



Operation Number: **BA-L1034**
Year- PMR Cycle: **Second period Jan-Dec 2014**
Last Update: **5/1/2015**
PMR Validation Stage: **Validated by Representative**

Chief of Operations validation date: **05/06/2015**
Division Chief validation date: **05/06/2015**
Country Representative validation date: **05/11/2015**

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

Operation Profile

Basic Data

Operation name:	Enhanced Access to Credit for Productivity Project	Loan Number:	3389/OC-BA,3390/CH-BA
Executing Agency (EA):	CENTRAL BANK OF BARBADOS ,CENTRAL BANK OF BARBADOS		
Team Leader:	Netto de A. C. Schneider,Maria E.	Sector/Subsector:	CAPITAL MARKET DEVELOPMENT
Operation Type:	Loan Operation	Overall Stage:	Disbursing (From eligibility until all the loans are closed).
Lending Instrument:	Investment Loan	Country:	BARBADOS
Borrower:	BARBADOS ,BARBADOS	Convergence related Operation(s):	

Total Cost and Source

	Original IDB	Current Active IDB	Local Counterpart	Co-Financing/Country	Total operation cost - Original Estimate
BA-L1034	\$35,000,000.00	\$35,000,000.00	\$0.00	\$0.00	\$35,000,000.00

Available Funds (US\$)

	Current IDB	Disb. Amount to Date	% Disbursed	Undisbursed Balance
BA-L1034	\$35,000,000.00	\$0.00	0.00%	\$35,000,000.00

Environmental and Social Safeguards

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

Reformulation Information

Main Operation	
Was/Were the objective(s) of this operation reformulated?	NO
Date of approval:	

Results Matrix

Impacts

Impact:	0 To increase productivity of Small and Medium Enterprises (SME) by facilitating access to medium- and long term credit for investment projects.						
Observation:	Access to finance is one of the most problematic factors for doing business. The most recent report by the Enterprise Survey for Barbados (2010) mentions access to finances with 26.6% responses from the survey as the top constraint. The indicator will measure the improvement of the perception of business owners for access to finance.						
Indicators	Flags*	Unit of Measure	Baseline	Baseline Year	Means of verification	Observations	EOP

0.0 Inaccessibility to Finance as an obstacle for firms according to the Enterprise Survey (IFC/WB).						Access to finance is one of the most problematic factors for doing business. The most recent report by the Enterprise Survey for Barbados (2010) mentions access to finances with 26.6% responses from the survey as the top constraint. The indicator will measure the improvement of the perception of business owners for access to finance.	P	25.00
							P(a)	25.00
							A	
		%	26.60	2014	Source: Enterprise Survey for Barbados, IFC/WB. Data verified at the end of the implementation period (see monitoring and evaluation plan).			
0.1 Productive sectors financing as percentage of total credit to the economy by financial intermediaries.						According to the Central Bank of Barbados in 2013, the credit to productive sectors equals 33% of the total credit to the economy by the financial intermediaries. The indicator will measure the improvement of the credit to productive sector to total credit to the economy by financial intermediaries' ratio by the final period of the program compared to the baseline ratio.	P	35.00
							P(a)	35.00
							A	
		%	33.00	2013	Source: Central Bank of Barbados.			

0.2 Average TFP growth rate over 3 years.					Source: IMF 2010 Article IV. Data will be verified at the end of the implementation period (see monitoring and evaluation plan).	The indicator is equal to the average total factor productivity growth rate over a 3 year period after the implementation of the program.	P	0.50
							P(a)	0.50
							A	
		%	-0.80	2014				

RF - RF Indicator SI - Sector Indicator CI - Country Indicator PG - Pro-Gender PE - Pro-Ethnicity

Outcomes

Outcome:	0 New investments supported by the program								
Observation:	The indicator measures the amount in US\$ of new investments for SMEs supported by the program vis a vis the variation of the indicator of the non-beneficiary firms Note: An effort will be undertaken to monitor the women participation for firm's ownership. Source: ex post impact assessment, as described in the Monitoring and Evaluation Plan.								
Indicators	Flags*	Unit of Measure	Baseline	Baseline Year	Means of verification	Observations	EOP		
							P		
0.0 New investments for SME supported by the program.		US mlls	0.00	2015	Source: ex post impact assessment, as described in the Monitoring and Evaluation Plan.	The indicator measures the amount in US\$ of new investments for SMEs supported by the program vis a vis the variation of the indicator of the non-beneficiary firms Note: An effort will be undertaken to monitor the women participation for firm's ownership.	P	54.60	
							P(a)	54.60	
							A		
Outcome:	1 Sales per worker observed on the beneficiary firms								

[illegible]

Indicators	Flags*	Unit of Measure	Baseline	Baseline Year	Means of verification	Observations	EOP	
							P	
2.0 Guaranteed loan tenor length. (The indicator measures the tenor length for the new loans guaranteed on the final year of the program compared to the baseline tenor length for the new loans at the beginning of the program.)		years	0.00	2015	Source: ex post impact assessment, as described in the Monitoring and Evaluation Plan.	The indicator measures the tenor length for the new loans guaranteed on the final year of the program compared to the baseline tenor length for the new loans at the beginning of the program.	P(a)	4.00
							A	

Outputs: Annual Physical and Financial Progress

Single component - Guarantee Fund.		Physical Progress		Financial Progress	
Outputs	Unit of Measure	EOP		EOP	
Guaranteed loans for SME by the new guarantee scheme.	#	P	202.00	P	34,800,000.00
		P(a)	202.00	P(a)	34,800,000.00
		A	0.00	A	0.00
Other Cost					Cost
Administrative costs (administrative, monitoring, evaluation and external audit cost)				P	\$200,000.00
				P(a)	\$200,000.00
				A	\$0.00
Total Cost					Total Cost
				P	\$35,000,000.00
				P(a)	\$32,500,000.00
				A	

Changes to the Matrix

No information related to this operation.

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.