

PROJECT STATUS REPORT

JULY 2009 - DECEMBER 2009

SECTION 1: PROJECT SUMMARY

PROJECT NAME: Caribbean Microfinance Capacity-Building Project (Carib-Cap)

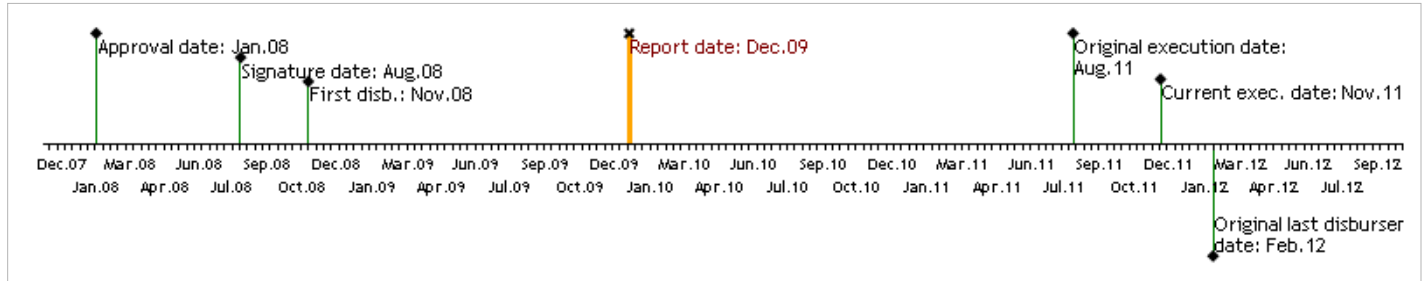
Project Number: RG-M1106 - Operation Number: ATN/ME-10809-RG

Purpose: The purpose of the project is to implement a capacity-building project that will enable the English-speaking Caribbean MFIs to improve the financial performance and outreach.

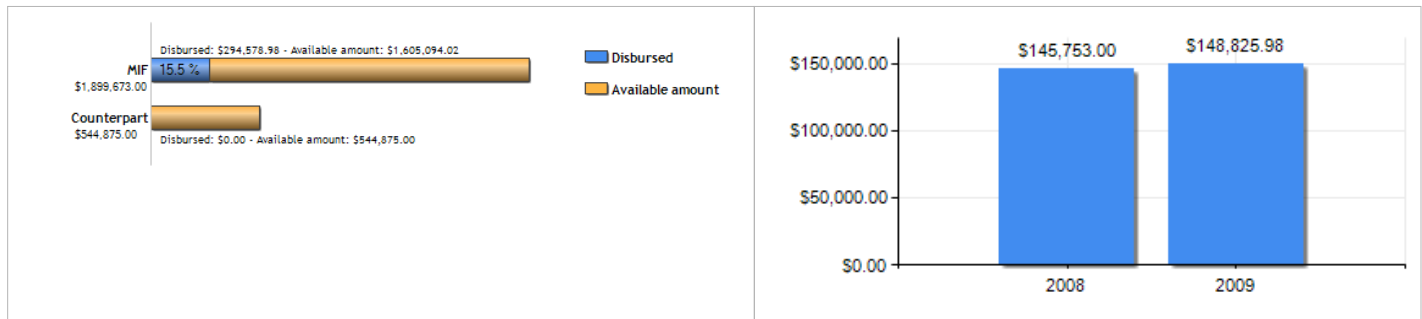
Country Administrator JAMAICA	Beneficiary Country JAMAICA	Group MIC - Microenterprise Development	Subgroup MFIN - Microfinance
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Executing Agency: INTER-AMERICAN DEVELOPMENT BANK	Design Team Leader: Saenz-Samper, Maria Victoria
	Supervision Team Leader: Leslie, Winsome

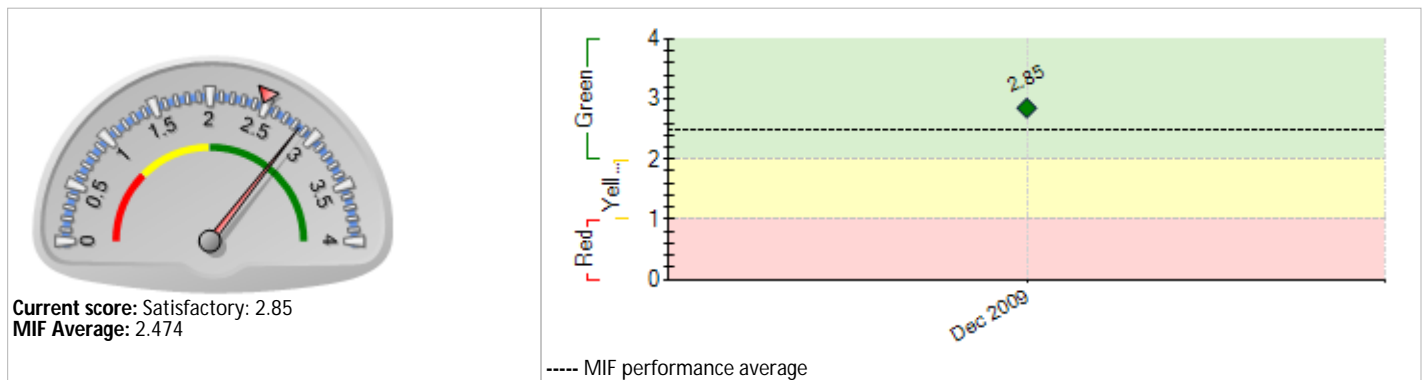
TIMELINE



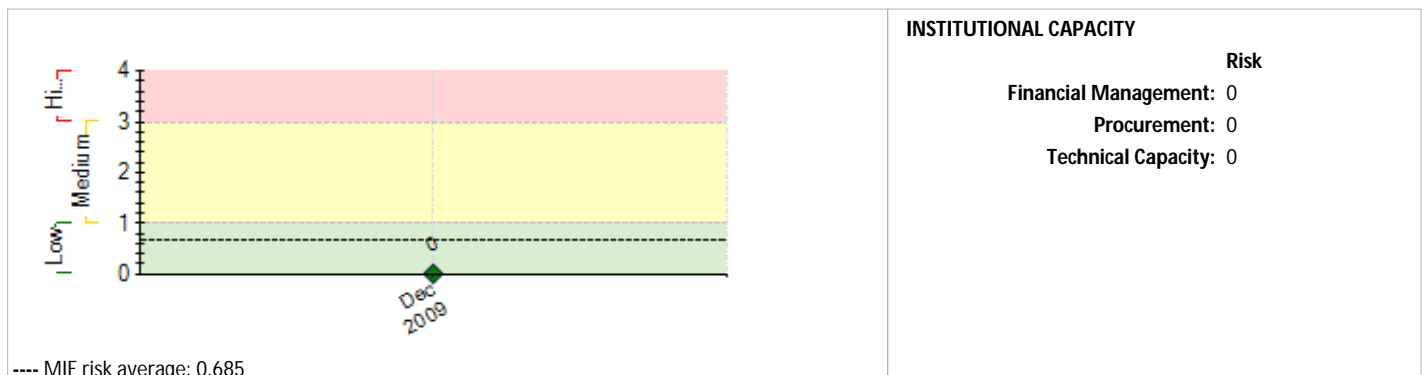
FUNDS



PERFORMANCE SCORE



EXTERNAL RISKS



INSTITUTIONAL CAPACITY

	Risk
Financial Management:	0
Procurement:	0
Technical Capacity:	0

SECTION 2: PERFORMANCE

Summary of project performance in the last six months

Delays in start and completion of Performance Assessments (PA) impacted the timing of the project. One solution was a reduction in the length of the Capacity Building element of the project. To focus energies on this areas the Project Management Team opted to remove the overseas study tours from this component and include this in a second phase.

The PA done in the first component was helpful, MFIs who did not go forward to the second phase were able to use the for internal purposes. The Project also initiated a forum for Caribbean Microfinance Institutions. The first held in Barbados, the second held in Belize saw a doubling of participants. The project has resulted in a rebirth of the network of institutions in the region. The project funded an important Caribbean wide research on the demand for financial services for low income households.

The focus for the final two quarters of the Project will be on ensuring targets to the MFIs are met, there is a successful Forum III, a well needed study on regulation and supervision of the industry is conducted.

Development of the criteria for awarding the MFIs good practice incentives. Make recommendations for future studies and research relevant to building the MFI in the Caribbean.

Lay the base for an effective participation of the Caribbean in Formic 2012 which will be held for the first time in the English Speaking Caribbean.

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 project is to implement a capacity-building project that will enable the English-speaking Caribbean MFIs to improve the financial performance and outreach.	P.1.1 Percentage of participant MFIs that have improved their main financial ratios	0				80 Nov 2011	30 Mar 2011	
	P.1.2 Percentage of participant MFIs that have increased their clients	0				80 Nov 2011	50 Mar 2011	
Component 1: Performance Assessments (PA) Weight: 10% Classification: Satisfactory	C1.1.1 Number of technical performance assessments completed.	0				34 Aug 2009	0 Aug 2009	Finished
Component 2: Implementation of the CBPs Weight: 35% Classification: Satisfactory	C2.1.1 At least 15 MFIs with PA will have a CBP implemented	0				15 Aug 2011		Delayed
	C2.1.2 At least 70% of participating institutions will report their performance data to the MIX no later than 12 months after launching their CBPs.	0				70 Sep 2010		On Course
	C2.1.3 5 knowledge exchanges among other Caribbean MFIs and MFIs from Latin America, Asia and Africa.	0				5 Aug 2011		Delayed
Component 3: Good practice incentive (GPI) Weight: 10% Classification: Satisfactory	C3.1.1 Two prizes for large MFIs (equivalent of US\$ 75,000)	0				2 Aug 2011		
	C3.1.2 Ten prizes for smaller MFIs (equivalent of US\$25,000)	0				10 Aug 2011		
Component 4: Strengthening of the CMN Weight: 25% Classification: Satisfactory	C4.1.1 CMN increased membership by at least 50% over the life of the project	0				50 Aug 2011		On Course
	C4.1.2 CMN is recognized by the governments in the region as a technical organization of the microfinance sector.	0				1 Aug 2011		Delayed
Component 5: Dissemination and Lessons Learned Weight: 20% Classification: Satisfactory	C5.1.1 A CD-ROM with cases and lessons learned is distributed in the Region.	0				1 Aug 2011		
Milestones		Planned	Due Date	Achieved	Date achieved	Status		
M0	Previous Conditions	1	Feb 2009	1	Oct 2008	Achieved		

CRITICAL ISSUES THAT HAVE AFFECTED PERFORMANCE
[None reported in this period]

SECTION 4: RISKS

MOST IMPORTANT RISKS AFFECTING FUTURE PERFORMANCE

PROJECT RISK LEVEL: Low **TOTAL NUMBER OF RISKS:** 2 **IN EFFECT RISKS:** 0 **NOT IN EFFECT RISKS:** 1 **MITIGATED RISKS:** 1

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 will be or have been implemented:

There will a 2nd Phase

SECTION 6: PRACTICAL LESSONS

	Relative to	Author
1. Decision on the selection of MFIs for CBP needed to present all variables not just the assessment but also the economic environment, potential market and other activities in the sector.	Implementation	Webber, Maureen
2. Criteria for MFI participation should match the profile of the size and potential market of the range of Caribbean Territories. Once implementation began it was necessary to revise the criteria to ensure participation.	Design	Webber, Maureen
3. Project formulation must take into consideration timeline for procurement of consultants and therefore have a realistic time frame for implementation.	Design	Webber, Maureen
4. Greater awareness of the needs of the microenterprise sector may have led to a focus on savings mobilisation.	Implementation	Webber, Maureen
5. Increase the use of the PMU which has technical competence	Implementation	Webber, Maureen