



Operation Number: **ME-L1120**
Year- PMR Cycle: **Second period Jan-Dec 2015**
Last Update: **4/5/2016**
PMR Validation Stage: **Validated by Representative**

Chief of Operations validation date: **04/07/2016**
Division Chief validation date: **04/08/2016**
Country Representative validation date: **04/11/2016**

Inter-American Development Bank - IDB
Office of Strategic Planning and Development Effectiveness

Operation Profile

Basic Data

Operation name:	Financing Low Carbon Strategies in Forest Landscapes	Loan Number:	2838/SX-ME
Executing Agency (EA):	FINANCIERA RURAL		
Team Leader:	De Olloqui,Fernando	Sector/Subsector:	CLIMATE CHANGE FINANCING
Operation Type:	Loan Operation	Overall Stage:	Disbursing (From eligibility until all the loans are closed).
Lending Instrument:	Investment Loan	Country:	MEXICO
Borrower:	FINANCIERA RURAL	Convergence related Operation(s):	ME-G1002

Total Cost and Source

	Original IDB	Current Active IDB	Local Counterpart	Co-Financing/Country	Total operation cost - Original Estimate
Aggregated	\$15,000,000.00	\$15,000,000.00	\$0.00	\$0.00	\$15,000,000.00
ME-G1002	\$5,000,000.00	\$5,000,000.00	\$0.00	\$0.00	\$5,000,000.00
ME-L1120	\$10,000,000.00	\$10,000,000.00	\$0.00	\$0.00	\$10,000,000.00

Available Funds (US\$)

	Current IDB	Disb. Amount to Date	% Disbursed	Undisbursed Balance
Aggregated	\$10000000.00	0.00	0.00%	\$10000000.00
ME-L1120	\$10,000,000.00	\$0.00	0.00%	\$10,000,000.00
ME-G1002	\$0.00	\$0.00		\$0.00

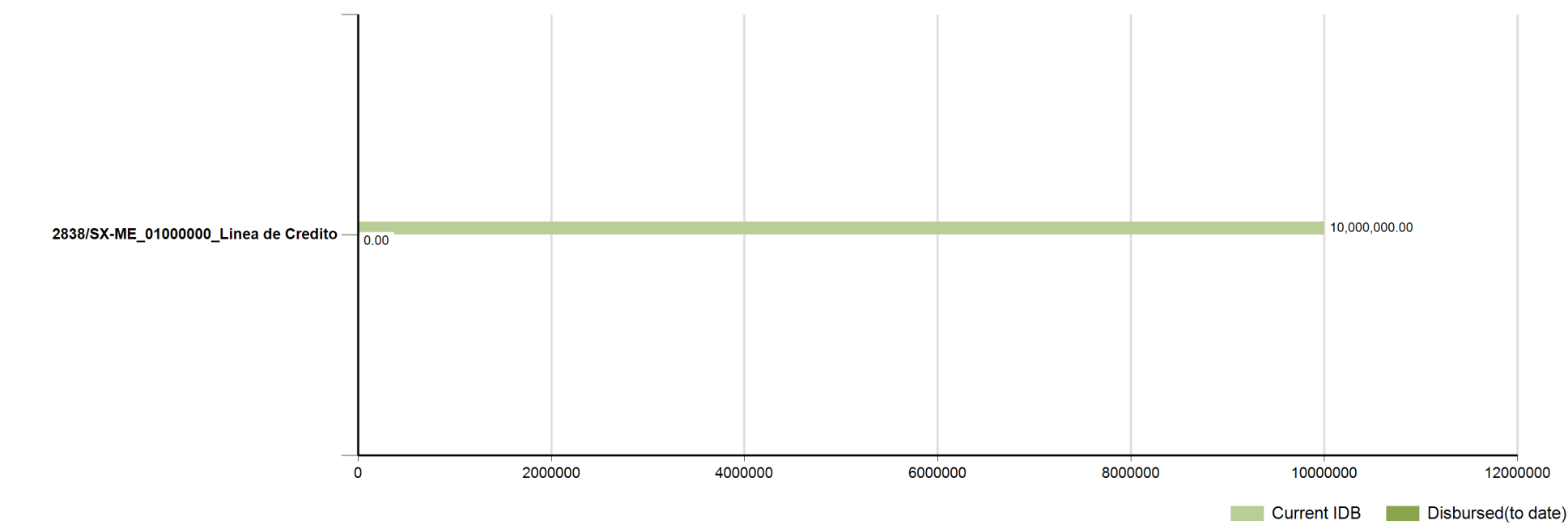
Environmental and Social Safeguards

Main Operation	
Impacts Category:	B13
Safeguard Performance Rating:	
Safeguard Performance Rating - Rationale:	

Reformulation Information

	Main Operation	Oper. ME-G1002
Was/Were the objective(s) of this operation reformulated?	NO	NO
Date of approval:		

Expense Categories by Loan Contract (cumulative values)



Results Matrix

Impacts

Impact:	1 Climate change mitigated.								
Observation:									
Indicators		Flags*	Unit of Measure	Baseline	Baseline Year	Means of verification	Observations	EOP	
1.1 Net carbon captured by the project and emissions reduced by avoided deforestation			tC	0.00	2012	CONAFOR	Ultimate carbon results will be based on the National MRV system.	P	54,000.00
								P(a)	54,000.00
								A	0.00
Impact:	2 Beneficiaries income increased								
Observation:									
Indicators		Flags*	Unit of Measure	Baseline	Baseline Year	Means of verification	Observations	EOP	
2.1 Increase in profit derived from beneficiaries activities after implementing silvo-pastoral system.			USD per hectare per year	331.00	2012	National survey of CONAFOR's beneficiaries and survey by TA Facility for ME-L1120 beneficiaries.	The additional income is that which is generated in cash flow from having implemented the silvo-pastoral system. Exchange rate: 12.75 MXP/USD. Baseline obtained from the average yearly income from traditional livestock activity, based on the Economic Anal	P	225.00
								P(a)	225.00
								A	0.00
2.2 Increase in profit derived from beneficiaries' activities after implementing a forest management program.			USD per hectare per year	0.00	2012	National survey of CONAFOR's beneficiaries and survey by TA Facility for ME-L1120 beneficiaries.	The additional income is that which is generated in cash flow from having implemented the forest management program.The baseline is zero as the assumption is that there is no income derived from forest management previous to the elaboration of a Forest Ma	P	10.00
								P(a)	10.00
								A	0.00

Outcomes

Outcome:	1 Land under low carbon strategies increased in EARA											
Observation:												
Indicators	Flags*	Unit of Measure	Baseline	Baseline Year	Means of verification	Observations	2014	2015	2016	2017	EOP	
1.1 Coverage of land where a low carbon strategy is implemented in order to avoid deforestation or capture carbon		Thousands of Hectares	0.00	2012	Financiera Rural, with TA Facility information	el cual supone que el número de proyectos por tipo de actividad y el número de hectáreas estimadas por proyecto : 14 proyectos de maíz intensificado de 100 ha cada uno, afectando 400 ha; 6 de aserraderos de 9,000 ha cada uno, 3 de producción, comercializac	P	36.30	64.40	64.40	19.00	184.20
							P(a)	36.30	64.40	20.00	70.75	90.75
							A	0.00	0.00			
Outcome:	2 Participation of indigenous groups and women is increased											
Observation:												
Indicators	Flags*	Unit of Measure	Baseline	Baseline Year	Means of verification	Observations	2014	2015	2016	2017	EOP	
2.1 Projects financed that are managed by indigenous groups or women in each of the EARA states		Farmers	0.00	2012	Financiera Rural with support from TA Facility		P		10.00		10.00	20.00
							P(a)		10.00	0.00	15.00	15.00
							A	0.00	0.00			

Outputs: Annual Physical and Financial Progress

Financing line		Physical Progress			Financial Progress		
Outputs	Unit of Measure		2015	EOP		2015	EOP
Low carbon projects in forest landscapes in EARA financed	Projects	P	13.00	37.00	P	3,478,000.00	10,000,000.00
		P(a)	13.00	80.00	P(a)	3,478,000.00	10,000,000.00
		A	0.00	0.00	A	0.00	0.00
Financial and Technical Assistance		Physical Progress			Financial Progress		
Outputs	Unit of Measure		2015	EOP		2015	EOP
Projects provided with technical assistance.	number of projects	P	20.00	97.00	P	585,500.00	2,211,000.00
		P(a)	13.00	80.00	P(a)	585,500.00	1,475,000.00
		A	0.00	0.00	A	0.00	0.00
Ejidos and communities visited by FR agents utilized for the Program	Number of ejidos and communities visited by FR agents per year	P	75.00	300.00	P	216,000.00	864,000.00
		P(a)	75.00	65.00	P(a)	216,000.00	1,600,000.00
		A	0.00	20.00	A	0.00	172,800.00
Liquid guarantees applied to projects	Thousands of USD	P	633.00	1,825.00	P	633,000.00	1,825,000.00
		P(a)	633.00	1,825.00	P(a)	633,000.00	1,825,000.00
		A	0.00	0.00	A	0.00	0.00
monitoring and evaluation							

Other Cost			2015	Cost
Monitoring and evaluation	P		\$25,000.00	\$100,000.00
	P(a)		\$25,000.00	\$100,000.00
	A		\$0.00	\$0.00
Total Cost			2015	Total Cost
	P		\$4,937,500.00	\$15,000,000.00
	P(a)		\$4,937,500.00	\$15,000,000.00
	A			\$172,800.00

Changes to the Matrix

Section	Name	Type of Change	Reasons	Entered in the System	Agreed with Executing Agency
Output	Ejidos and communities visited by FR agents utilized for the Program	Modify Physical P(a) value	Se registra avance físico del año de 2014 (consistente con Informe del Ejecutor) que no había sido registrado por omisión del Ejecutor.	4/1/2016	3/30/2016
Output	Liquid guarantees applied to projects	Modify Financial P(a) value	Se ajusta planeación de indicadores y metas del proyecto en función de la solicitud del Ejecutor IDBDocs. 40217300	3/31/2016	3/30/2016
Output	Projects provided with technical assistance.	Modify Financial P(a) value	Se ajusta planeación de indicadores y metas del proyecto en función de la solicitud del Ejecutor IDBDocs. 40217300	3/31/2016	3/30/2016
Output	Low carbon projects in forest landscapes in EARA financed	Modify Financial P(a) value	Se ajusta planeación de indicadores y metas del proyecto en función de la solicitud del Ejecutor IDBDocs. 40217300	3/31/2016	3/30/2016
Output	Liquid guarantees applied to projects	Modify Physical P(a) value	Se ajusta planeación de indicadores y metas del proyecto en función de la solicitud del Ejecutor IDBDocs. 40217300	3/31/2016	3/30/2016
Output	Projects provided with technical assistance.	Modify Physical P(a) value	Se ajusta planeación de indicadores y metas del proyecto en función de la solicitud del Ejecutor IDBDocs. 40217300	3/31/2016	3/30/2016

Output	Low carbon projects in forest landscapes in EARA financed	Modify Physical P(a) value	Se ajusta planeación de indicadores y metas del proyecto en función de la solicitud del Ejecutor IDBDocs. 40217300	3/31/2016	3/30/2016
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Please note that the Overall Stage represents the stage of the operation at the time of this report's publication, which might not necessarily match the stage of the operation during the PMR Cycle to which the report pertains.