

PROJECT STATUS REPORT

JANUARY 2015 - JUNE 2015

SECTION 1: PROJECT SUMMARY

PROJECT NAME: REGIONAL PROGRAM ON GREEN MICROFINANCE THE "ECOMICRO" PROGRAM

Project Number: RG-M1205 - Project Num.: ATN/ME-12961-RG

Purpose: The purpose of the Program is to train MFIs (Financial institutions include organizations providing financial services for the poor, regulated and unregulated, including commercial banks willing to downscale as well as savings banks, cooperatives, NGOs, or credit unions) to provide new green finance instruments in order to capitalize on new opportunities in clean energy financing, adjusting their risk management models to climate change risk, and incorporating climate impact into their internal policies and operations.

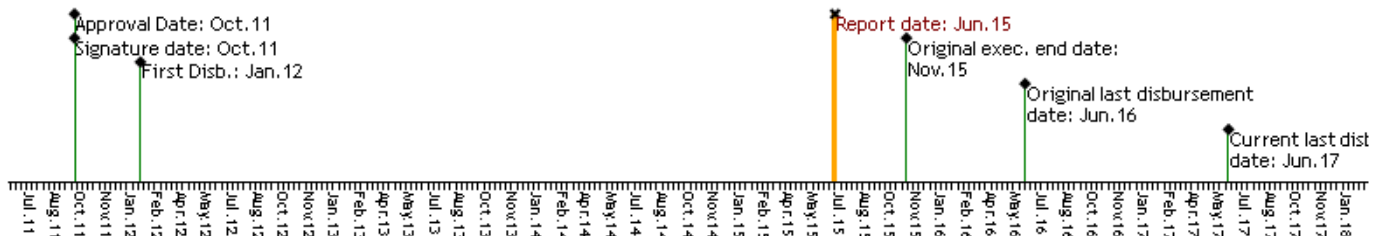
Country Admin
UNITED STATES

Country Beneficiary
UNITED STATES

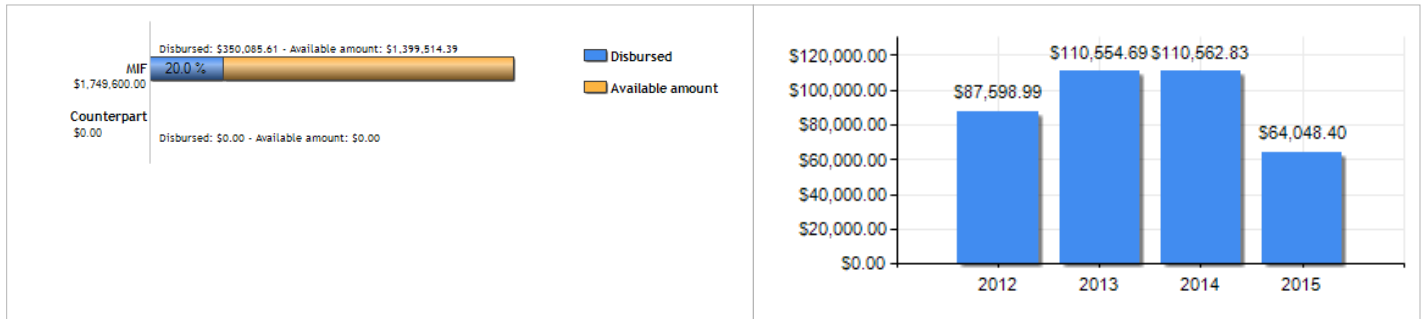
Executing Agency: INTER-AMERICAN DEVELOPMENT BANK

Design Team Leader: GREG WATSON
Supervision Team Leader: GREG WATSON

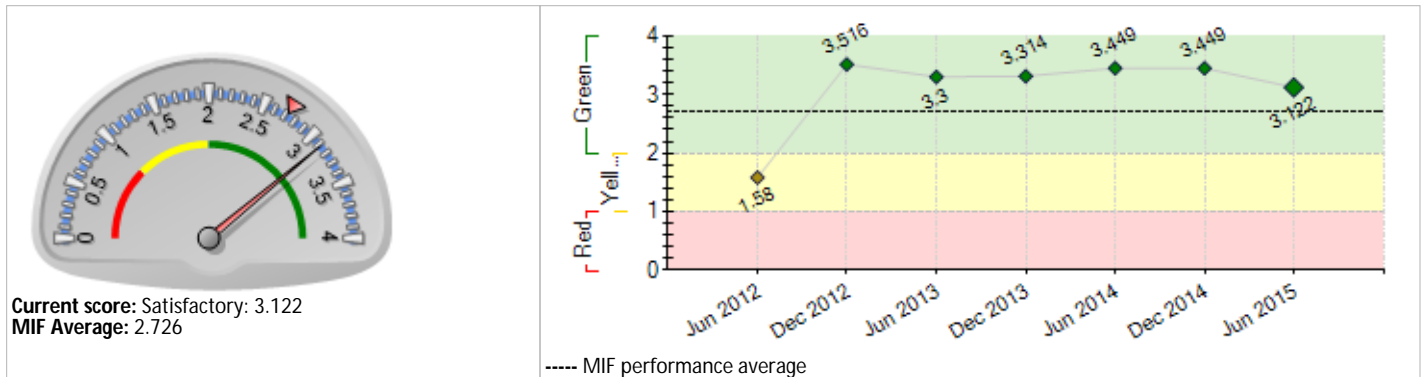
PROJECT CYCLE



FUNDS



PERFORMANCE SCORE

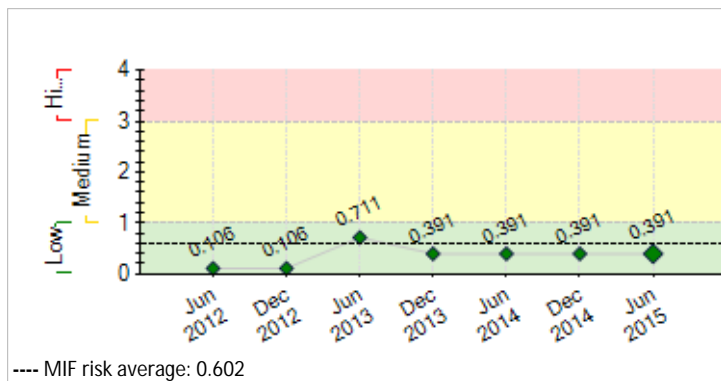


EXTERNAL RISKS

INSTITUTIONAL CAPACITY

Risk

Financial Management: 0
Procurement: 0
Technical Capacity: 0



SECTION 2: PERFORMANCE

Summary of project performance since inception

EcoMicro activities are being executed according to plan. Projects in Mexico and Peru were completed, three projects from the first phase were approved (Bancamia, Apoyo Interl and Financiera El Comercio) and two started execution (Fundacion Sur Futuro and Financiera El Comercio). Lastly, two design visits were completed of which one was approved, Fundacion Paraguaya and the second is expected to be approved in July, Access Financial Services.

The program has also contracted the Mid-term evaluation whose results are expected by September. The program also engaged a group of researchers to prepare the first Study on the State and Opportunities of green microfinance in the region.

EcoMicro received approval to start the request for an extension of the program.

Comments from the Supervision Team Leader

Agree with the Executing Agency comments

Summary of project performance in the last six months

Te Creemos, the first of the MFIs to participate in the program held a closing event in Mexico (June) where they presented results of their project. The event was very successful and was attended by a large number of MFIs, technology providers and even representatives from the Mexican government.

EcoMicro participated to the first seminar on green microfinance in Brazil. Organized by the Fundacao Getulio Vargas it convened a very large group of Brazilian financial institutions serving the BoP as well as academia and government. Green microfinance was presented as the new frontier of financial inclusion and EcoMicro as an example of this new sector.

Comments from the Supervision Team Leader

Agree with the Executing Agency comments

SECTION 3: INDICATORS AND MILESTONES

Indicators	Baseline	Intermediate 1	Intermediate 2	Intermediate 3	Planned	Achieved	Status
Purpose: The purpose of the Program is to train MFIs (Financial institutions include organizations providing financial services for the poor, regulated and unregulated, including commercial banks willing to downscale as well as savings banks, cooperatives, NGOs, or credit unions) to provide new green finance instruments in order to capitalize on new opportunities in clean energy financing, adjusting their risk management models to climate change risk, and incorporating climate impact into their internal policies and operations.	R.1 At least 12 sustainable green financial products offered (1 per MFI).	0			12	4	
	R.2 2% of MFI portfolio represented by green lending.	0			Dec 2016	Dec 2014	
	R.3 \$3 million in financing mobilized for development and consumption energy efficiency and clean energy products and services.	0			99	0	
	R.4 At least 12 partnerships defined between MFIs and local tech providers, suppliers, etc.	0			Dec 2016		
	R.5 At least 12 risk management models incorporate climate change risk	0			3000000	1000000	
	R.6 At least 12 loan disbursement methodologies that contemplate climate risk (1 per MFI).	0			Dec 2016	Mar 2014	
	R.7 At least 12 new supervision and loan management methodologies that include indicators for climate risk.	0			12	4	
	R.8 At least 12 new environmental internal policies.	0			Dec 2016	Jun 2015	

Component 1: Promotion, program preparation and awareness raising

Weight: 2%

C1.I1 Select Program Coordinator

C1.I2 Consulting firms selected and MIF Selection Committee appointed

Yes
Nov 2011
Jan 2012

Finished
Finished

Classification:	C1.13	Dissemination plan					Jan 2012	Apr 2013	
								No	Delayed
	C1.14	Launch call for MFI Proposals					Feb 2012	Dec 2014	
							Feb 2012	Aug 2014	Finished
Component 2: Implementation of Individual Projects Weight: 82% Classification:	C2.11	Selection of 12 MFIs	0	4	8	13	12	12	Finished
				May 2012	Nov 2012	Nov 2013	Oct 2015	Oct 2014	
	C2.12	At least 12 completed in-depth consultancies	0	4	8	12	12	8	On Course
				Nov 2013	May 2014	Dec 2016	Dec 2016	Nov 2013	
	C2.13	Design of at least 12 sustainable green financial products.	0				12	4	On Course
							Dec 2016	Dec 2014	
	C2.14	Financing mobilize in USD for consumption EE&CE products and adaptation products and services	0				3000000	1000000	On Course
							Dec 2016	Mar 2014	
	C2.15	Portfolio vulnerability assessment and risk mitigation recommendations.					No	No	On Course
							Dec 2016	Dec 2014	
	C2.16	New methodologies for loan disbursement and monitoring					No	No	On Course
							Dec 2016	Dec 2014	
	C2.17	12 new environmental internal policies developed and implemented internally.	0	4	8	12	12	4	Delayed
				Nov 2013	May 2014	Dec 2016	Dec 2016	Dec 2014	
	C2.18	MFI Internal energy savings in USD (Cost savings in energy efficiency may be calculated as a function of KWHs saved or reduced)	99				99		
							Oct 2015		
Component 3: Knowledge Capturing and dissemination of resources Weight: 16% Classification:	C3.11	1 how-to guide.	0				1		
							Oct 2015		
	C3.12	12 Case Studies	0	4	8	12	12	2	Delayed
				Jun 2014	Jan 2015	Dec 2016	Dec 2016	Jun 2015	
	C3.13	Dissemination at 6 platforms.	0				6	6	Finished
							Nov 2015	Dec 2014	
	C3.14	Research studies and other knowledge products	0				6	2	On Course
							Dec 2016	Jun 2015	
	C3.15	Three annual knowledge sharing meetings.	0	1	2	3	3	4	Finished
				Oct 2012	Oct 2013	Oct 2014		Oct 2013	
	C3.16	Two International knowledge sharing events	0	1			2	2	Finished
				Oct 2013				Dec 2014	

Milestones		Planned	Due Date	Achieved	Date of achievement	Status
M1	Conditions Prior	1	Apr 2012	1	Oct 2011	Achieved

CRITICAL ISSUES THAT HAVE AFFECTED PERFORMANCE*[None reported in this period]***SECTION 4: RISKS****MOST IMPORTANT RISKS AFFECTING FUTURE PERFORMANCE**

	Level	Mitigation action	Responsible
1. Web page is dysfunctional	Medium	Work with MIF IT to solve the problems. If the web does not work we can always use word questionnaires and an evaluation matrix in excel to make the process manually.	Coordinador del proyecto
2. Conflict of interest between the consulting firms and the MFIs they advise	Low	Mitigation action: competitive selection process to select consulting firms so that there is no conflict of interest. During implementation, if conflict of interest arises, according to the TORs of the Program Coordinator can re-open the screening process of consulting firms at any given time to replace a consulting firm that proves unable to deliver the quality of services required for the successful execution of a project. The inability of the consulting firm will be determined by the MFI, in coordination with the Consultant. The MFI will be required to provide written proof of the consulting firm's deficiencies and make a request for the consulting firm to be replaced.	Invitado Proyecto
3. Knowledge is only shared between the MFIs and consulting firms, and not collected holistically for the project	Low	Mitigation action: a fourth component has been added to the Projects to ensure knowledge capturing and dissemination. It will be required that the EA submits a full report and compilation of all documents during project implementation which includes a case study and major deliverables of the project. Additionally, a webinar will be organized (1Q 2015) with all participant MFIs so information is shared among MFIs and EcoMicro team at headquarters	Invitado Proyecto
4. Lessons learned are not applicable to different institutions	Low	Mitigation action	Invitado Proyecto
5. Lessons learned are not applicable in other geographical regions	Low	Mitigation action	Invitado Proyecto
PROJECT RISK LEVEL: Low TOTAL NUMBER OF RISKS: 6 IN EFFECT RISKS: 6 NOT IN EFFECT RISKS: 0 MITIGATED RISKS: 0			

SECTION 5: SUSTAINABILITY**Likelihood of project sustainability after project completion:** HP - Highly Probable

CRITICAL ISSUES THAT MAY AFFECT PROJECT SUSTAINABILITY

[None reported in this period]

Actions related to sustainability which have been taken in the reporting period:

Individual projects under the facility are expected to be sustainable, but the facility itself is not designed for sustainability

SECTION 6: PRACTICAL LESSONS

[No lessons learned found]