

CLIMATE INVESTMENT FUNDS

FIP/SC.6/CRP.6
June 30, 2011

Meeting of the FIP Sub-Committee
Cape Town, South Africa
June 29 and 30, 2011

DISTRIBUTION OF GRANT RESOURCES AND OTHER CONCESSIONAL FINANCING TO FIP PILOT COUNTRIES

Distribution of Grant Resources and Other Concessional Financing to FIP Pilot Countries

Giving further consideration to the decision of the FIP Sub-Committee on the allocation of FIP resources to pilot countries agreed at its meeting in November 2010, the MDB Committee recognized the need for further guidance on the distribution of grant resources and other concessional financing to each pilot. The MDB Committee proposes the following for consideration by the Sub-Committee:

1. Countries in high or moderate debt distress may program their full allocation using grant resources (Burkina Faso, DR Congo, Ghana and Lao PDR).
2. A reserve of USD 100 million in grants and USD 50 million in other concessional financing is to be set aside (see agenda item 8 for proposal for allocation of the funding reserve).
3. The remaining grants and concessional financing (USD 250 million of which USD 134 million is grant financing and USD 116 million is for other concessional financing) will be allocated proportionally to the four remaining pilot countries (Brazil, Indonesia, Mexico and Peru) based on each country's share of the USD 250 million.

	Country	Proposed Grant Allocation*	Proposed Concessional Finance	Allocation as approved by the FIP SC	Expected Endorsement Date
1	Burkina Faso	30,000,000	0	30,000,000	Jun-11
2	Brazil	37,520,000	32,480,000	70,000,000	Nov-12
3	DRC	60,000,000	0	60,000,000	Jun-11
4	Ghana	50,000,000	0	50,000,000	Nov-11
5	Indonesia	37,520,000	32,480,000	70,000,000	Nov-11
6	Lao PDR	30,000,000	0	30,000,000	Nov-11
7	Mexico	32,160,000	27,840,000	60,000,000	Nov-11
8	Peru	26,800,000	23,200,000	50,000,000	Jun-12
	TOTAL	304,000,000	116,000,000	420,000,000	
	Reserve (150mio)	100,000,000	50,000,000	150,000,000	
	Amount pledged	404,000,000	173,000,000	577,000,000	
	Balance	0	7,000,000		

* The preliminary indicative allocation of grant resources to pilot countries listed in this table is based on pledges of grant resources. Financing drawing on these resources may take several forms, depending upon the investments for which FIP funding is being used (see FIP Investment Criteria and Financing Modalities, dated June 29, 2010).