

APPENDIX 10
NEW FLEXIBLE LENDING INSTRUMENTS
APPROVALS IN 2001

- In 2001, the Bank approved 30 operations totaling US\$996.6 million within the new Flexible Lending Instruments (FLI) framework (approved by the Board). Of these, 4 were Innovation Loans for a total amount of US\$22.9 million, 1 individual operation under the Trade Sector Facility for US\$5.0 million, 10 Multi-Phase Loans for US\$960.8 million, and 15 operations under the Project Preparation and Execution Facility for US\$8.0 million. In terms of the amounts approved, the bulk of approvals were concentrated in the Multi-Phase Loans (96.4% of total FLI amounts approved in 2001).
- The country group distribution of the new flexible lending instruments approved in 2001 indicates that all innovation loans and the sector facility were provided to D countries (Bolivia, Honduras, Guatemala and Nicaragua). In the case of the multi-phase loans, out of the 10 operations approved, 5 were for C and D countries totaling US\$235 million (Bolivia, El Salvador, Honduras and Panama). There was also a heavy use of PROPEF resources by Group C and D countries, with approvals of US\$5.4 million (67.5%) out of the US\$8.0 million approved.
- In terms of sector composition, projects in the social sector accounted for 50.4% of the total amount approved under the new flexible lending instruments, followed by the Modernization of the State projects with 41.3%. The remaining 8.3% was allocated among the environment, infrastructure and productive sectors.
- The four innovation loans approved in 2001 were clustered in the social sectors (science and technology, education and social investment). In the case of the multi-phase loans, five operations were in social sectors, totaling US\$473.8 million or 49.3% of the total amount approved for these loans, and another three were MOS sector and accounted for US\$404.0 million (42%).