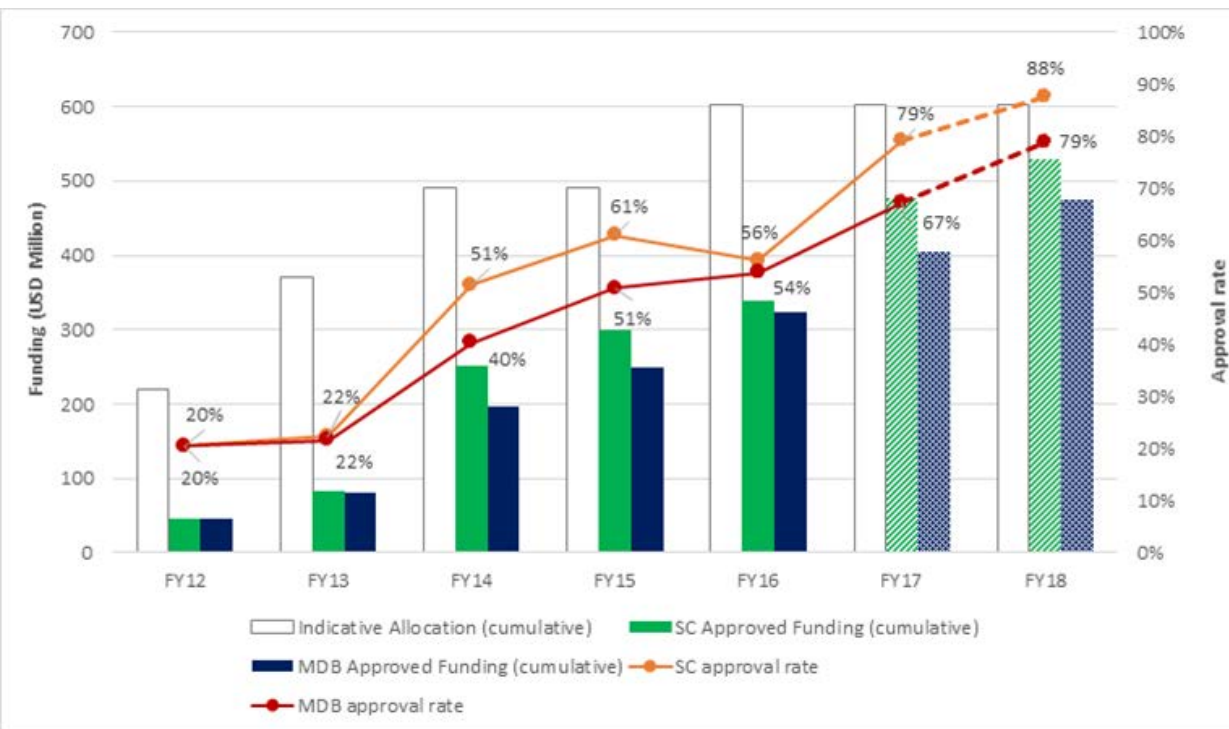
## IP development update



- Submitted for June SC
  - Guatemala\*, Cambodia, Uganda
- Extension requests approved by email; to be submitted for Dec 2017 SC Meeting
  - Congo Rep\*, Ecuador\*, Nepal\*
  - Bangladesh, Cameroon, Rwanda, Zambia,
  - Honduras
- Additional Countries
  - Guyana



# Trends in Funding Approvals by FY



- Cumulative funding approvals have risen steadily
- By December 31, 2016 63% of currently endorsed funding was approved by the Sub-Committee and 60% approved by MDBs
- By end of FY17 projected 79% approved by the Sub-Committee and 67% approved by MDBs



# Projects awaiting approval by SC and MDB (in USD million)



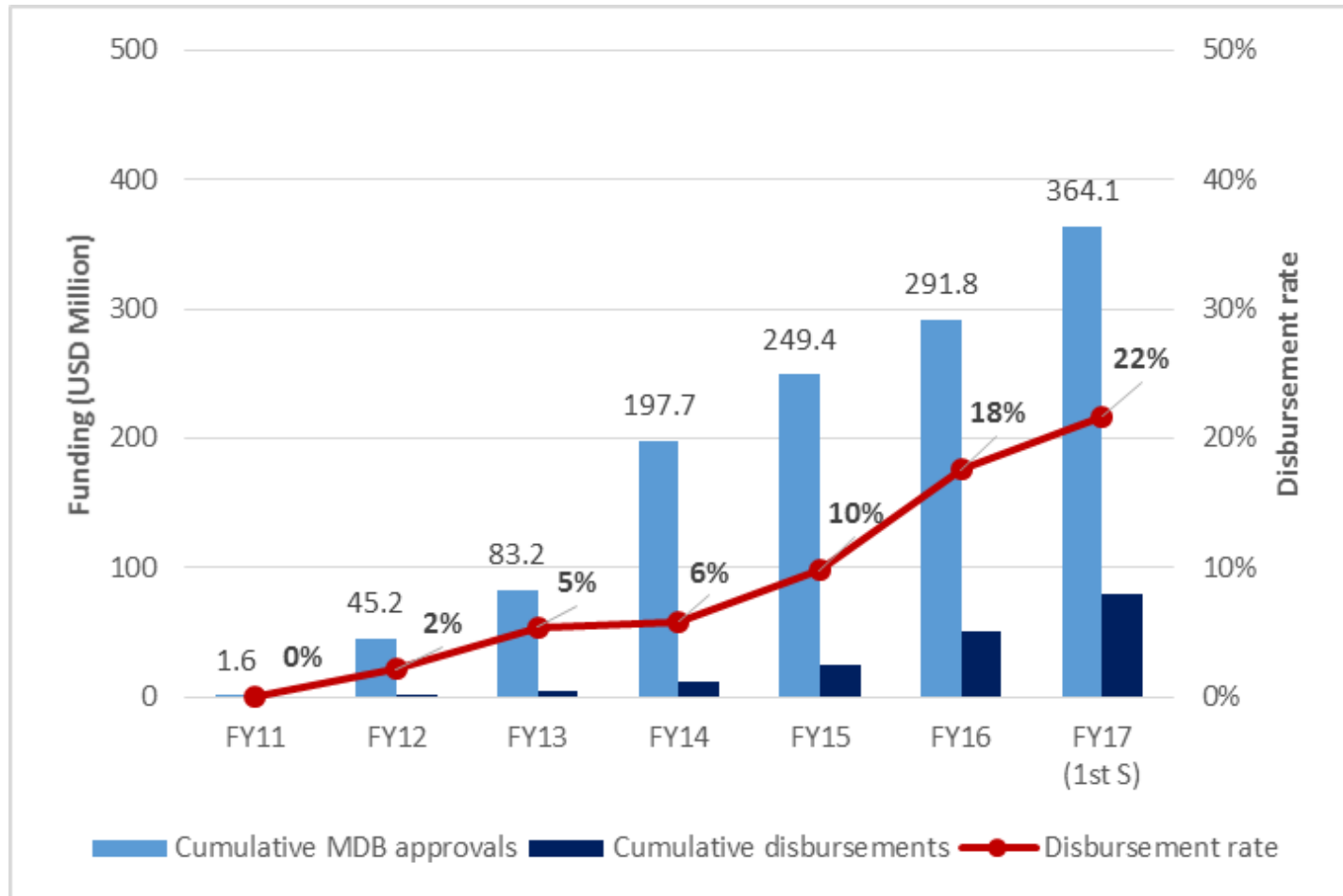
<b>IP Endorsement to SC Approval Time Lapse</b>		
<b>Time Elapsed</b>	<b>No. of Projects</b>	<b>Total Funding</b>
<b>Less than 16 months</b>	<b>12</b>	<b>109</b>
<b>16-24 months</b>	<b>1</b>	<b>5</b>
<b>More than 24 months</b>	<b>10</b>	<b>111</b>
<b>Total</b>	<b>23</b>	<b>224</b>

<b>SC Approval to MDB Approval Time Lapse</b>		
<b>Time Elapsed</b>	<b>No. of Projects</b>	<b>Total Funding</b>
<b>Less than 6 months</b>	<b>2</b>	<b>11</b>
<b>6-9 months</b>	<b>1</b>	<b>6</b>
<b>More than 9 months</b>	<b>1</b>	<b>1</b>
<b>Total</b>	<b>4</b>	<b>18</b>



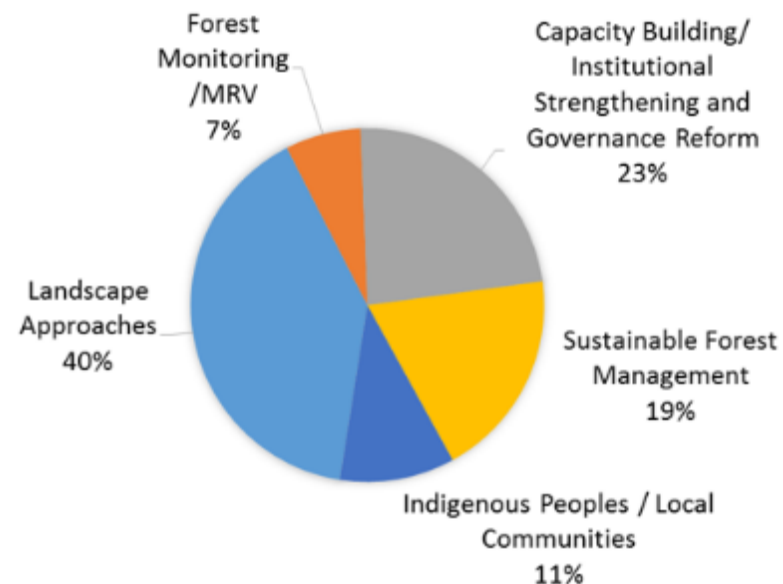
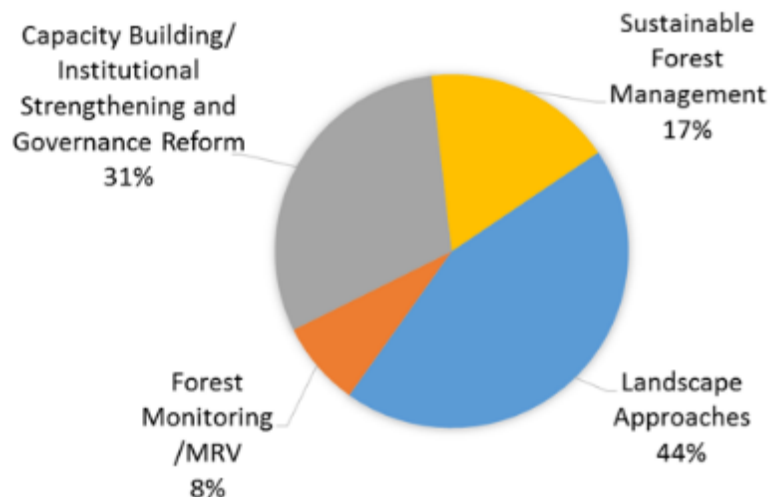


# Disbursements





## Portfolio by Thematic Focus: June and December 2016



- Revisited classification process
- Re-incorporated IPLCs into classification
- Portfolio focus reflects more fully FIP objectives
  - Institutional capacity, governance and information
  - Investments in forest mitigation
  - Investments outside of forests



# Dedicated Grant Mechanism



- Global
  - Africa Regional Exchange
  - Pre-COP22 Global Exchange
  - COP22 events and participation
- National
  - Indonesia and Ghana SC approved (+Mexico)
  - DRC NSC administrative procedures approved
  - Brazil, Burkina Faso, Peru call for sub-projects
  - Mozambique NSC established
  - Cote d'Ivoire, Nepal, Congo interim NSC



# Knowledge Management



- Learning Partnerships on DGM and Financing Forest-related Enterprises
- E&L Call for Proposals
  - FIP Lessons Learned
  - Mechanism to Incentivize Deforestation-Free Landscapes
- Development Impact Evaluation (DIME)
- IDB Mexico and Guatemala exchange



# Gender



- Performance Indicators
  - 100% of projects sector specific gender analysis
  - 80% activities targeting women
  - 60% sex-disaggregated indicators
- Gender Action Plan Phase 2
- Country support – Burkina Faso