

July 10, 2014

Approval by mail: India: Partial Risk Sharing Facility for Energy Efficiency (PRSF) CTF (IBRD)

Dear Colleagues,

Germany would like to thank the Bureau of Energy Efficiency, Ministry of Power in the Government of India for providing additional clarifications on the Partial Risk Sharing Facility for Energy Efficiency (PRSF) and the useful conversation at the margins of the Montego Bay TFC meetings.

We continue to support the approach of the programme but still are concerned on the limited leverage of CTF resources. We would have liked to see a higher leverage of the CTF resources. Nevertheless we withdraw our objections to the use of the CTF resources for the programme provided that we receive confirmation that with regard to the pricing of the guarantee the resources from the CTF are not from loan contributors as the outgoing conditions are more concessional than the incoming loans to the CTF.

In addition we request an update to the CTF TFC 1 year after effectiveness of the agreements between the World Bank and the Government of India on the progress of programme to learn whether the Bureau of Energy Efficiency at Ministry of Power has succeeded in expanding the leverage. We are interested to assess whether the approach taken to use CTF resources without any MDB cofinancing was successful in leveraging significant climate action.

Kind regards,

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