



# **Mapping of Bank's projects by agro-eco-system: a way to mainstream adaptation?**

FAO/WB Expert Meeting  
Bangkok, 15 May 2012

# Portfolio composition

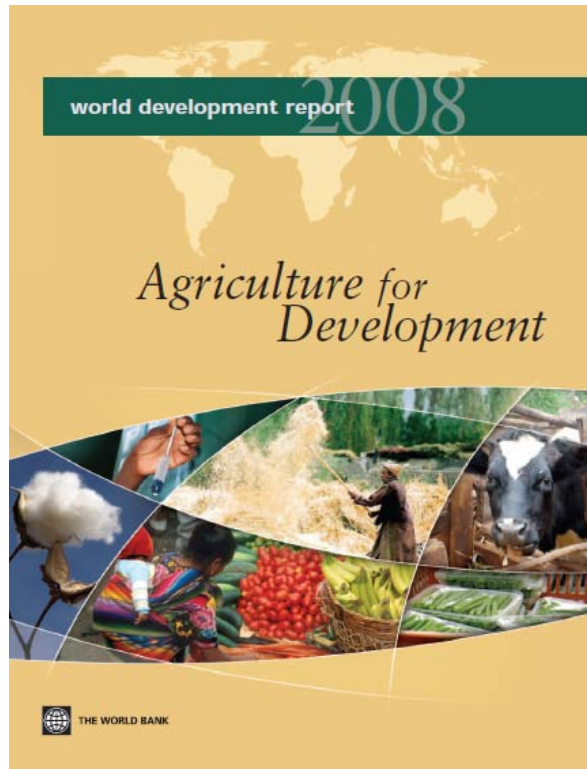
- Bank lending program: a complex mechanism, involving several processes and considerations:
  - Country Strategic Partnership (and country dialogue), with 3-year lending program/pipeline
  - Areas of engagement per sector and country
  - Overall corporate strategy
  - Global sector strategies (ARD Action Plan 13-15)
- Around 40-50 “active” projects in ARD in EAP
- Pipeline: + 6-8 per year, \$800 million

# Type of interventions and trends in lending

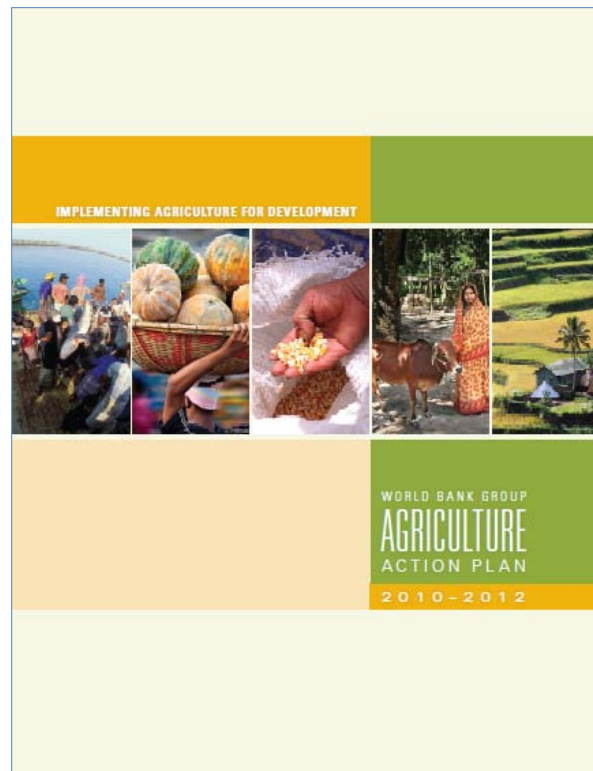
- Depends on “entry point” i.e. nature of problem to be addressed: rural development, poverty reduction, ag technology, competitiveness, coastal zone management, rural finance, etc..
- Sector/sub-sector based (or not)
- Geographically/eco-system based (or not)
- Dedicated intervention (or not)
  - CC DPL in Vietnam
  - IMAD in China
  - WISIMP in Indonesia
  - Mekong Delta Irrigation Management project

# ARD strategy: Implementing the WDR 2008

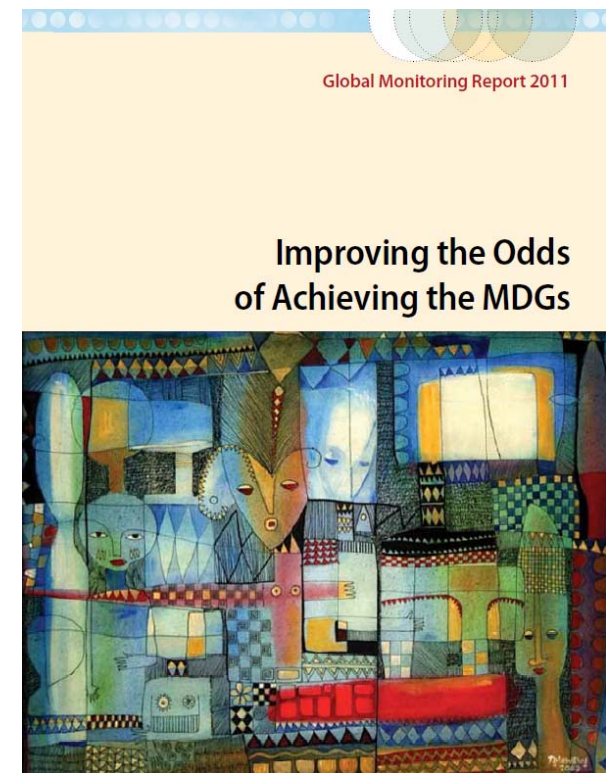
WDR2008 provides the strategic framework



Implemented through the Action Plan: FY10-12



With proposed continuity in the Action Plan: FY13-15 to address MDGs



# FOCUS ON FIVE AREAS



## Five Focal Areas

Raise  
agricultural  
productivity

Link farmers to  
market &  
strengthen value  
chains

Reduce risk and  
vulnerability

Facilitate  
agricultural  
entry, exit &  
rural non-farm  
income

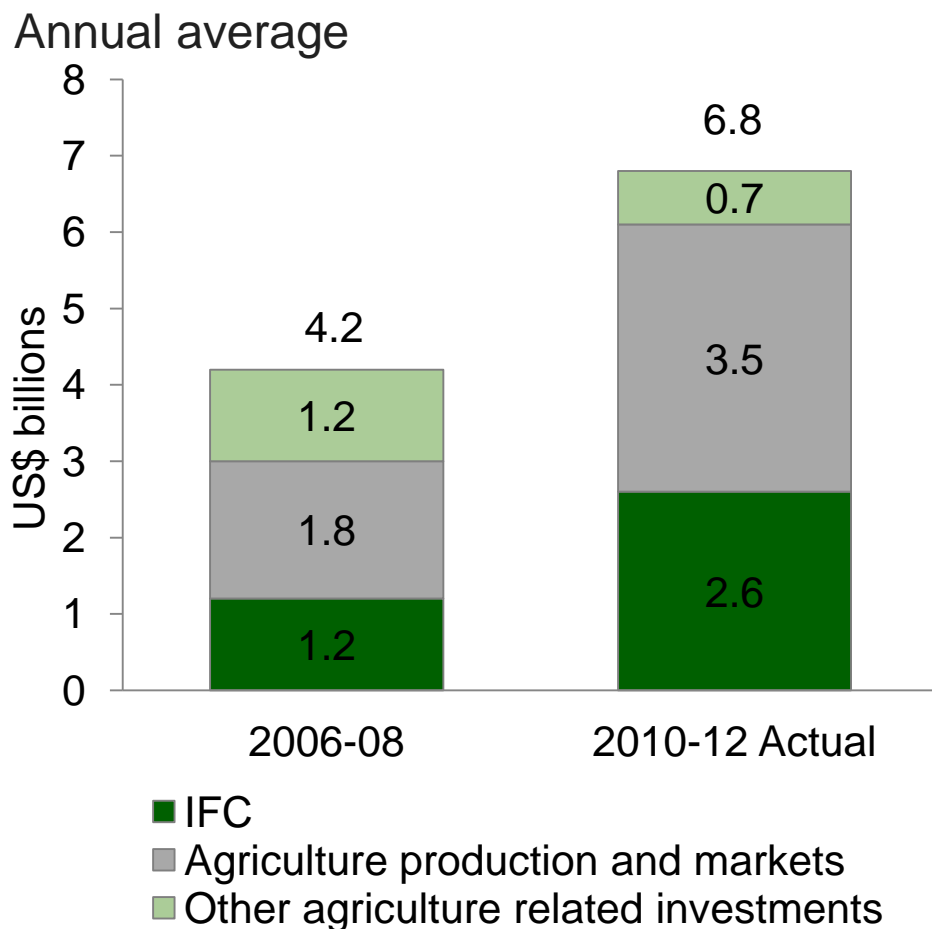
Enhance  
environmental  
services and  
sustainability

# With adaptation to respond to the evolving context

- **Food (Agricultural) Prices Remain High & Uncertain**  
– *Emphasis on risk management (incl. to reduce social instability)*
- **World Economic Growth has Slowed (Euro-crisis)**  
– *Emphasis on inter-developing country trade & private sector*
- **New Opportunities to Respond to Climate Change**  
– *Emphasis on climate smart agriculture*
- **Development Partner Commitment Has Increased**  
– *Emphasis on aid effectiveness*
- **Private Sector Investor Interest has Increased**  
– *Emphasis on smallholder inclusion*

# Building on our re-engagement & scale-up in FY10-12

Level of spending on agriculture has increased:  
\$6.2 billion projection met



## Across Five Thematic Areas Still Relevant Today

1. Raise agricultural productivity
2. Link farmers to markets and strengthen value chains
3. Reduce risk and vulnerability
4. Promote rural non-farm income
5. Enhance environmental services and sustainability

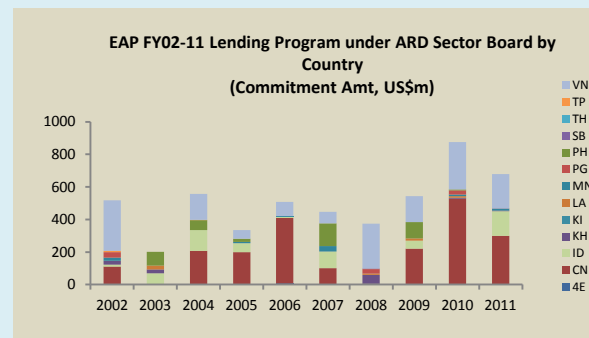
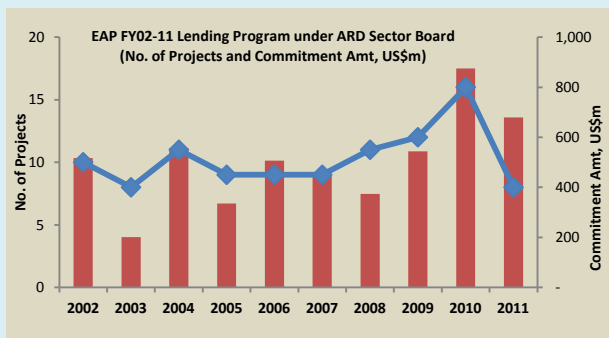
# Giving more emphasis across thematic areas to:

- Managing risks
- Climate smart agriculture
- Private sector response
- Nutrition
- Partnerships



# FY02-11 Lending

- ❖ From FY02-11, ARD made up about 12% of total no. of projects Bankwide and 8% in terms of commitment amount. The share of ARD in the no. of projects has ranged from a low of 9% in FY08 to a high of 15% in 2006. ARD's share of Bankwide lending volume has steadily declined from 12% in FY07 to 7% in FY11.
- ❖ EAP averaged 10 ARD projects per FY with an average commitment amount of \$48.8M; of these, about 7 were IBRD/IDA projects (the others were GE, SF, RE)

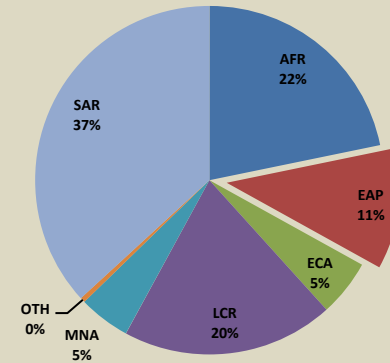


- ❖ From FY02-11, EAP had the third largest ARD lending portfolio in terms of volume overall with about 19% (SAR, 32% and AFR, 22%).
- ❖ Main Clients: China (41%); Vietnam (32%); Indonesia (12%) and Philippines (8%) made up 93% of lending volume.

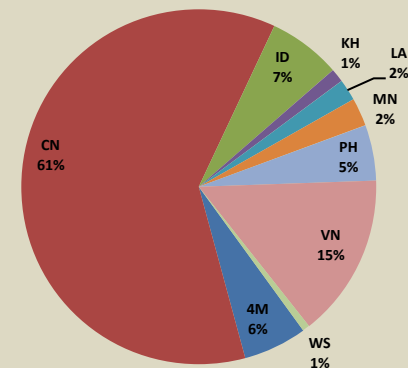
# Pipeline Lending (FY12-13)

- ❖ From FY12 and 13, the share of ARD in Bankwide lending is projected to increase slightly to 13% (no. of projects) and 11% (volume)
- ❖ From FY12-13, EAP ARD is expected to deliver 9 projects/year with an average commitment of about \$600M/year.
- ❖ AFR and SAR remain as the regions with the largest lending portfolio in the sector
- ❖ LCR's share of ARD will surpass that of EAP in terms of volume (20% vs 11%) and no. of projects (21% vs 15%)
- ❖ China (61%), Vietnam (15%) and Indonesia (7%) make up 82% of the lending volume in the sector. Philippines (5%) has dropped to 5<sup>th</sup> with only one additional financing project.

FY12-13 Bankwide Lending under ARD  
Sector Board by Region  
(% of Commitment Amt, US\$m)

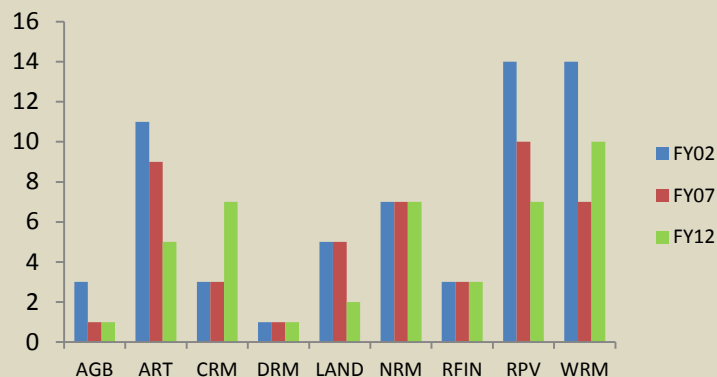


FY12-13 EAP Lending under ARD Sector Board by  
Country  
(Commitment Amt, US\$m)

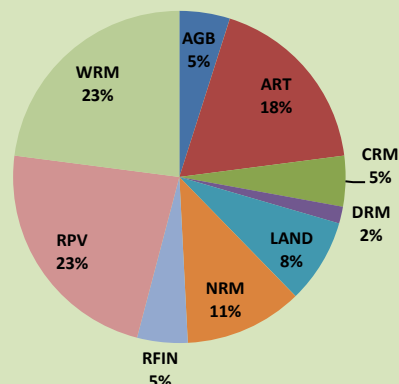


# Trends in ARD Portfolio in EAP

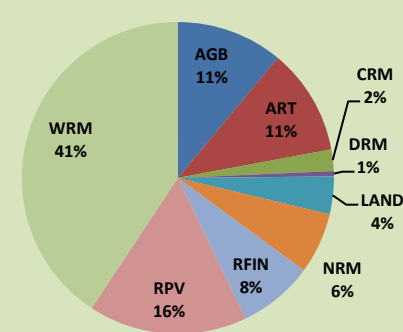
EAP FY02, 07 and 12 ARD Supervision Portfolio by Thematic Cluster (No. of Projects)



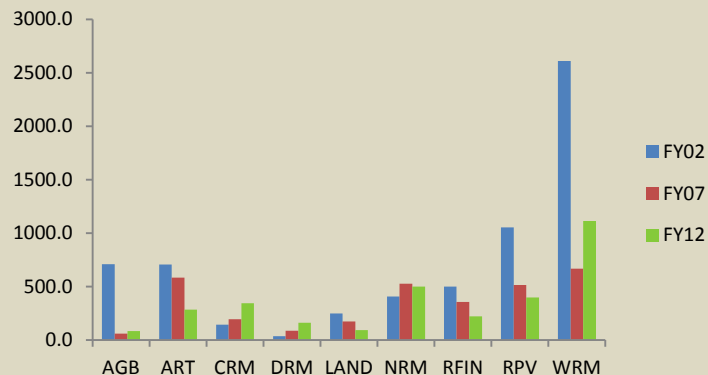
EAP FY02 ARD SPN Portfolio by Thematic Cluster (No. of Proj)



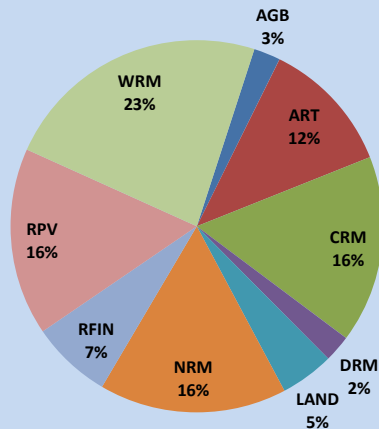
EAP FY02 ARD SPN Portfolio by Thematic Cluster (Commit Amt)



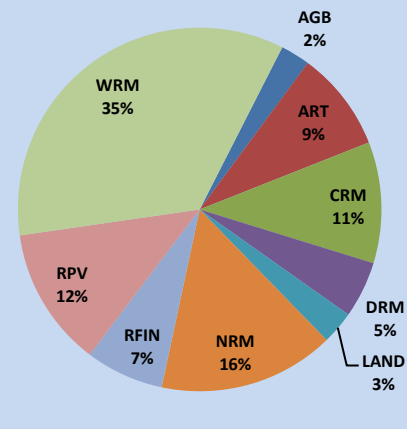
EAP FY02,07 and 12 ARD Supervision Portfolio by Thematic Cluster (Commitment Amt, US\$m)



EAP FY12 ARD SPN Portfolio by Thematic Cluster (No. of Proj)

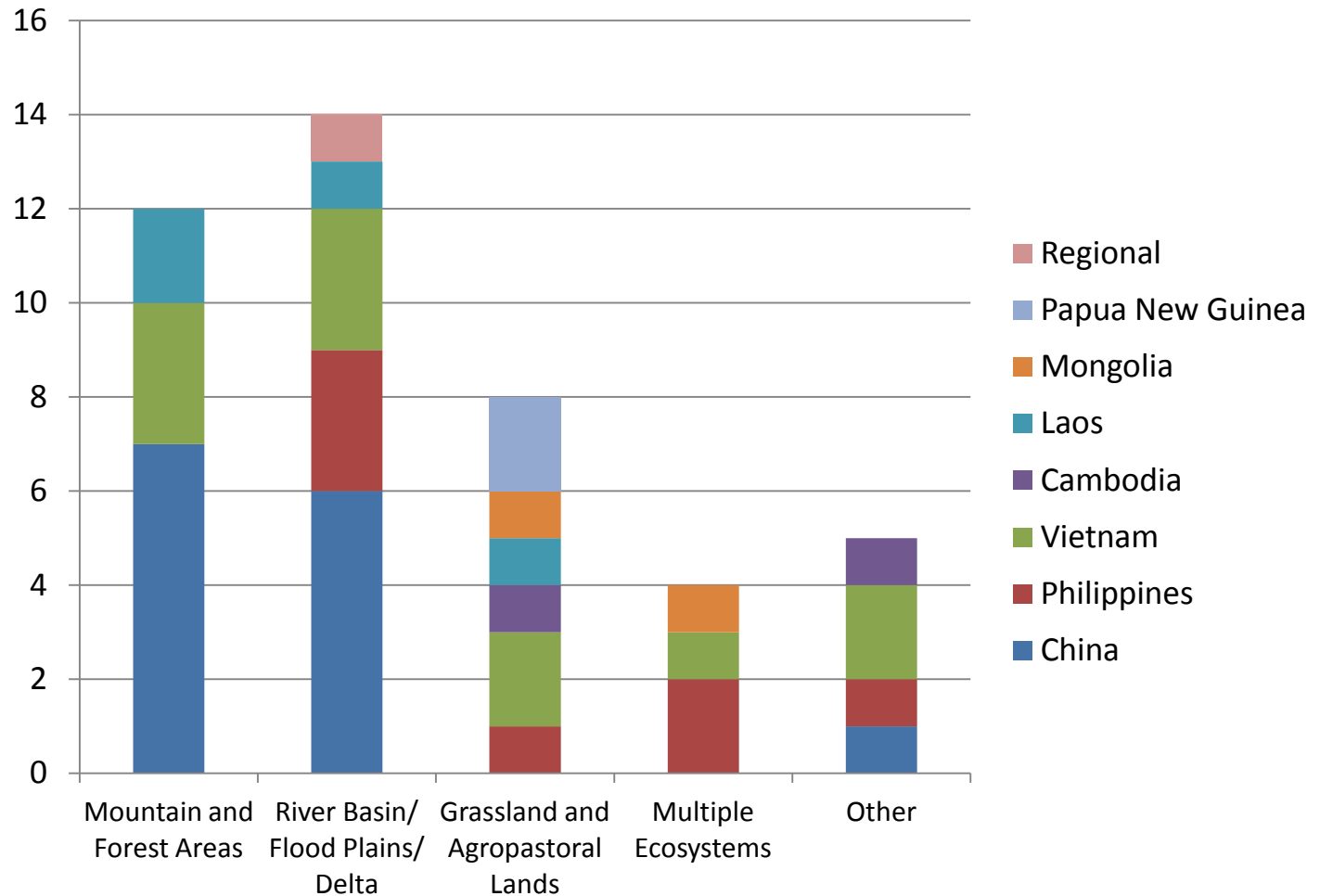


EAP FY12 ARD SPN Portfolio by Thematic Cluster (Commit Amt)



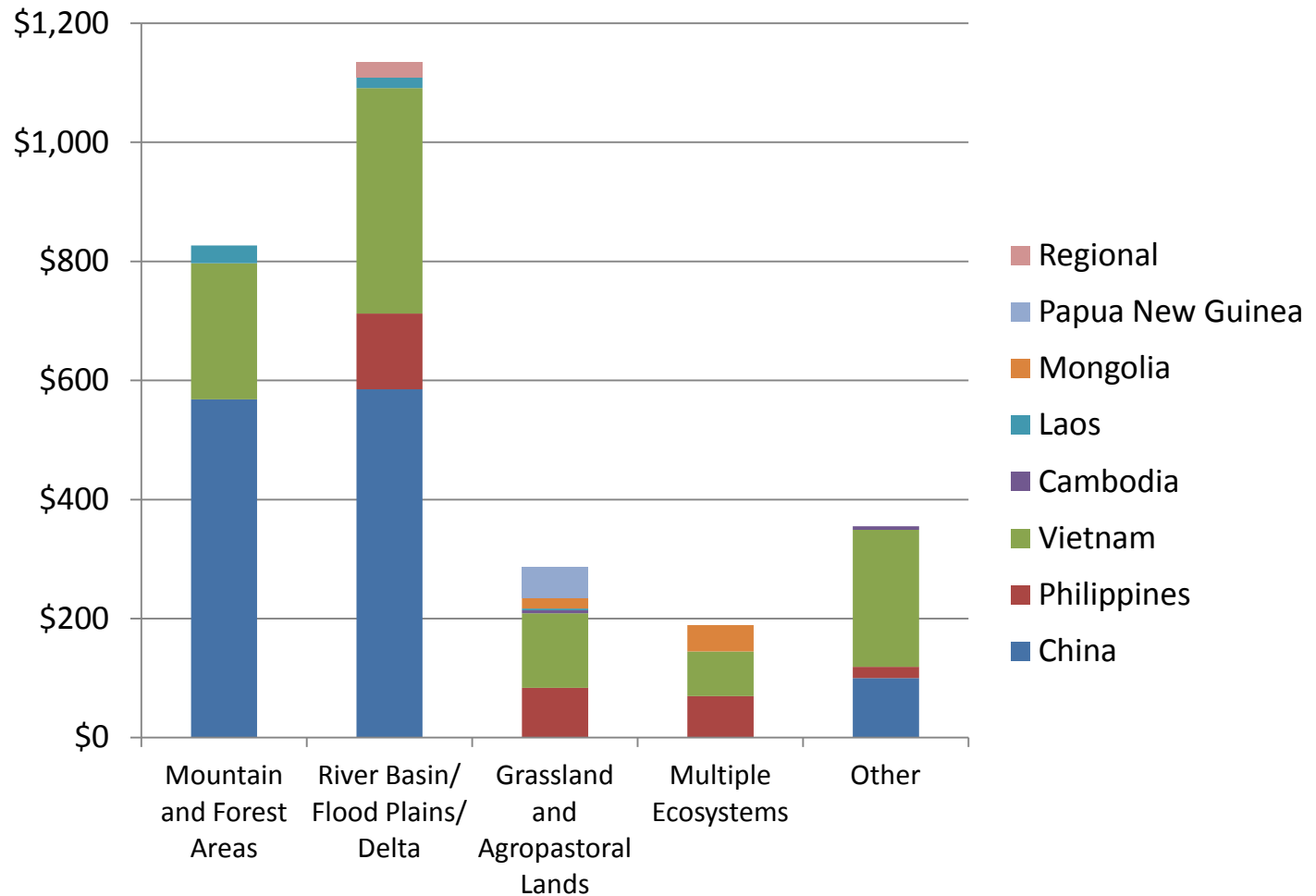
EAP FY12

Active portfolio (in number of projects) by country and ecosystem



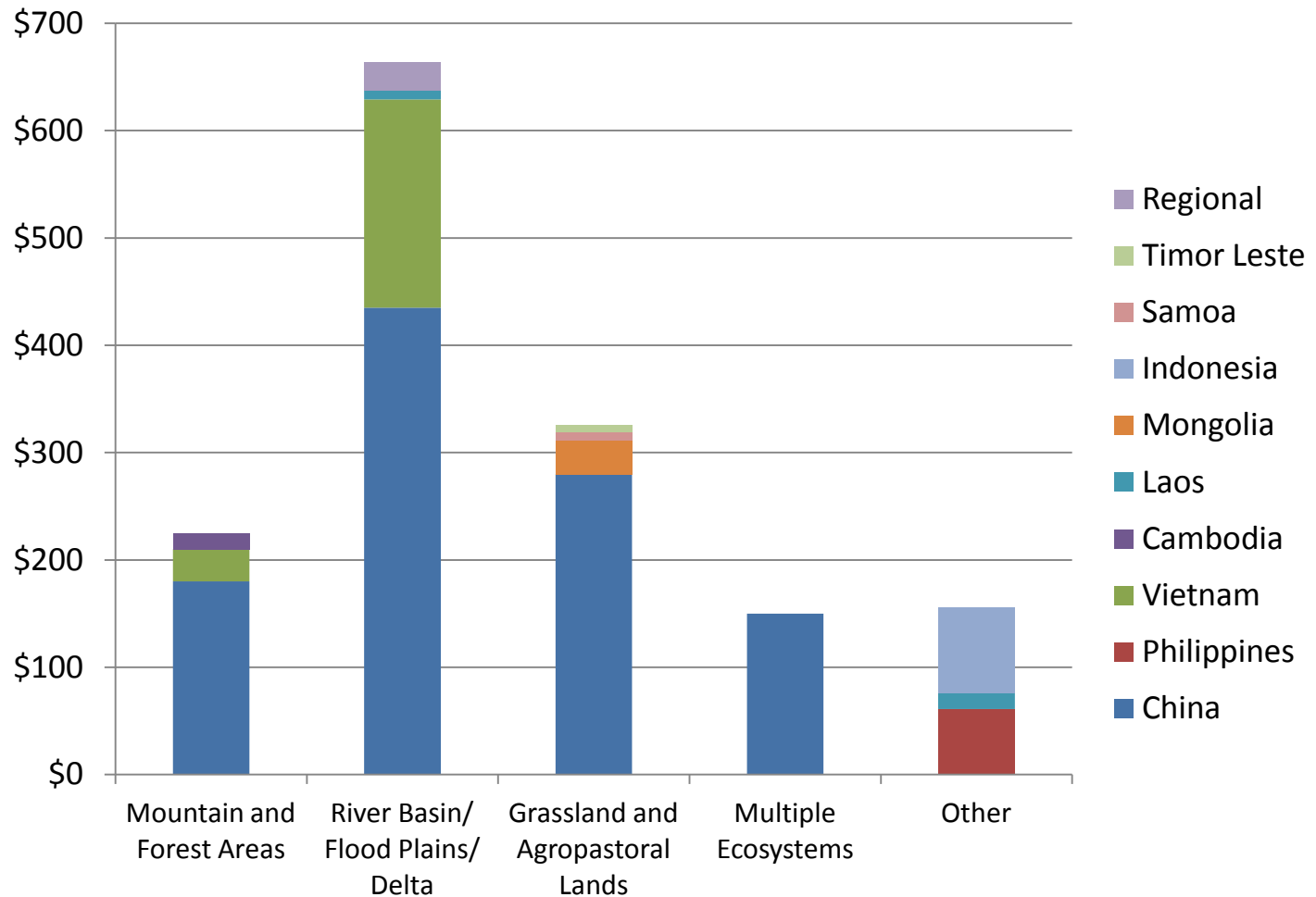
EAP FY12

## Active portfolio (in million USD) by country and ecosystem



## EAP FY12-14

### Lending program (in million USD) by country and ecosystem



## IMPLEMENTING AGRICULTURE FOR DEVELOPMENT

