

# PMR Operational Report

<b>Operation Number</b>	ME-L1120	<b>Chief of Operations Validation Date</b>	10/22/19
<b>Year- PMR Cycle</b>	First period Jan-Jun 2019	<b>Division Chief Validation Date</b>	
<b>Last Update</b>	10/22/19	<b>Country Representative Validation Date</b>	
<b>PMR Validation Stage</b>	Validated by Chief of Operations		

## Basic Data

### Operation Profile

<b>Operation Name</b>	Financing Low Carbon Strategies in Forest Landscapes	<b>Loan Number</b>	2838/SX-ME
<b>Executing Agency</b>	FINANCIERA RURAL	<b>Sector/Subsector</b>	PA-FCC - ENVIRONMENT AND NATURAL DISASTERS-CLIMATE CHANGE FINANCING
<b>Team Leader</b>	DE OLLOQUI, FERNANDO	<b>Overall Stage</b>	Disbursing (From eligibility until all the Operations are closed)
<b>Operation Type</b>	Loan Operation	<b>Country</b>	MEXICO
<b>Lending Instrument</b>	Investment Loan	<b>Convergence related Operation(s)</b>	ME-G1002
<b>Borrower</b>	FINANCIERA RURAL		

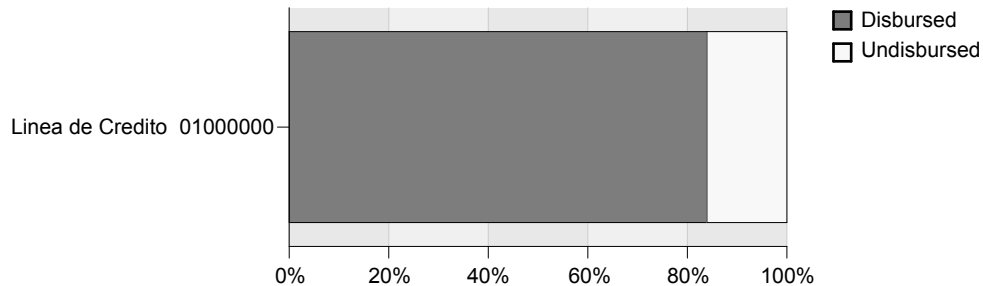
## Environmental and Social Safeguards

<b>Impacts Category</b>	B13	<b>Was/Were the objective(s) of this operation reformulated?</b>	NO
<b>Safeguard Performance Rating</b>	Satisfactory	<b>Date of approval</b>	
<b>Safeguard Performance Rating - Rationale</b>	The Program has fulfilled its objectives of opening a line of credit for ejidos and communities and provided financial and technical support while complying with Bank's safeguards		

## Financial Data

Item	Total Cost and Source					Available Funds (US\$)			
	Original IDB	Current IDB	Local Counterpart	Co-Financing / Country	Total Original Cost	Current IDB	Disb. Amount to Date	% Disb	Undisbursed Amount
ME-G1002	5,000,000	5,000,000	0	0	5,000,000	5,000,000	2,891,644.86	57.83%	2,108,355.14
ME-L1120	10,000,000	10,000,000	0	0	10,000,000	10,000,000	9,212,000	92.12%	788,000
<b>Aggregated</b>	<b>15,000,000</b>	<b>15,000,000</b>	<b>0</b>	<b>0</b>	<b>15,000,000</b>	<b>15,000,000</b>	<b>12,103,644.86</b>	<b>80.69%</b>	<b>2,896,355.14</b>

## Expense Categories by Loan Contract (cumulative values)



## PMR Operational Report

### RESULTS MATRIX

#### IMPACTS

**Impact Nbr. 1:** Climate change mitigated.

**Observation:**

Indicator		Unit of Measure	Baseline	Baseline Year		2020	EOP 2020
1.1	Net carbon captured by the project and emissions reduced by avoided deforestation	tC	0.00	2012	P		54,000.00
					P(a)		54,000.00
					A		0.00

#### Details

**Means of verification:** CONAFOR

**Observations:** Ultimate carbon results will be based on the National MRV system.

**Pro-Gender** No **Pro-Ethnicity** No

## PMR Operational Report

### RESULTS MATRIX

#### IMPACTS

Impact Nbr. 2: Beneficiaries ☐ income increased

#### Observation:

Indicator		Unit of Measure	Baseline	Baseline Year		2020	EOP 2020
2.1	Increase in profit derived from beneficiaries activities after implementing silvo-pastoral system.	USD per hectare per year	331.00	2012	P		225.00
					P(a)		225.00
					A		0.00

#### Details

**Means of verification:** National survey of CONAFOR's beneficiaries and survey by TA Facility for ME-L1120 beneficiaries.

**Observations:** The additional income is that which is generated in cash flow from having implemented the silvo-pastoral system. Exchange rate: 12.75 MXP/USD. Baseline obtained from the average yearly income from traditional livestock activity, based on the Economic Anal

**Pro-Gender** No **Pro-Ethnicity** No

Indicator		Unit of Measure	Baseline	Baseline Year		2020	EOP 2020
2.2	Increase in profit derived from beneficiaries? activities after implementing a forest management program.	USD per hectare per year	0.00	2012	P		10.00
					P(a)		10.00
					A		0.00

#### Details

**Means of verification:** National survey of CONAFOR's beneficiaries and survey by TA Facility for ME-L1120 beneficiaries.

**Observations:** The additional income is that which is generated in cash flow from having implemented the forest management program. The baseline is zero as the assumption is that there is no income derived from forest management previous to the elaboration of a Forest Ma

**Pro-Gender** No **Pro-Ethnicity** No

## PMR Operational Report

### RESULTS MATRIX

#### OUTCOMES

**Outcome Nbr. 1:** Land under low carbon strategies increased in EARA

**Observation:**

Indicator		Unit of Measure	Baseline	Baseline Year		2014	2015	2016	2017	2018	2019	2020	EOP 2020
1.1	Coverage of land where a low carbon strategy is implemented in order to avoid deforestation or capture carbon	Thousands of Hectares	0.00	2012	P	36.30	64.40	64.40	19.00				184.10
					P(a)	36.30	64.40	20.00	5.00		80.00		186.01
					A	0.00	0.00	0.21	0.00	105.80			

#### Details

**Means of verification:** Financiera Rural, with TA Facility information

**Observations:** el cual supone que el número de proyectos por tipo de actividad y el número de hectáreas estimadas por proyecto: 14 proyectos de maíz intensificado de 100 ha cada uno, afectando 400 ha; 6 de aserraderos de 9,000 ha cada uno, 3 de producción, comercializac

**Pro-Gender** No **Pro-Ethnicity** No

**Outcome Nbr. 2:** Participation of indigenous groups and women is increased

**Observation:**

Indicator		Unit of Measure	Baseline	Baseline Year		2014	2015	2016	2017	2018	2019	2020	EOP 2020
2.1	Projects financed that are managed by indigenous groups or women in each of the EARA states	Farmers	0.00	2012	P		10.00		10.00				20.00
					P(a)		10.00	0.00	25.00	10.00	5.00		153.00
					A	0.00	0.00	13.00	130.00	5.00			

#### Details

**Means of verification:** Financiera Rural with support from TA Facility

**Pro-Gender** No **Pro-Ethnicity** No

# PMR Operational Report

## RESULTS MATRIX

### OUTPUTS: ANNUAL PHYSICAL AND FINANCIAL PROGRESS

#### Component Nbr. 1 Financing line

	Output	Unit of Measure		PHYSICAL PROGRESS		FINANCIAL PROGRESS	
				2019	EOP 2020	2019	EOP 2020
1.1	Low carbon projects in forest landscapes in EARA financed	Projects	P		37		10,000,000
			P(a)	18	302	788,000	10,693,490.48
			A	1	285	94,509.52	10,000,000

#### Component Nbr. 2 Financial and Technical Assistance

	Output	Unit of Measure		PHYSICAL PROGRESS		FINANCIAL PROGRESS	
				2019	EOP 2020	2019	EOP 2020
2.1	Projects provided with technical assistance.	number of projects	P		97		2,211,000
			P(a)	18	275	100,000	2,211,000
			A	0	257	0	748,806.29
2.2	Ejidos and communities visited by FR agents utilized for the Program	Number of ejidos and communiti	P		300		864,000
			P(a)	18	273	91,000	864,000
			A	0	255	0	491,317.44
2.3	Liquid guarantees applied to projects	Thousands of USD	P		1,825		1,825,000
			P(a)	110	1,124	45,600	1,825,000
			A	0	1,014	0	785,845.67

#### Component Nbr. 3 monitoring and evaluation

	Output	Unit of Measure		PHYSICAL PROGRESS	FINANCIAL PROGRESS
				EOP	EOP
3.			P		
			P(a)		
			A		

#### Other Cost

	Monitoring and evaluation	P				100,000
		P(a)			20,000	100,000
		A			0	23,646.24

#### Total Cost

	Total Cost	P				15,000,000
		P(a)			1,044,600	15,693,490.48
		A			94,509.52	12,049,615.64

# PMR Operational Report

## CHANGES TO THE MATRIX

Section	Name	Reasons	Type of Change	Subtype	Modified By	Entered in the System
Output	Low carbon projects in forest landscapes in EARA financed	Se ajustaron los datos históricos de la colocación de los créditos de la línea conforme al histórico de colocación anual.	Modify Output	Modify Financial Historical Actual	EDNAM	10/21/2019
				Modify Financial P(a) value	EDNAM	10/21/2019
						10/21/2019
						10/21/2019
				Modify Physical Historical Actual	EDNAM	10/17/2019
				Modify Physical P(a) value	EDNAM	10/21/2019
						10/17/2019
						10/21/2019

# PMR Operational Report

## IMPLEMENTATION STATUS AND LEARNING

Lesson Learned - Categories
Others - Organizational and Managerial Dimensions
Project Management Capacity