



Forest Investment Program- Operations and Results Report

SCF Trust Fund Committee Meeting

June 24, 2022



Section 1: Strategic Issues

FIP pipeline management

- 50 out of 57 projects approved by the FIP Technical Committee
- 46 out of 57 projects approved by MDB boards
- 6 projects remaining for FIP Technical Committee approval and subsequently MDB projects
- 44 projects currently under Disbursement



FIP Resource Availability

	TOTAL	Capital	Grant
Unrestricted Fund Balance After Reserves (i)	79.4	64.8	14,7
Anticipated Commitments (ii) Program/project funding and MPIS costs	71.7	64.0	7.7
Available Resources (i - ii)	7.8	0.8	7.0
Potential Future Resources (iii)	7.7	7.4	0.3
Pledges	0.3	-	0.3
Release of currency risk reserves	7.4	7.4	-
Potential Available Resources (i-ii+iii)	15.5	8.2	7.4

FIP Monitoring and Reporting Issues

- Challenges with country engagement on results reporting
 - Country M&R has not been required during the pandemic.
 - Additional challenges on country-led M&R
 - For older FIP recipient countries:
 - Project teams dissolved for closing projects
 - Changes in country focal points or project teams with limited M&R awareness/capacity constraints among new teams
 - Project restructuring issues
 - Unclear vision on M&R for late-stage/closing IPs:
 - For newer FIP recipient countries:
 - Lack of country M&R mechanism established during pandemic
 - Only one MDB-approved project expected
 - Information gap on GHG and other reporting themes

FIP Monitoring and Reporting Issues

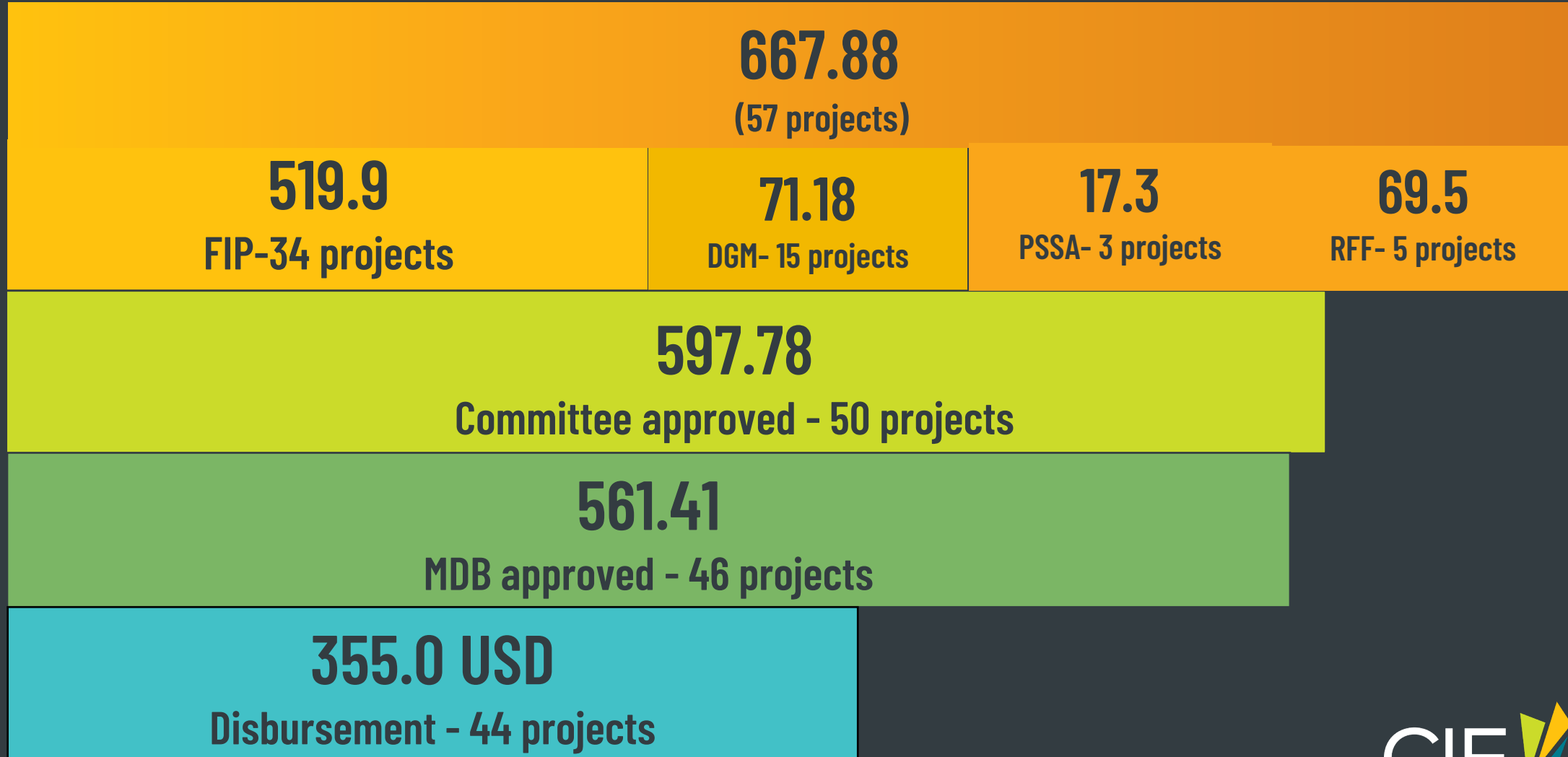
- CIF is addressing the challenges faced on multiple fronts:
 - Online M&R training sessions (Available in English, French, and Spanish)
 - Targeted capacity building opportunities for recipient countries (**especially newer IPs**)
 - Support for country reporting using the CCH
 - Coordinating with MDBs to clarify/enhance GHG estimates
 - Guidance for recipient countries with mature and closing investment plans
- Select CIF countries will be supported to conduct a pilot M&R close-out exercise
 - Formally conclude country-level M&R requirements
 - Opportunity to assess additional concepts, e.g., gender, transformational change, just transition, etc.
 - To seek additional guidance from CIF TFC/stakeholders on approach for closing IPs



Section 2: Status of FIP

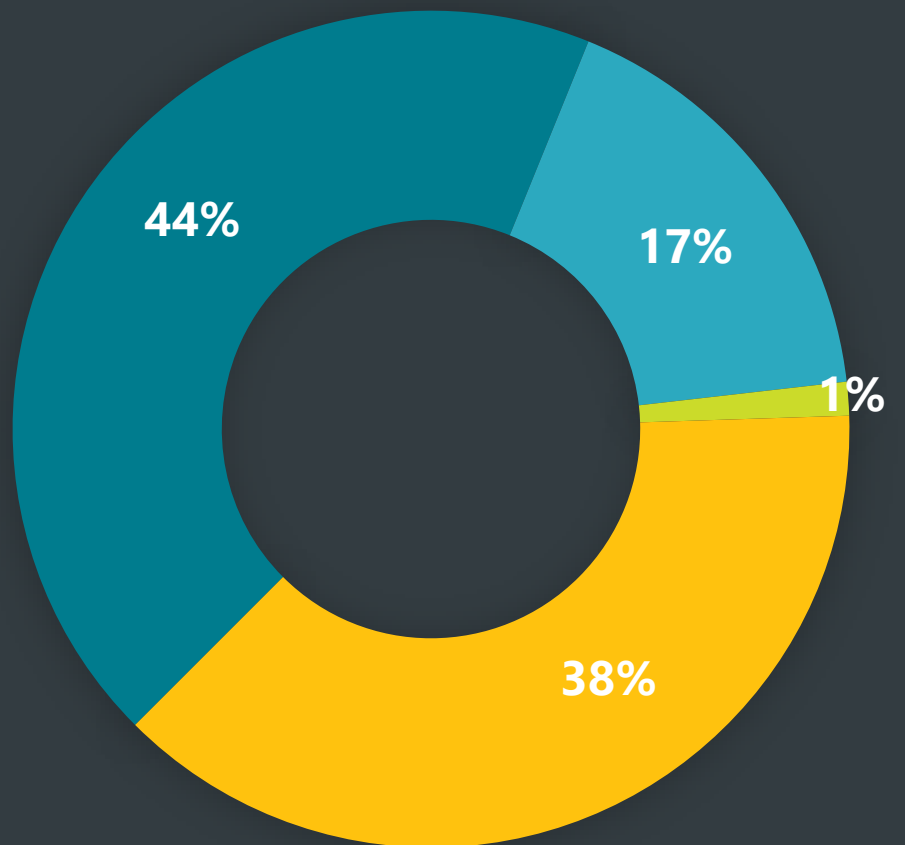
FIP Portfolio

(USD million, as of December 2021)



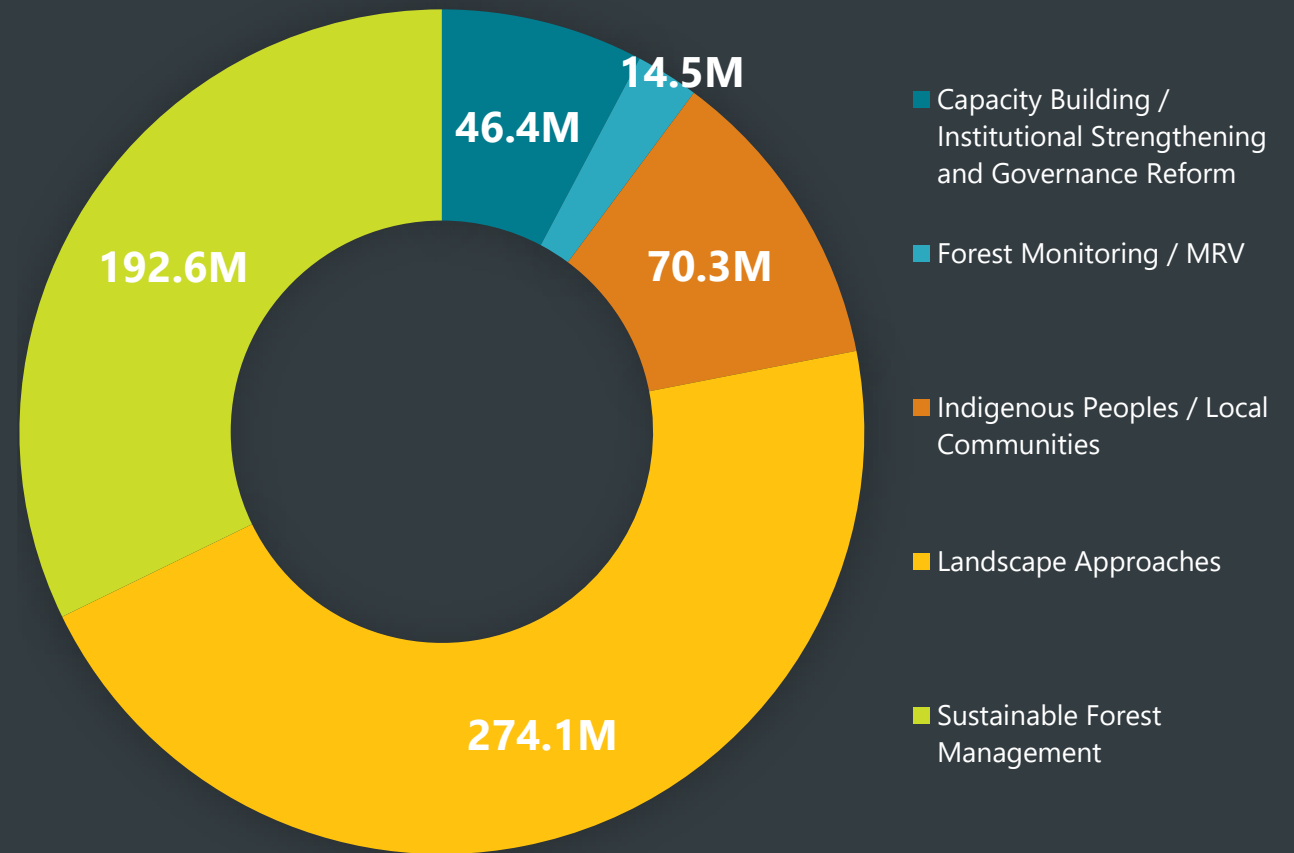
FIP portfolio distribution

By Region



■ Africa ■ Asia ■ Global ■ Latin America & Caribbean

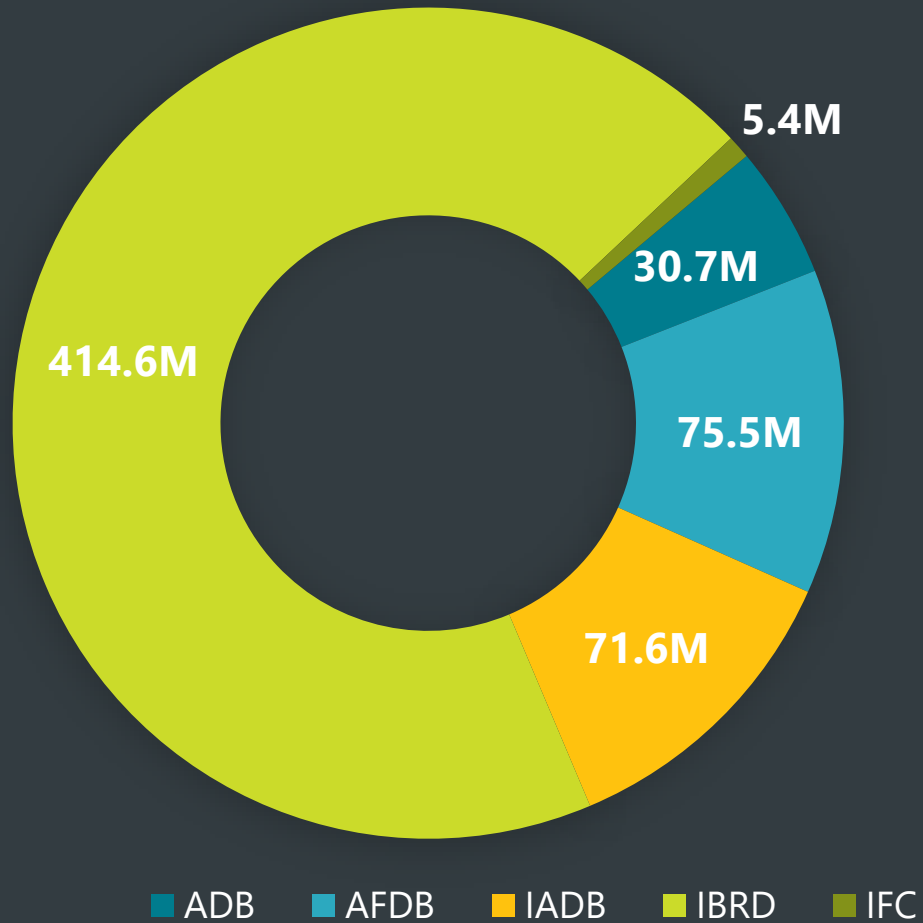
By Sector



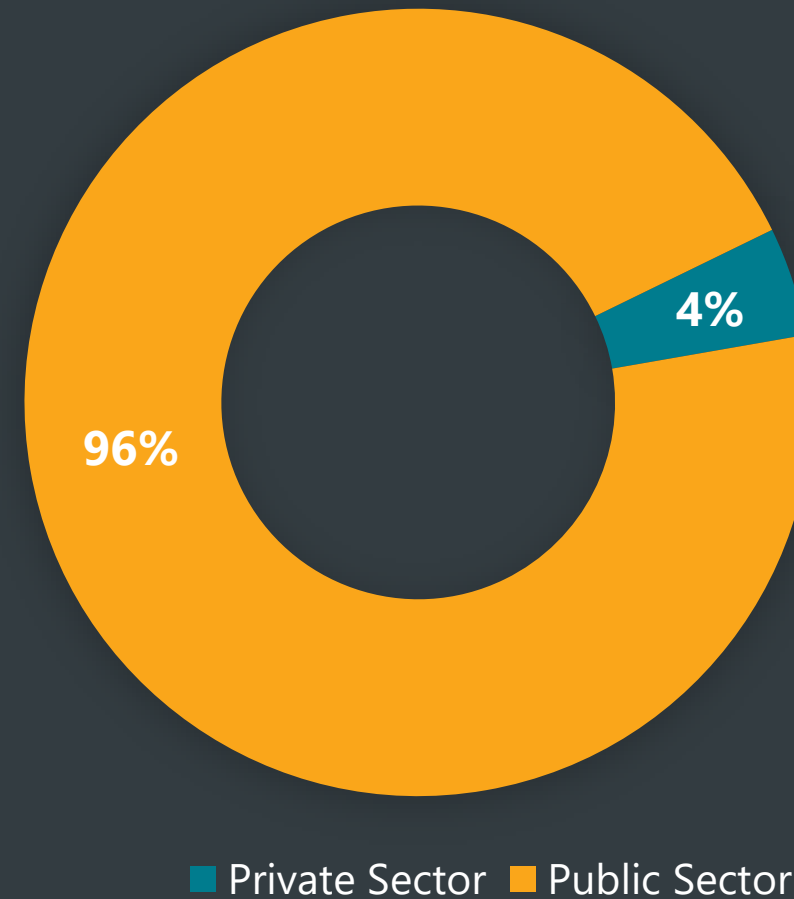
- Capacity Building / Institutional Strengthening and Governance Reform
- Forest Monitoring / MRV
- Indigenous Peoples / Local Communities
- Landscape Approaches
- Sustainable Forest Management

FIP Portfolio Distribution

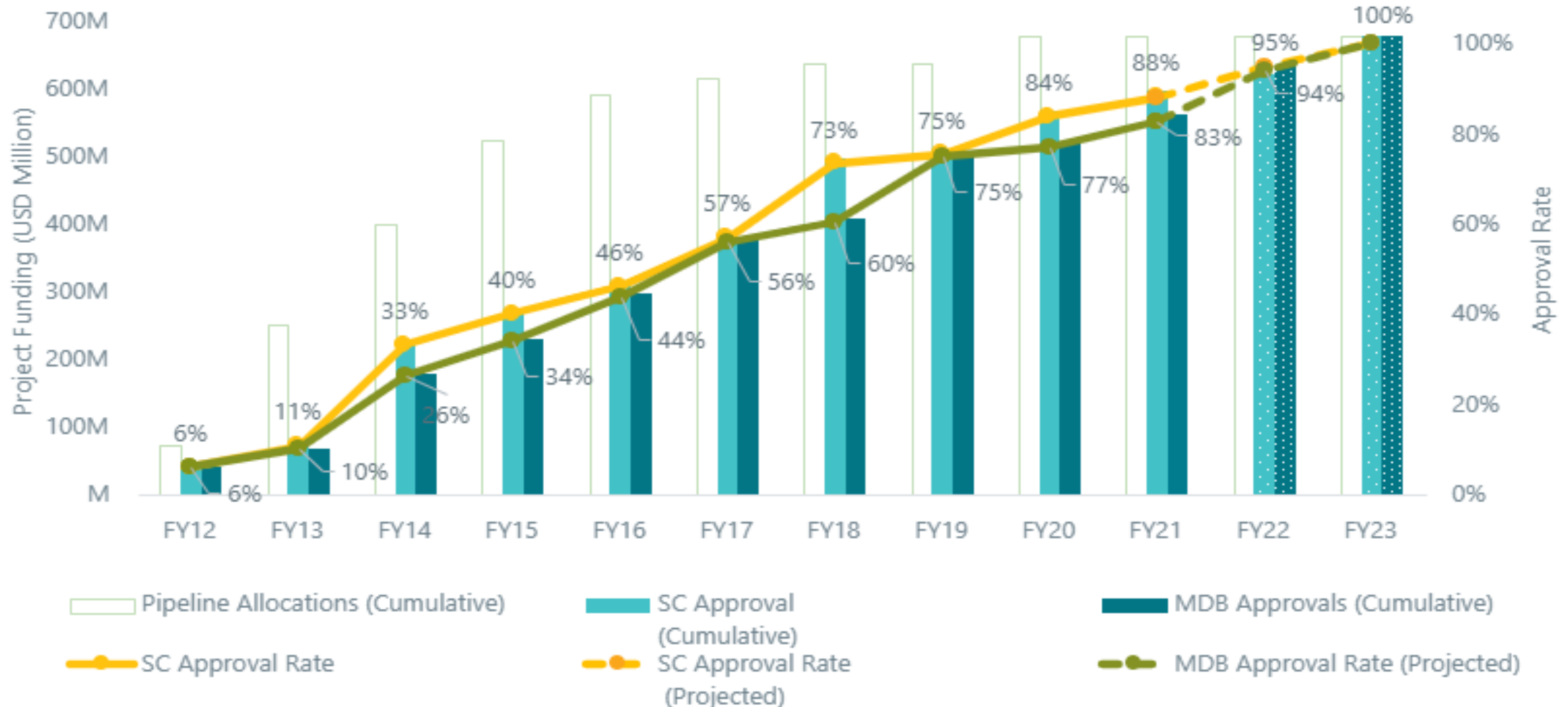
By MDB



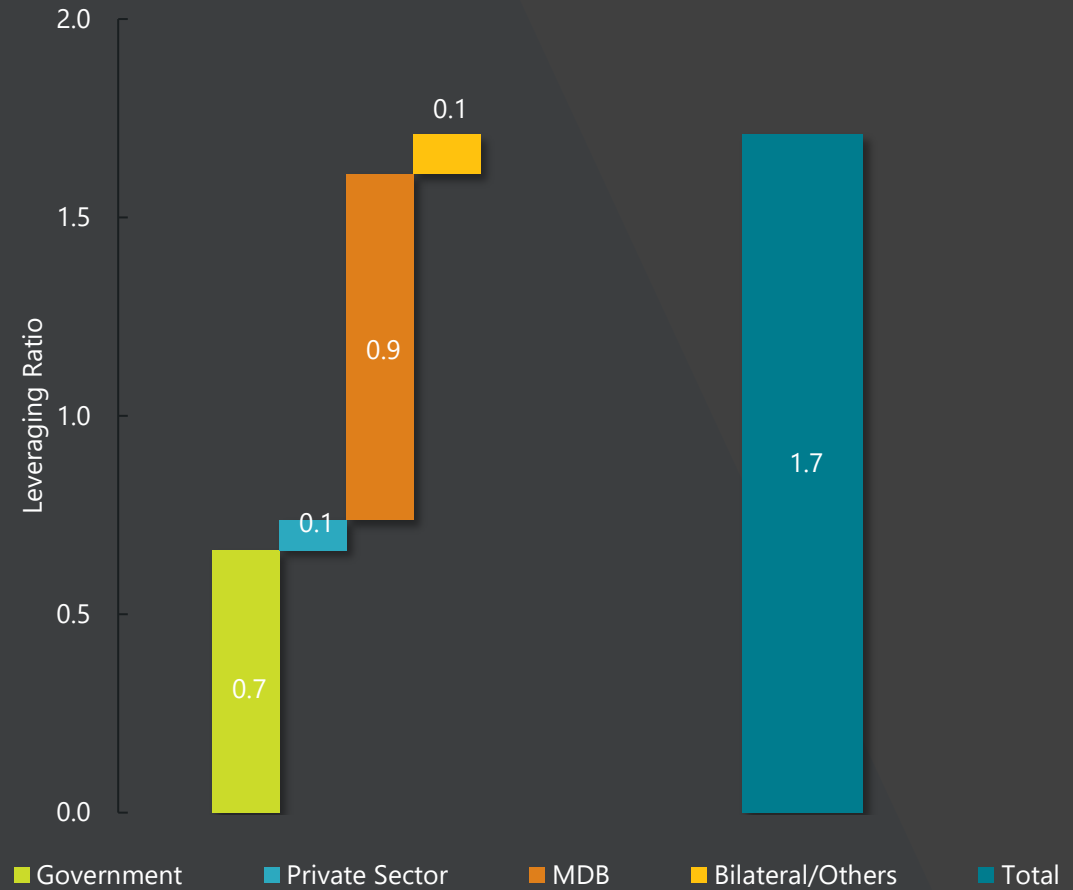
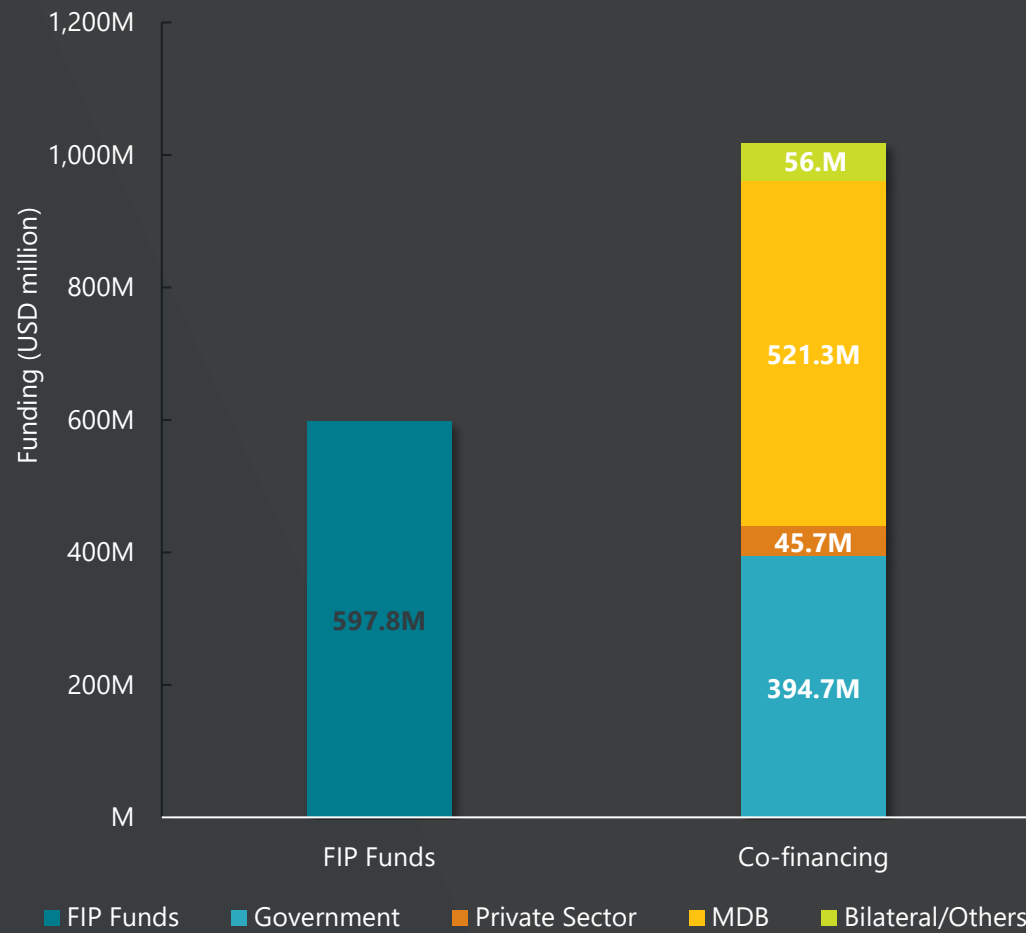
By Public/Private



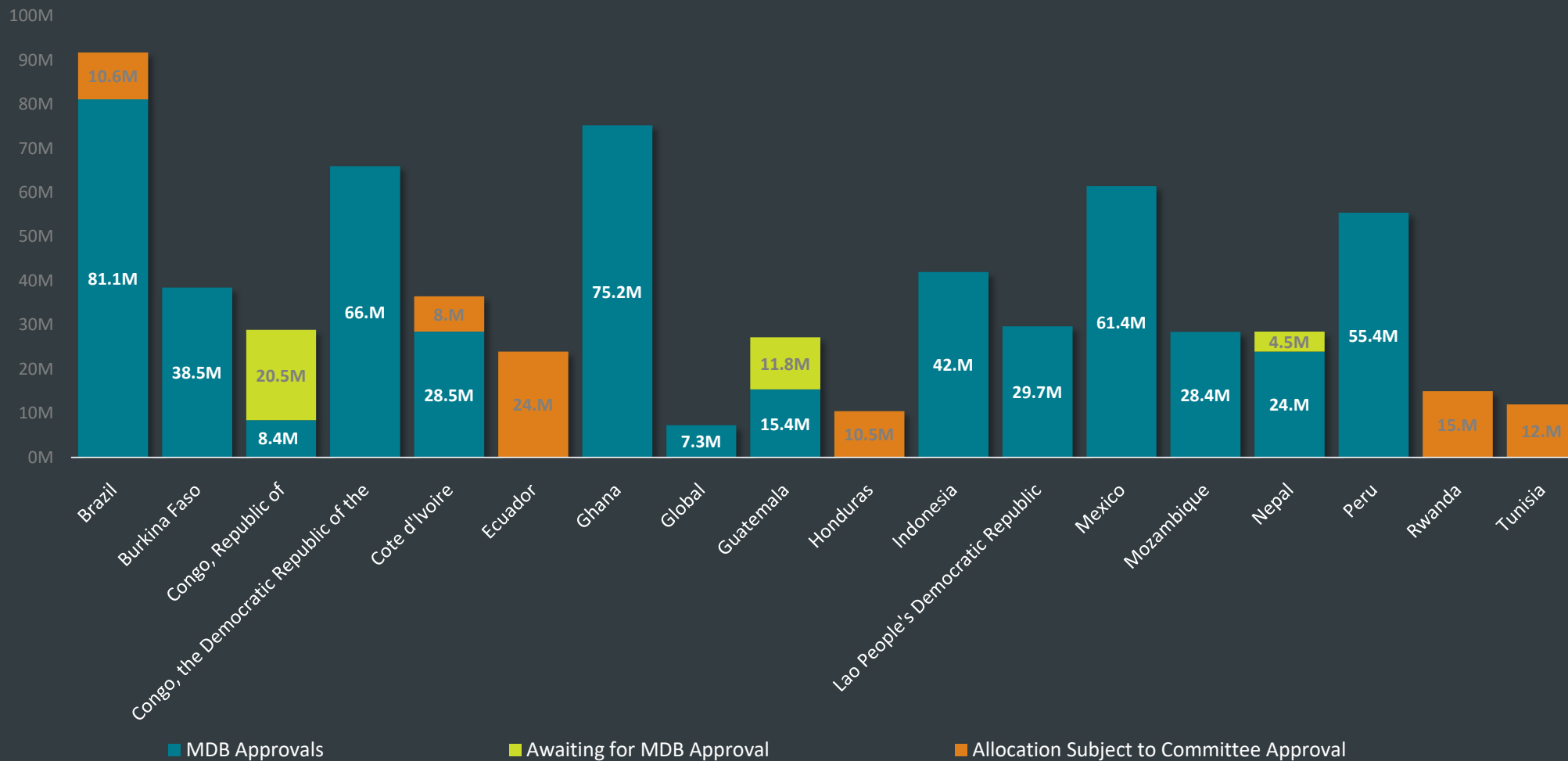
Trends in FIP funding approval



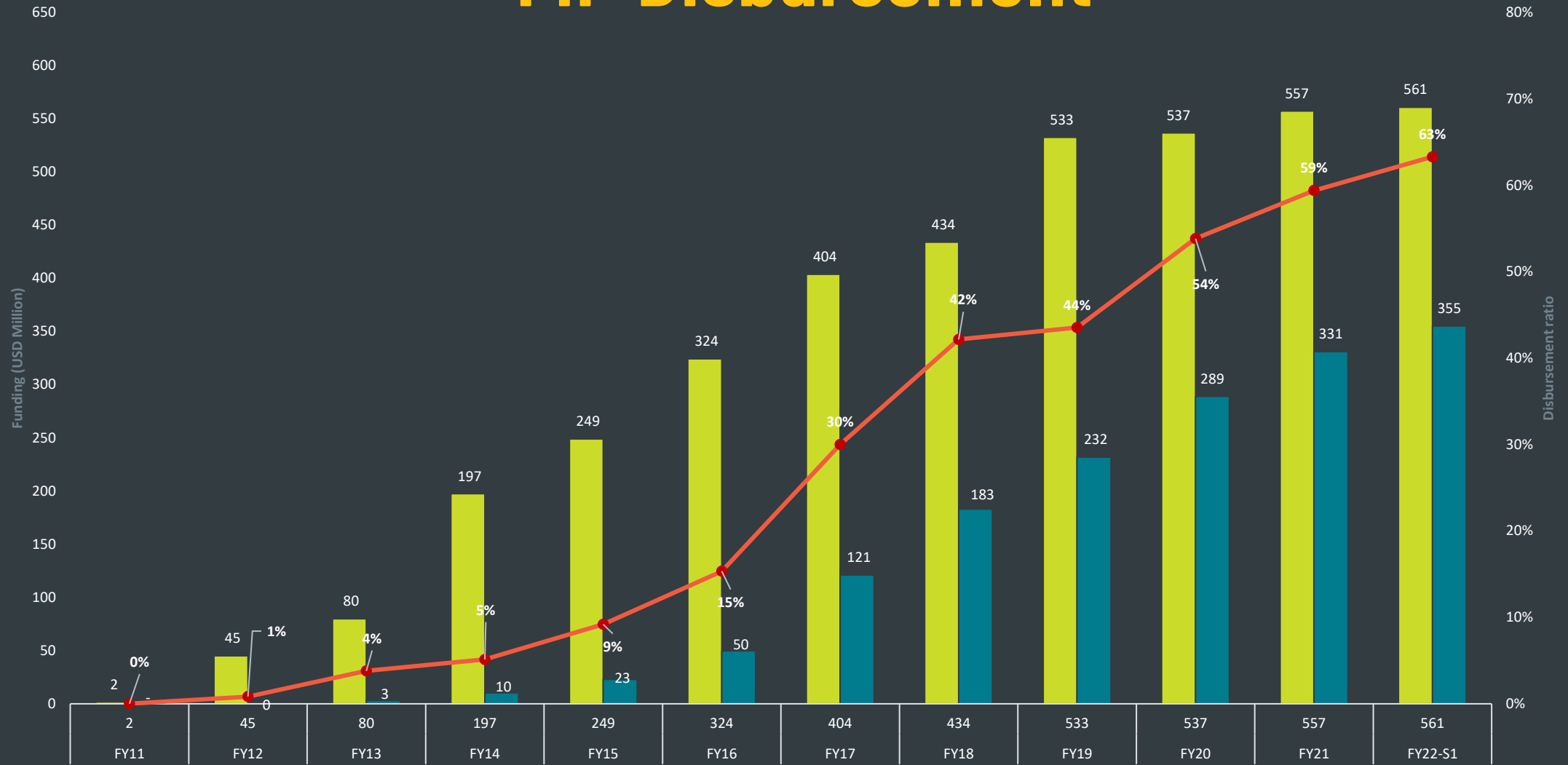
FIP Co-financing Sources



FIP Funding approval by country (USD)



FIP Disbursement



■ Cumulative MDB approvals ■ Cumulative disbursements ● Disbursement ratio

Project endorsed by the FIP Technical Committee

Proposed project	Country	MDB	Loan (USD million)	Grant (USD million)	MPIS (USD million)	Total FIP Funds (USD million)
FIP-Brazil Dedicated Grant Mechanism for Indigenous Peoples Phase Two—additional financing	Brazil	IBRD		0.9	0.1	1
Forest Investment Project (FIP) phase 2 in Cote d'Ivoire	Cote d'Ivoire	IBRD	8			8
Conservation and sustainable use of protected areas in Ecuador	Ecuador	IDB	21	3	0.48	24.48
Improving the climate resilience of agroforestry supply chains in Honduras.	Honduras	IDB	10	0.5	0.43	10.93
Rwanda Forest Investment Project	Rwanda	AfDB	15	0	0.3	15.3
Tunisia FIP Investment Plan	Tunisia	AfDB	10	2	0.3	12.3
Total			64	6.4	1.61	72.01

FIP Completed projects (in 2021)

Year	Project Title	Country	Lead MDB	Project	
				Closed	ICR/PCR
2021	Decentralized Forest and Woodland Management	Burkina Faso	IBRD	No	Yes
2021	Forest Information to Support Public and Private Sectors in Management Initiatives	Brazil	IDB Group	Yes	Yes
2021	Engaging Local Communities in REDD+/Enhancement of Carbon Stocks	Ghana	AfDB	Yes	Yes
2021	Financing Low Carbon Strategies in Forest Landscapes	Mexico	IDB Group	Yes	Yes

Dedicated Grant Mechanism

- 12 FIP DGM countries have supported enhancing community engagement in climate action, sustainable forest management, livelihoods, and conservation of biodiversity
- Over \$70 million invested in DGM so far
- IPLCs in DGM countries implementing over 600 subprojects benefitting more than 250,000 community members to date.
- Over 186,000ha of land put under improved management, enhancing food security, improving livelihoods and securing rights and access to lands.



Partnership, Knowledge Management, Evaluation, and Learning

- Two FIP-related studies supported by CIF Evaluation and Learning published:
 - Supporting Just Transitions to Sustainable Land Use in Ghana
 - Mexico: The Contribution of the Forest Investment Program to Forest and Climate Goal
- The Climate Delivery Initiative (CDI) Collaboration: Study explores delivery challenges in the AfDB project “Engaging Local Communities in REDD+/Enhancement of Carbon Stocks” in Ghana and is expected to be completed in FY23.



Gender

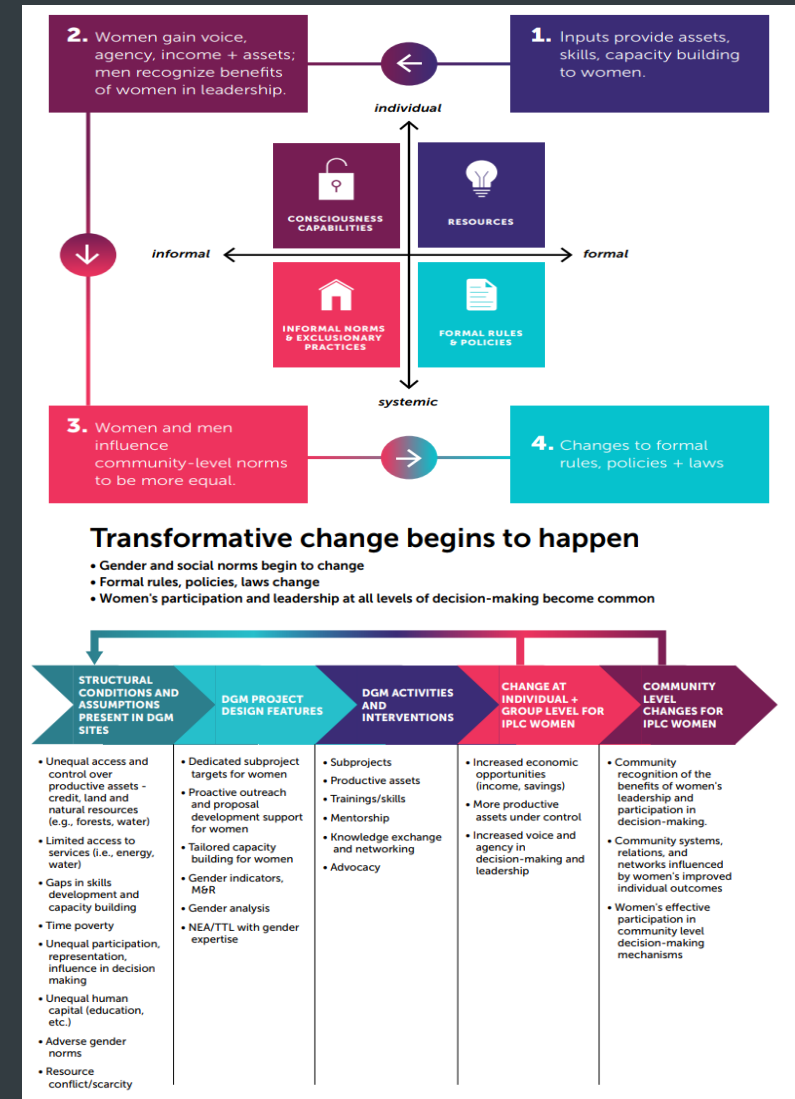
Indicators	Projects approved before July 1, 2014 % (n) (Gender Action Plan (GAP) Baseline)	Only projects approved in July 2014 – June 2020 (% and n) GAP Phases 1 & 2	Projects approved in July 2020 – December 2021	Cumulative: All project approved from inception until December 2021 % (n)
Sector-specific gender analysis	53% (8 of 15 projects)	77% (24 of 31 projects)	100% (4 of 4 projects)	72% (36 of 50 projects)
Women-targeted activities	73% (11 of 15 projects)	84% (26 of 31 projects)	100% (4 of 4 projects)	82% (41 of 50 projects)
Sex-disaggregated M&E indicators	73% (11 of 15 projects)	84% (26 of 31 projects)	100% (4 of 4 projects)	82% (41 of 50 projects)
All 3 scorecard indicators positive	40% (6 of 15 projects)	74% (23 of 31 projects)	100% (4 of 4 projects)	66% (33 of 50 projects)



Fostering Gender-Transformative Change in Sustainable Forest Management: The case of the Dedicated Grant Mechanism (DGM)

Key findings and lessons learned:

- DGM provided steppingstones towards gender-transformative change by
 - providing assets, skills & capacity building,
 - elevating and legitimizing women's voices
 - shifting community-level gender norms
- Approaches such as gender quotas and tailored outreach mechanisms crucial to support women's climate leadership and equal benefit-sharing
 - Burkina Faso: 60% of DGM project beneficiaries are women and 43 of 53 livelihoods-focused subprojects are implemented
 - Ghana: 64 of 152 individual grants are women-led and 1/3 of those are migrant women
 - The Republic of Congo: Aims to provide capacity building on leadership and entrepreneurship development to women and engage women and men in GBV awareness training.





Section 3: Results

Scope of Results

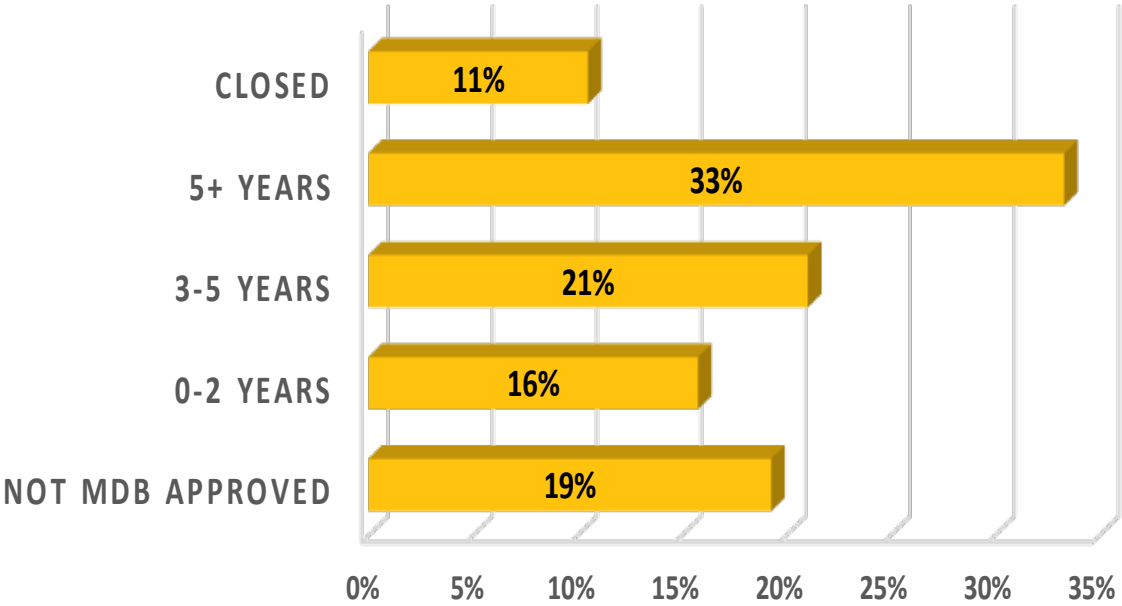
- 34 projects reported – 27 projects achieved results and 7 projects only targets (DGM not included)
- Results are based mainly on project-level reporting by MDBs, complemented by updates from countries (e.g., Category 2)
- Country reporting optional due to COVID-19
- Only 5 countries submitted a full report and 2 countries a partial report
 - Brazil, Burkina Faso, Cote d'Ivoire, DRC, Indonesia, Lao PDR, Mozambique



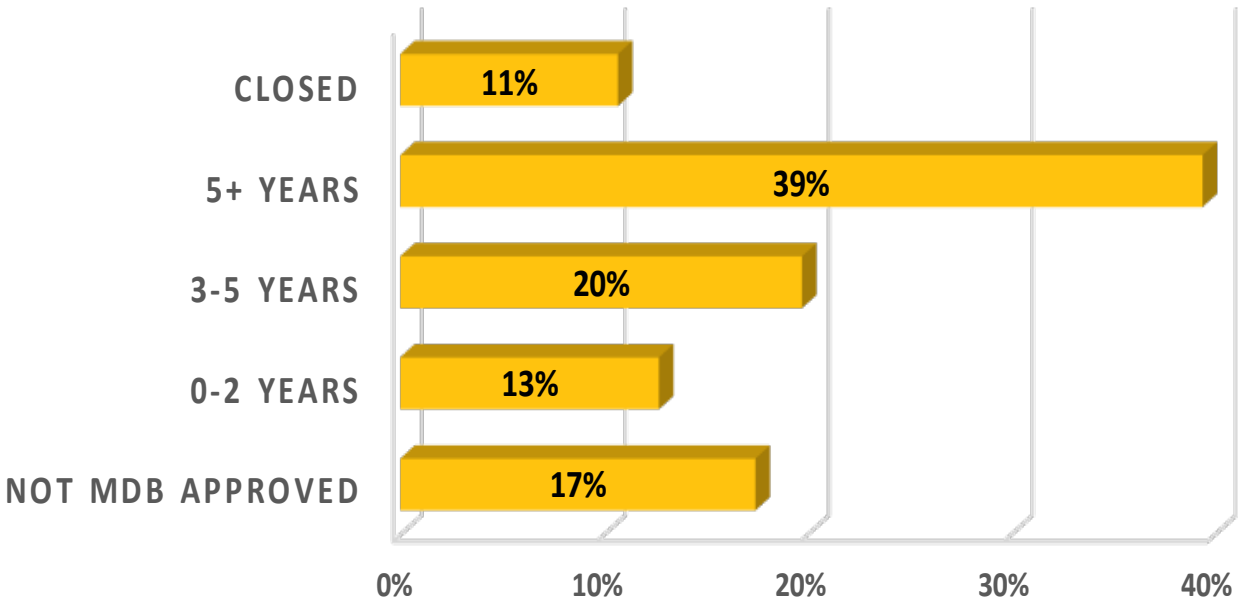
FIP Portfolio Maturity



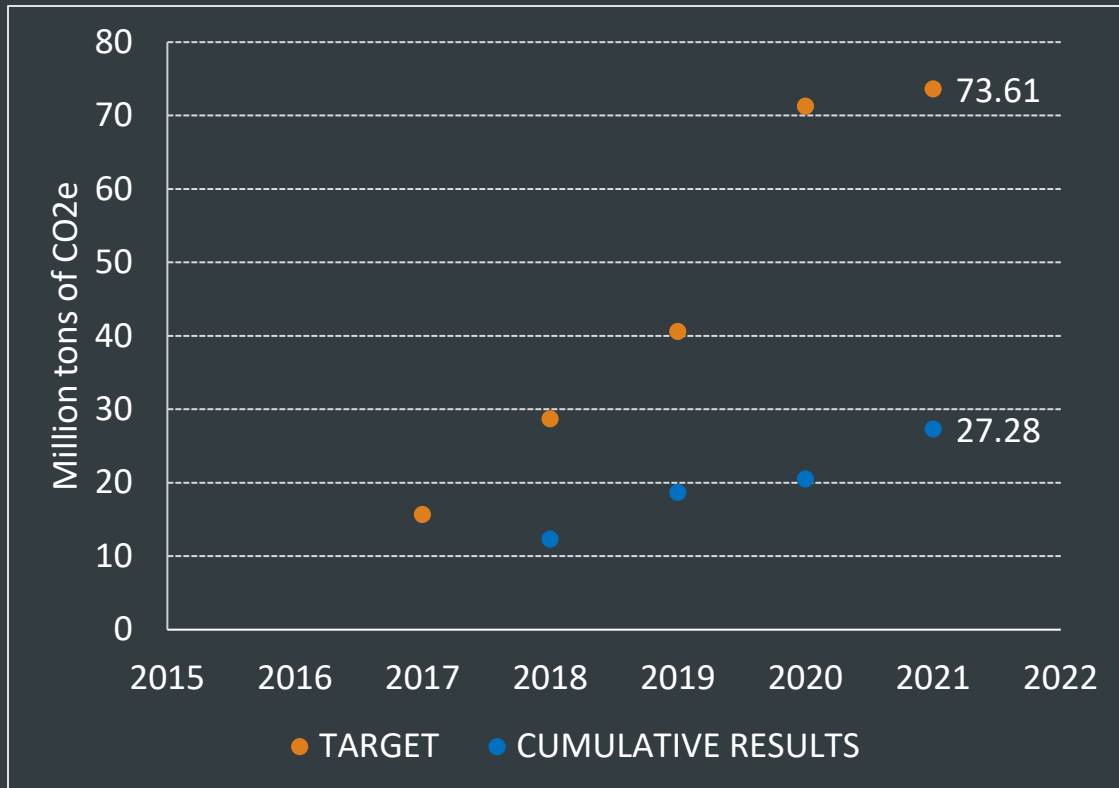
% of MDB-Approved FIP Projects



% of MDB-Approved FIP Financing

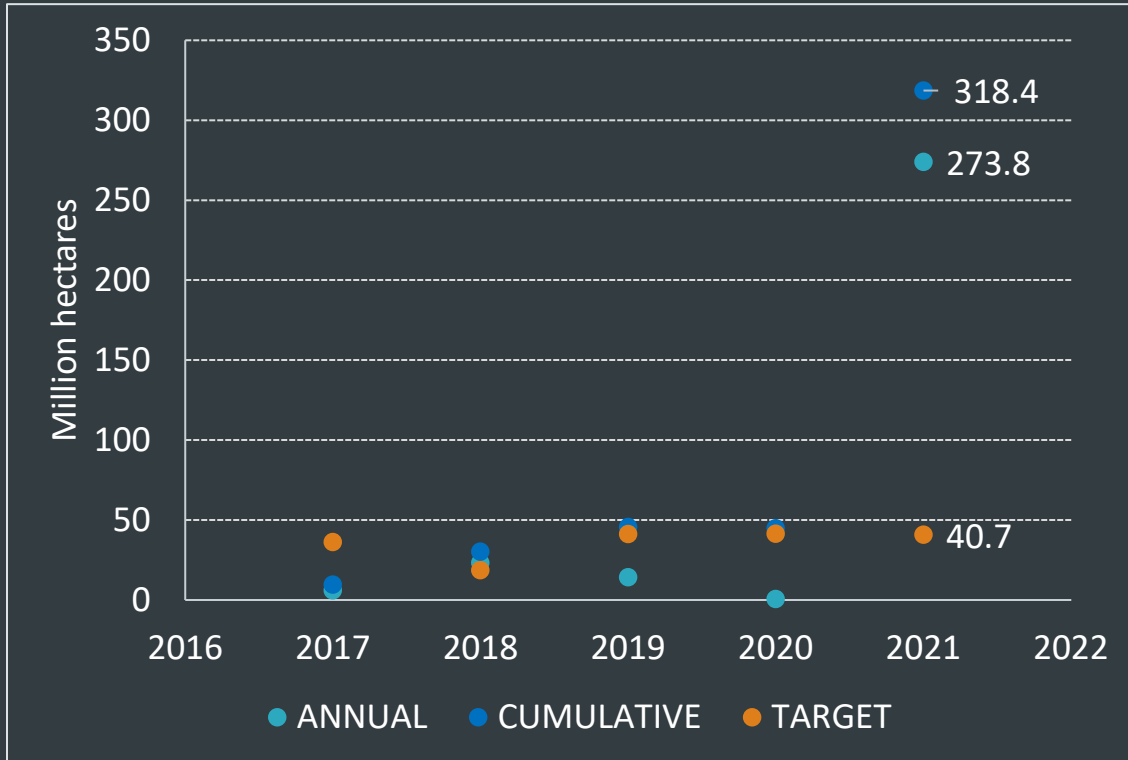


GHG Emissions Reduced/Avoided



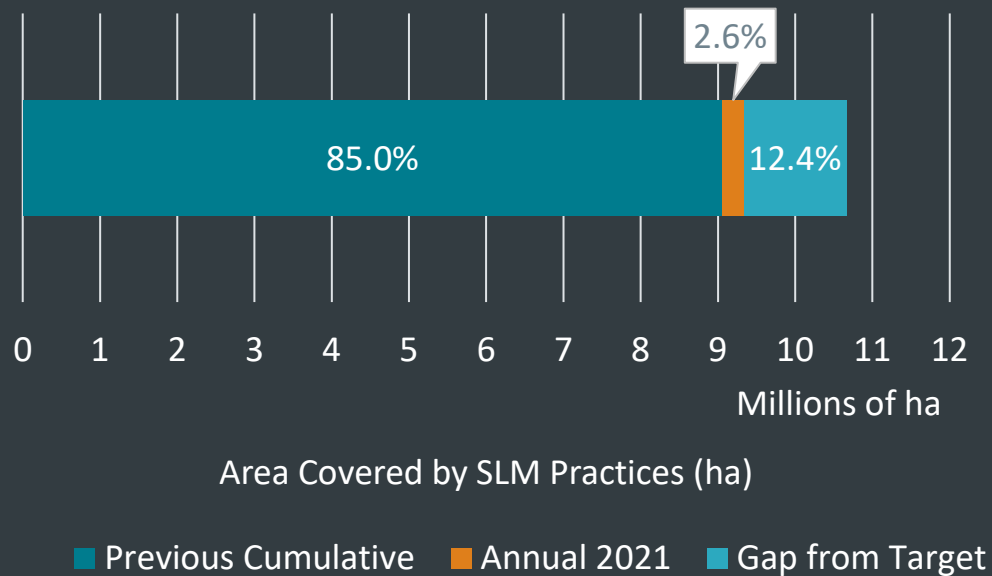
- GHG emissions cumulatively reduced/avoided by **27.28 million tCO₂eq** (37% of new target, 11 projects reporting)
 - *Equivalent of taking 5.9 million cars off the road in a year*
- Cumulative achievement **increased 33%** from 2020 to 2021
- Results from Burkina Faso, DRC, Ghana, Indonesia, Lao and Mexico
- Republic of Congo reported a target for the first time
- Technical work on GHG indicator expected in FY23

Land Area Covered



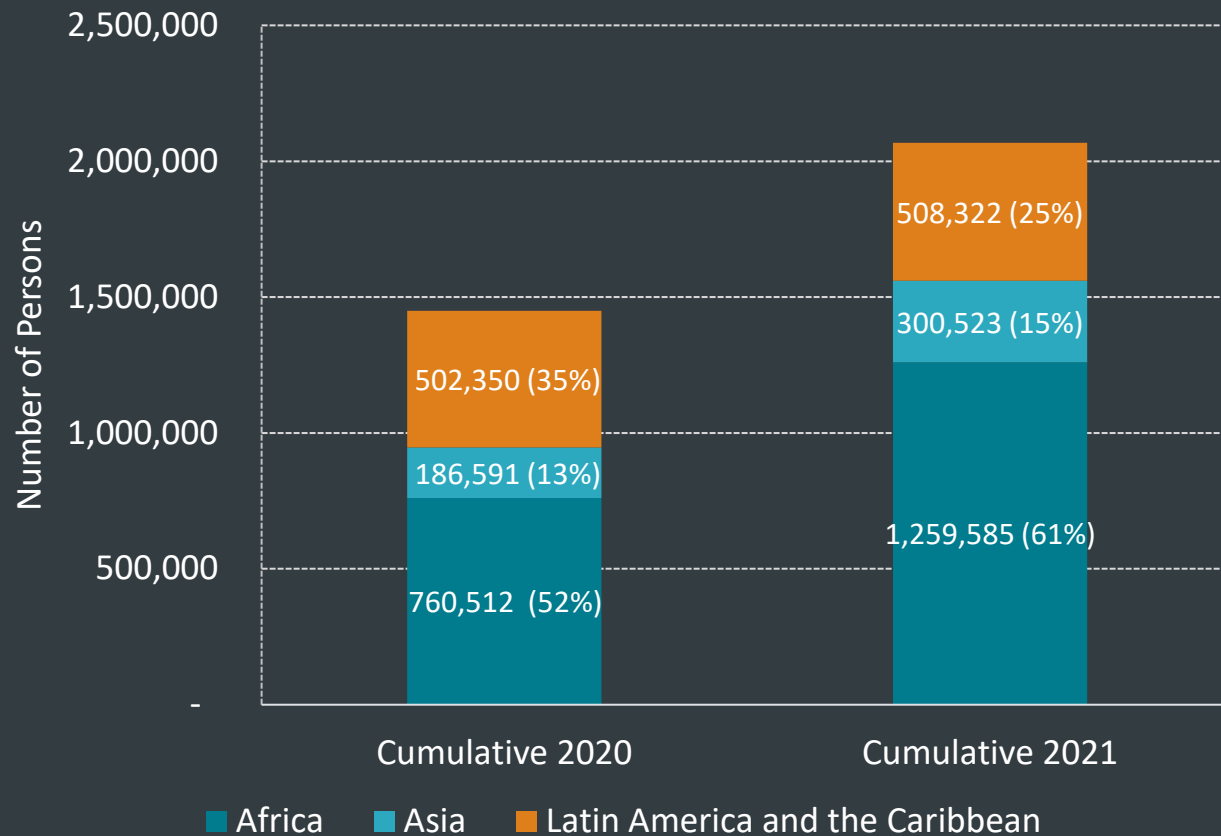
- Dramatic increase from previous RYs
- FIP has covered over **318.4 million hectares**
 - *More than the surface area of Argentina*
- **783%** of latest cumulative target achieved (19 projects reporting)
- Environmental Regularization of Rural Lands in the Cerrado of Brazil (IBRD) project contributed lion's share of **273.5 million ha** in 2021
 - *Registration of land holdings in the rural environmental cadaster, Brazil Forest Code*

Land Area Covered (Adjusted)



- Secondary adjusted analysis in ORR for informational purposes
- Excluding the outlier project: **over 9.3 million ha** have been reached
 - *Equivalent to the combined 2020 tree cover of Guatemala and Nepal*
- This equates to **88% of the adjusted target** of nearly **10.7 million ha**

Livelihood Co-Benefits



- Enhanced livelihoods of nearly **2.07 million people** (24 projects reporting), including **618,977 additional people** in 2021 alone (16 projects reporting)
- **83%** of cumulative target of **2.5 million people**
- By country, Burkina Faso is the main contributor to results.
 - Decentralized Forest and Woodland Management Project (IBRD), leading to **472,862 new beneficiaries** in 2021
- By region, Africa is the main contributor to results (see graph), followed by LAC and Asia.

Livelihood Co-Benefits + Gender

- Enhanced gender analysis on livelihood co-benefits in RY22
- Results: relative gender gap but absolute achievement of gender-disaggregated targets
 - 56.7% Men vs. 43.3% Women
 - (410,949 people no gender reported)
 - 115% of men targeted reached, 152% of women targeted reached



Other FIP Results Highlights



Biodiversity

- **In Indonesia**, 38,229 ha are being protected by forest fire management (FFM), 79,693 ha protected by community-level patrols, and 4,500 ha of degraded land has been rehabilitated (85 percent of the target).

Land Tenure, Rights, and Access

- **In Mozambique**, 189 community areas had been delimited, 29,503 land parcels recorded, and 22,428 land right titles granted.

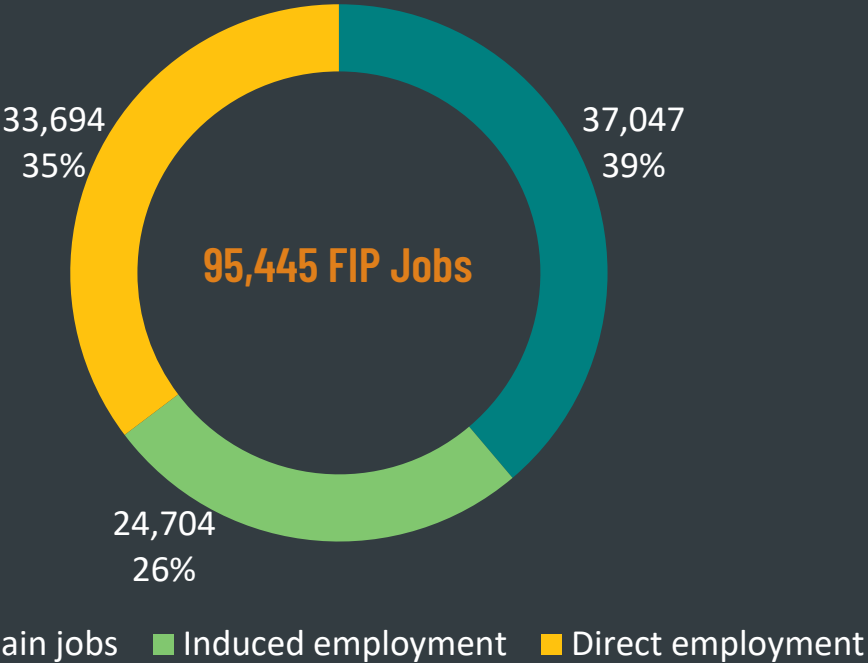
Forest Governance

- **In Cote d'Ivoire**, monitoring activities are now being carried out. Communication and awareness raising campaigns are improving local stakeholders' understanding and mobilizing them around the challenges of preserving the Tai national park.

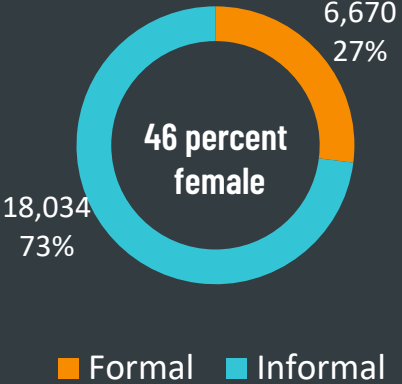
Capacity Development

- **In Lao PDR**, 103 staff at district and provincial levels, 925 people at village level, and 1,547 students in schools have been trained in participatory land-use and village development planning.

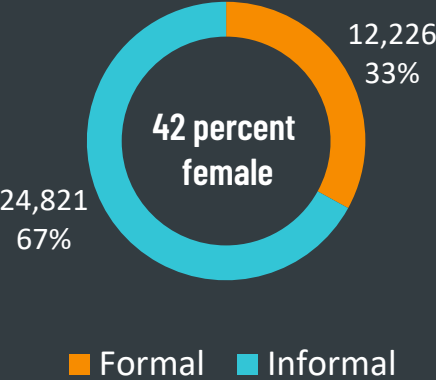
Social and Economic Development Impacts



Induced Employment



Supply Chain



FIP's Contribution to SDGs

Sustainable Development Goals contribution

\$598 M 100%



50 projects 100%



1 NO POVERTY



\$396 M 71%



34 projects 65%



2 ZERO HUNGER



\$430 M 77%



31 projects 60%



5 GENDER EQUALITY



9 INDUSTRY, INNOVATION AND INFRASTRUCTURE



\$26 M 5%



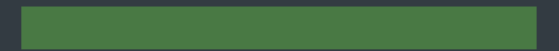
6 projects 12%



13 CLIMATE ACTION



\$598 M 100%



50 projects 100%



15 LIFE ON LAND



\$598 M 100%



50 projects 100%



SUSTAINABLE FORESTS

\$598 M

50 projects

Forest Investment Program (FIP)

CIF Plans for FY 23

- Re-engagement with countries
 - Could include country and regional dialogues
 - Share and learn in and between countries
 - Bring forward Lessons into Nature, People and Climate Investment Program



CIF



CLIMATE INVESTMENT FUNDS

Investing in the future

