

DECISION ON AGENDA ITEM 7, ALLOCATION OF PPCR RESOURCES

The PPCR Sub-Committee, having reviewed document PPCR/SC.11/6/Rev.1, *Proposal for the Allocation of PPCR Resources*, agrees that:

- a) the unallocated grant resources pledged or committed to the PPCR as of September 30, 2012, will be allocated to the PPCR pilot countries as follows:
 - i. Bolivia, Cambodia, Dominica, Grenada, Haiti, Jamaica, Mozambique, Nepal, Papua New Guinea, Saint Lucia, Saint Vincent and the Grenadines, Samoa, Tonga and, Zambia, will each receive an additional indicative allocation of USD 5 million;
 - ii. Yemen will receive an additional indicative allocation of USD 8 million; and
 - iii. Tajikistan will receive an additional indicative allocation of USD 10 million.
- b) Each pilot country listed above is invited to work with the MDBs to prepare, for endorsement by the Sub-Committee, a concept or concepts for programs/projects that further advance the objectives of its SPCR utilizing the additional allocation. If such a program/project concept(s) is not submitted to the Sub-Committee within 18 months of this decision, the unused allocation will be transferred to the set aside for a competitive process described below.
- c) The unallocated capital contributions pledged or committed to the PPCR as of September 30, 2012, should be set aside for allocation, through a competitive process, to additional programs and projects that further the objectives of the country's SPCR. Programs and projects financed from the set aside may be either for private sector clients working through the MDB private sector arms or for public sector entities working through the MDB public sector arms, provided that a minimum of USD 25 million is allocated to programs and projects for private sector clients working through the MDB private sector arms.
- d) The PPCR Sub-Committee agrees that a revised proposal for the procedures to be followed to select the programs/projects to be funded from the competitive set aside should be prepared by the CIF Administrative Unit, in collaboration with the MDB Committee, and circulated to the Sub-Committee for review and comment. Based on the comments received, the proposal should be further revised and circulated to the Sub-Committee for approval by mail.

- e) PPCR contributors may choose to indicate new funding to the PPCR to be added to the competitive set aside.
- f) This decision does not set any precedent for the use of additional contributions that may be made to the PPCR.

The Sub-Committee reconfirms that commitment of PPCR resources will depend on the submission of high quality project proposals and the availability of resources in the SCF Trust Fund.