

# 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

Endorsement Date

May-12

No. of Projects

5

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

Indicative allocation (\$M)	70.0
SC Approvals (\$M)	70.0
SC Approval Rate	100%
Expected Cofinancing* (\$M)	57.0

\*Based on IP projections

Project Title	MDB	Investment Type	Funding (\$M)	SC Approval Status	MDB Approval Status	COFINANCING (\$M)					Project Remarks
						Government	Private Sector	MDB	Bilaterals	Others	
Environmental Regularization of Rural Lands(based upon the CAR)	IBRD	Public	32.5	Approved	Approved	26.4	-	-	-	-	
ID - XFIPBR010A											
Sustainable Production in Areas Converted to Agricultural Use(based upon the ABC plan)	IBRD	Public	10.7	Approved	Approved	0.5	-	-	-	-	
ID - XFIPBR011A											
Forest Information to Support Public and private Sectors in managing Initiatives Focused on Conservation and Valorization of Forest Resources	IDB	Public	16.5	Approved	Approved	8.0	-	-	-	-	The project characteristics have required a change in the financing approach; while the project was originally intended to be financed through a local financial intermediary, FIP financing is now planned to be provided directly to the project through IDB's Multilateral Investment Fund (MIF). This has 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 2016.
ID - XFIPBR012A											
Development of Systems to Prevent Forest Fires and Monitor Vegetation Cover in the Brazilian Cerrado	IBRD	Public	9.3	Approved		-	-	-	-	-	
ID - XFIPBR013A											
Brazil Investment Plan Coordination Project	IBRD	Public	1.0	Approved		0.2	-	-	-	-	
ID - XFIPBR026A											

Investment Plan

Burkina Faso

Endorsement Date

Nov-12

No. of Projects

2

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

Indicative allocation (\$M)	30.0
SC Approvals (\$M)	30.0
SC Approval Rate	100%
Expected Cofinancing* (\$M)	147.7

\*Based on IP projections

Project Title	MDB	Investment Type	Funding (\$M)	SC Approval Status	MDB Approval Status	COFINANCING (\$M)					Project Remarks
						Government	Private Sector	MDB	Bilaterals	Others	
Decentralized Forest and Woodland Management(PGDDF)	IBRD	Public	18.0	Approved	Approved	-	-	-	-	9.8	
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 - XFIPBF014A

ID - XFIPBF015A

Investment Plan

DRC

Endorsement Date

Jun-11

No. of Projects

2

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

Indicative allocation (\$M)	60.0
SC Approvals (\$M)	60.0
SC Approval Rate	100%
Expected Cofinancing* (\$M)	12.7

\*Based on IP projections

Project Title	MDB	Investment Type	Funding (\$M)	SC Approval Status	MDB Approval Status	COFINANCING (\$M)					Project Remarks
						Government	Private Sector	MDB	Bilaterals	Others	
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	-	-	-	-	0.6	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

Endorsement Date

Nov-12

No. of Projects

3

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

Indicative allocation (\$M)	50.0
SC Approvals (\$M)	40.3
SC Approval Rate	81%
Expected Cofinancing* (\$M)	46.0

\*Based on IP projections

Project Title	MDB	Investment Type	Funding (\$M)	SC Approval Status	MDB Approval Status	COFINANCING (\$M)					Project Remarks
						Government	Private Sector	MDB	Bilaterals	Others	
Enhancing Natural Forest and Agroforest Landscapes Project	IBRD	Public	30.0	Approved	Approved	-	-	-	-	-	
ID - XFIPGH016A											
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 joint 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

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

\*Based on IP projections

Project Title	MDB	Investment Type	Funding (\$M)	SC Approval Status	MDB Approval Status	COFINANCING (\$M)					Project Remarks
						Government	Private Sector	MDB	Bilaterals	Others	
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.
Promoting Sustainable Community-Based Natural Resource Management and Institutional Development	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 of Indonesia in early 2015 (e.g., merging forestry and environment 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.

ID - XFIPID019A

ID - XFIPID020A

ID - PFIPID021A

Investment Plan

Lao PDR

Endorsement Date

Jan-12

No. of Projects

3

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

\*Based on IP projections

Project Title	MDB	Investment Type	Funding (\$M)	SC Approval Status	MDB Approval Status	COFINANCING (\$M)					Project Remarks
						Government	Private Sector	MDB	Bilaterals	Others	
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 in November 2014. The team concluded that 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 - XF1PLA004A											
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 - PF1PLA005A											
Scaling-Up Participatory Sustainable forest Management (PSFM)	IBRD	Public	13.3	Approved	Approved	7.6	-	19.0	-	-	
ID - XF1PLA006A											

Investment Plan

Mexico

Endorsement Date

Oct-11

No. of Projects

3

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

Indicative allocation (\$M)	60.0
SC Approvals (\$M)	60.0
SC Approval Rate	100%
Expected Cofinancing* (\$M)	587.0

\*Based on IP projections

Project Title	MDB	Investment Type	Funding (\$M)	SC Approval Status	MDB Approval Status	COFINANCING (\$M)					Project Remarks
						Government	Private Sector	MDB	Bilaterals	Others	
Mexico Forests and Climate Change Project ID - XFIPMX007A	IBRD	Public	42.0	Approved	Approved	333.0	-	350.0	-	-	
Financing Low Carbon Strategies in Forest Landscapes. ID - XFIPMX008A	IDB	Public	15.0	Approved	Approved	-	-	-	-	-	
Support for Forest Related Micro, Small, and Medium-sized Enterprises (MSMEs) in Ejido ID - PFIPMX009A	IDB	Private	3.0	Approved	Approved	0.5	-	3.5	-	-	





**DEDICATED GRANT MECHANISM (DGM)**

Endorsement Date 

Nov-13
--------

  
 No. of Projects 

9
---

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

Indicative allocation (\$M)	50.0
SC Approvals (\$M)	27.7
SC Approval Rate	55%
Expected Cofinancing* (\$M)	-

\*Based on initial pipeline projections

Project Title	Country	MDB	Investment Type	Funding (\$M)	SC Approval Status	MDB Approval Status	COFINANCING (\$M)					Project Remarks
							Government	Private Sector	MDB	Bilaterals	Others	
DGM for Indigenous Peoples and Local Communities ID - XFIPDG201A	Brazil	IBRD	Public	6.5	Approved	Approved	-	-	-	-	-	
DGM for Indigenous Peoples and Local Communities ID - XFIPDG202A	Burkina Faso	IBRD	Public	4.5	Approved		-	-	-	-	-	
DGM for Indigenous Peoples and Local Communities-Forest-Dependent Community Support ID - XFIPDG203A	DRC	IBRD	Public	6.0	Approved		-	-	-	7.6	-	
DGM for Indigenous Peoples and Local Communities ID - XFIPDG204A	Ghana	IBRD	Public	5.5			-	-	-	-	-	
DGM for Indigenous Peoples and Local Communities ID - XFIPDG205A	Indonesia	IBRD	Public	6.5			-	-	-	-	-	
DGM for Indigenous Peoples and Local Communities ID - XFIPDG206A	Lao PDR	IBRD	Public	4.5			-	-	-	-	-	
DGM for Indigenous Peoples and Local Communities ID - XFIPDG207A	Mexico	IBRD	Public	6.0			-	-	-	-	-	
DGM for Peru ID - XFIPDG208A	Peru	IBRD	Public	5.5	Approved		-	-	-	-	-	
DGM for Indigenous Peoples and Local Communities ID - XFIPDG209A	Global Component	IBRD	Public	5.0	Approved	Approved	-	-	-	-	-	

**PRIVATE SECTOR SET-ASIDE (PSSA)**

Endorsement Date	Oct-13
No. of Projects	4

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

Indicative allocation (\$M)	20.3
SC Approvals (\$M)	0.3
SC Approval Rate	1%
Expected Cofinancing* (\$M)	-

\*Based on initial pipeline projections

Project Title	Country	MDB	Investment Type	Funding (\$M)	SC Approval Status	MDB Approval Status	COFINANCING (\$M)					Project Remarks
							Government	Private Sector	MDB	Bilaterals	Others	
Macauba Palm Oil in Silvicultural System ID - PFIPBR501A	Brazil	IDB	Private	3.0			-	-	-	-	-	
Climate change mitigation and poverty reduction through the development of the cashew sector in Burkina Faso (Wouol project) ID - XFIPBF503A	Burkina Faso	AfDB	Public	4.0			-	-	-	-	-	The appraisal mission will be organized in August 2015
Public-Private Partnership for restoration of degraded forest reserve through VCS and FSC certified plantations ID - PFIPGH504A	Ghana	AfDB	Private	10.3			-	-	-	-	-	Project is under due diligence. MDB approval is expected before the end of 2015.
Guarantee Fund for financing low carbon forestry investments ID - PFIPMX505A	Mexico	IDB	Private	3.0			-	-	-	-	-	The main reason for delay is related to the need of finalizing inputs for the preparation 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.