



# DENR FAPs Portfolio Midyear Update

As of June 30, 2012

## I. Overview of the FAPs portfolio

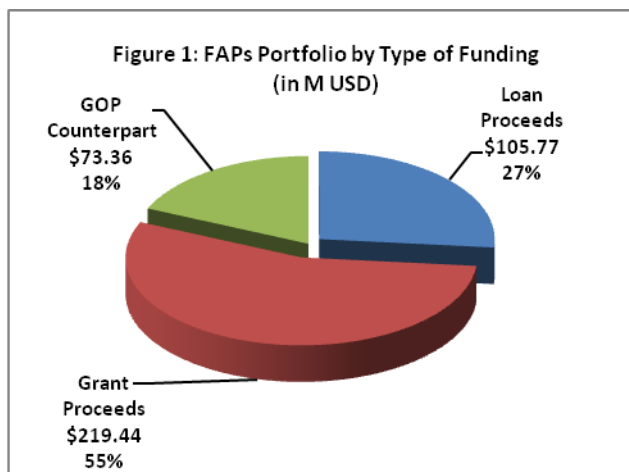
### a. Size of the Portfolio

The DENR FAPs Portfolio in 2012 consisted of 31 projects, with an aggregate cost of US\$ 328.99 Million or approximately PhP 14.99 Billion. About 47% of the total Portfolio cost or US\$ 149.60 Million represents four (4) loan projects, while 53% or US\$ 179.39 Million corresponds to the aggregate cost of Twenty Seven (27) grant projects.

**Table 1: Size of Portfolio by Project and Funding Type**

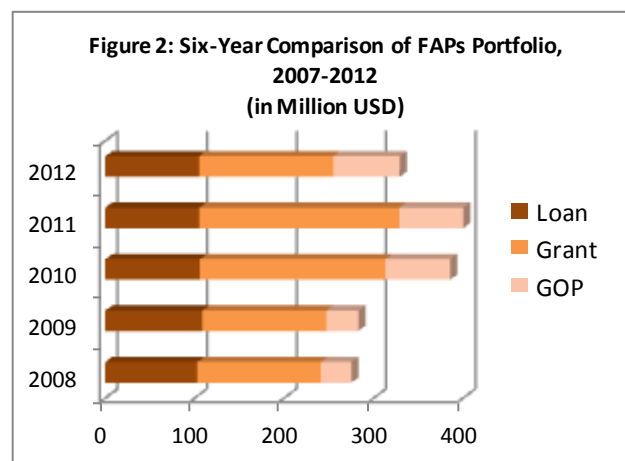
PROJECT TYPE	NO. OF PROJECTS	TOTAL PROJECT COST (In Million US\$)				% OF TOTAL
		LP	GP	GOP	Total	
Loan Projects	4	104.94	20.33	24.33	149.60	47%
Grant Projects	27		129.48	49.91	179.39	53%
<b>TOTAL</b>	<b>31</b>	<b>104.94</b>	<b>149.81</b>	<b>74.24</b>	<b>328.99</b>	<b>100%</b>

In terms of funding type, loan proceeds account for 32% or US\$ 104.94 Million, grant proceeds account for 45% or US\$ 149.81 Million, while 23% or US\$ 74.24 Million is GOP counterpart (See Figure 1).



### b. Comparative Size of the Portfolio, 2008 – 2012 (as of June)

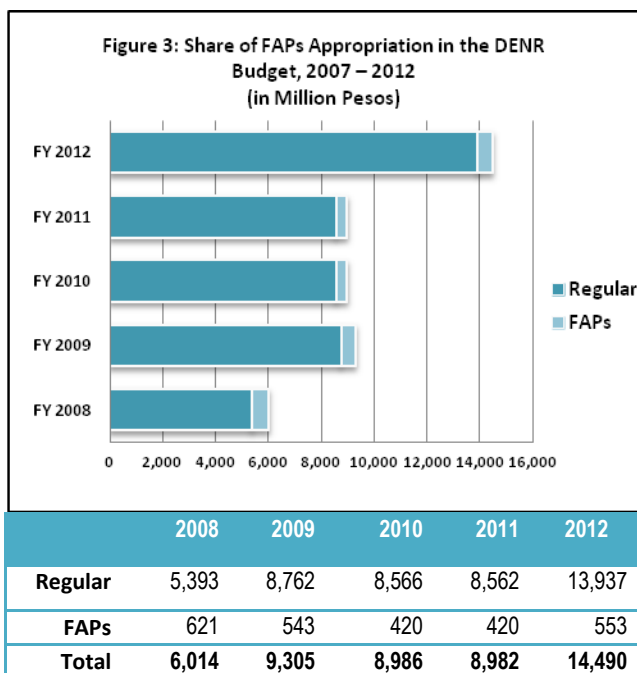
Compared with the 2011 portfolio, that of 2012 is eighteen percent (18%) lower than 2011's US\$402.21 million due to the closing of Six (6) projects, i.e. Philippine Environmental Governance Program 2, Adaptation to Climate Change and Conservation of the of the Biodiversity in the Philippines, and others.



	2008	2009	2010	2011	2012
<b>Loan</b>	102.80	108.57	105.77	104.94	104.94
<b>Grant</b>	138.30	138.56	207.15	223.59	149.81
<b>GOP</b>	34.11	35.69	72.72	73.68	74.24
<b>Total</b>	<b>275.21</b>	<b>282.83</b>	<b>385.64</b>	<b>402.21</b>	<b>328.99</b>
<b>No. of Projects</b>	<b>29</b>	<b>30</b>	<b>32</b>	<b>37</b>	<b>31</b>

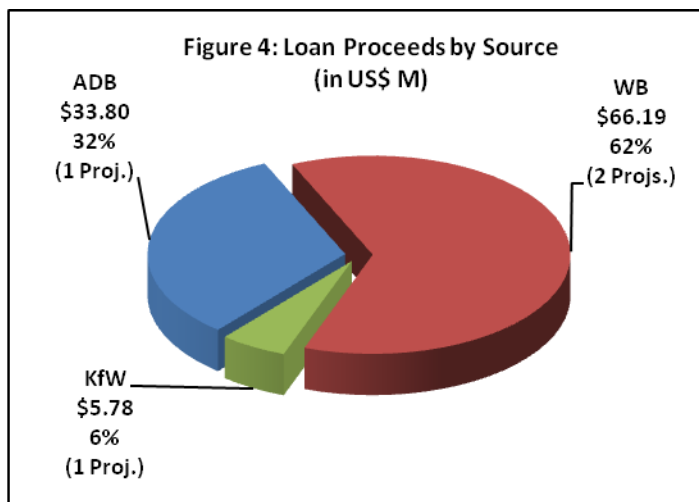
### c. Share of FAPs Appropriation in the DENR Annual Budget 2008-2012

The 2012 DENR appropriations based on the GAA allocates an amount of PhP553 million for foreign assisted projects or about 4% of the total DENR budget. This excludes the budget support from World Bank (i.e. the National Program Support to Environment and Natural Resources Management Project or NPS-ENRMP) which provides cash for enrolled or tagged programs/activities in the DENR's regular appropriations. Grant projects are likewise not reflected in the DENR appropriations as these are mostly in-kind or in the form of technical assistance and limited quantities of physical resources (figure 3)

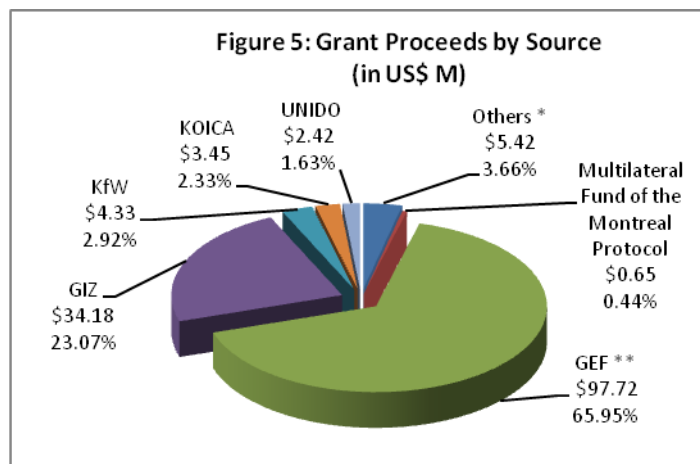


#### d. Funding Sources

The sources of funds for loan projects are the World Bank (62% share), the Asian Development Bank (32% share), and Germany's Kreditanstalt für Wiederaufbau or KfW (6%). The World Bank currently finances two projects while the ADB and KfW have 1 project each. (See Figure 4).



The main contributors of grant assistance are the Global Environment Facility or GEF (67%), German Agency for International Cooperation or GIZ (23%), Kreditanstalt für Wiederaufbau (KfW) (3%), KOICA (2%), UNIDO (2%) and the Multilateral Fund of the Montreal Protocol (0.4%). Portions of the grant assistance from GEF and KfW serve as grant components for the loan projects. Other sources of grants are ADB, FAO, NZAP, UNDP, UNEP, Japan and Spanish Government, (See Figure 5).



\* ADB, FAO, Japan, NZAP, UNDP, Spanish Gov't., & UNEP

\*\* GEF is administered by the ff. donors: ADB, WB, UNDP, UNEP, UNIDO, ASEAN & FAO

#### e. Sectoral Distribution of Projects

Environment sector receive the biggest share in the FAPs Portfolio, i.e. 28% or about US\$93.48 Million. The Multi-sectoral or integrated ENR projects and Coastal/Marine sector likewise received a sizable amount of foreign assistance at US\$79.41 Million or 24% and US\$64.49 Million or 20% of the Portfolio, respectively. This is followed by the Biodiversity which has a share of US\$ 31.36 Million or 10%. The Climate Change and Forestry sector have a share of US\$ 23.13 Million or 7% and US\$ 19.47 Million or 6%, respectively. The Lands Sector receive the lowest share of US\$ 17.64 Million or 5%. (See Figure 6).

