Public Disclosure Authorized

Indonesia Infrastructure Finance Facility (P092218)

EAST ASIA AND PACIFIC | Indonesia | Finance, Competitiveness and Innovation Global Practice |
IBRD/IDA | Investment Project Financing | FY 2009 | Seq No: 17 | ARCHIVED on 13-Jun-2019 | ISR37197 |

Implementing Agencies: Republic of Indonesia, PT Indonesia Infrastructure Finance, Asian Development Bank (ADB), International Finance Corporation, PT Sarana Multi Infrastruktur

Key Dates

Key Project Dates

Bank Approval Date: 24-Jun-2009
Effectiveness Date: 25-Apr-2011
Planned Mid Term Review Date: 17-Jun-2012
Actual Mid-Term Review Date: 18-Jul-2012
Original Closing Date: 31-Dec-2013
Revised Closing Date: 28-Feb-2022

Project Development Objectives

Project Development Objective (from Project Appraisal Document)

The objective of the Project is to strengthen and further develop the institutional framework of the financial sector to facilitate financing of commercially viable infrastructure projects and thereby increase provision of private infrastructure in Indonesia.

Has the Project Development Objective been changed since Board Approval of the Project Objective?

Yes

Board Approved Revised Project Development Objective (If project is formally restructured)

To strengthen the financial capacity of IIF to increase the access to private sector financing for infrastructure in Indonesia

Components

Name
On-lending of Bank loan to eligible infrastructure projects:(Cost $100.00 M)

Overall Ratings

Name	Previous Rating	Current Rating
Progress towards achievement of PDO	Moderately Satisfactory	Satisfactory
Overall Implementation Progress (IP)	Moderately Satisfactory	Satisfactory
Overall Risk Rating	Moderate	Moderate

Implementation Status and Key Decisions

The Project Development Objective of the IIFF is to strengthen the financial capacity of IIF to increase the access to private sector financing for infrastructure in Indonesia. The IIFF Additional Financing became effective on September 26, 2017. Two disbursements totaling US$41.66 million have taken place since the last ISR in December 2018. There is progress on all the PDO and intermediate indicators, i.e. the amount of private capital supported by IIF, number of infrastructure financing using innovative financing, number of sub-projects financed and number of advisory

engagements; with the achievement on each recognized as substantial (see Results section). The target indicators were set at a relatively lower level as compared to IIF's potential based on earlier experience and expectations for the project, however, the project has surpassed expectations on most indicators.
As such, given very good performance on disbursement and PDO and results indicators, and IIF's commitment demonstrated during this mission to continue to strengthen its safeguards management and follow the scheduled disbursements over the remaining project period, the Progress Towards Achievement of the Project Development Objective and the Overall Implementation Progress are both assessed to be **Satisfactory.**

Risks

Systematic Operations Risk-rating Tool

Risk Category	Rating at Approval	Previous Rating	Current Rating
Political and Governance	--	Substantial	Substantial
Macroeconomic	--	Moderate	Moderate
Sector Strategies and Policies	--	Moderate	Moderate
Technical Design of Project or Program	--	Moderate	Moderate
Institutional Capacity for Implementation and Sustainability	--	Low	Low
Fiduciary	--	Low	Low
Environment and Social	--	Substantial	Substantial
Stakeholders	--	Substantial	Substantial
Other	--	--	--
Overall	--	Moderate	Moderate

Results

PDO Indicators by Objectives / Outcomes

Project Development Objective

►The amount of financing from Bank funds provided by IIF to commercially viable infrastructure projects. (Amount(USD), Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	40.00	200.00
Date	28-Feb-2017	28-Feb-2017	31-May-2019	28-Feb-2022

►The amount of private capital supported by IIF relative to its own investment. (Number, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	16.80	47.20	4.00

Date	28-Feb-2017	06-Aug-2018	31-Dec-2018	28-Feb-2022
Comments:	As of December 2018, IIF reported this indicator to be at 16.3 for project financing and 30.9 for corporate financing.			

▸Number of infrastructure financing supported by IIF using innovative financing, such as: (i) rupiah financing; (ii) take out financing; (iii) maturity greater than 10 years. (Number, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	9.00	34.00	3.00
Date	28-Feb-2017	06-Aug-2018	31-Dec-2018	28-Feb-2022
Comments:	As of August 2018 IIF reported this indicator to be at 34 projects, consisting of 26 projects with Rupiah financing and 8 projects with maturity greater than 10 years.			

Intermediate Results Indicators by Components

Intermediate Results Indicators

▸Infrastructure sub-projects financed (Number, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	12.00	43.00	7.00
Date	28-Feb-2017	06-Aug-2018	31-Dec-2018	28-Feb-2022
Comments:	Despite non disbursement under the loan, IIF continues to finance infrastructure sub-projects through other funding sources.			

▸Number of IIF advisory engagements (Number, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	5.00	9.00	7.00
Date	28-Feb-2017	06-Aug-2018	06-Aug-2018	28-Feb-2022

Data on Financial Performance

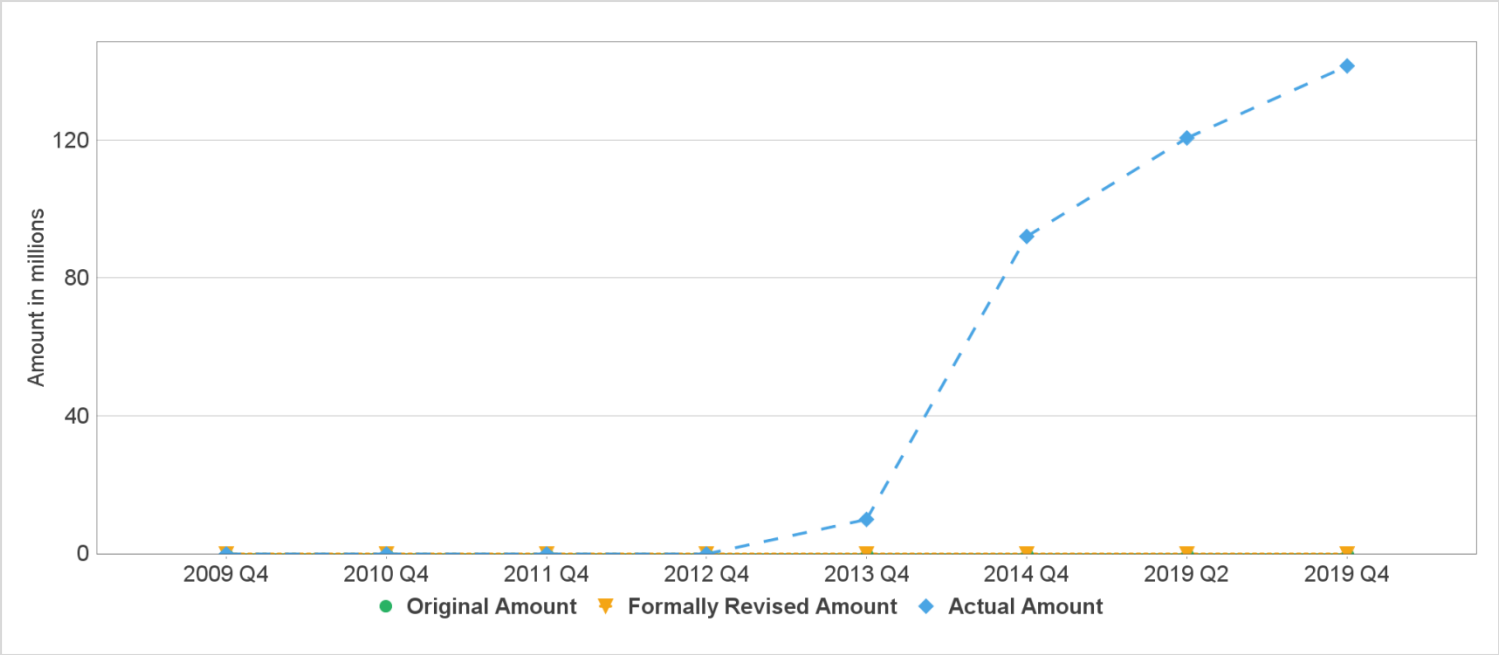
Disbursements (by loan)

Project	Loan/Credit/TF	Status	Currency	Original	Revised	Cancelled	Disbursed	Undisbursed	% Disbursed
P092218	IBRD-77310	Closed	USD	100.00	99.88	0.12	99.88	0.00	100%
P092218	IBRD-87150	Effective	USD	200.00	200.00	0.00	41.66	158.34	21%

Key Dates (by loan)

Project	Loan/Credit/TF	Status	Approval Date	Signing Date	Effectiveness Date	Orig. Closing Date	Rev. Closing Date
P092218	IBRD-77310	Closed	24-Jun-2009	15-Jan-2010	25-Apr-2011	31-Dec-2013	31-Mar-2017
P092218	IBRD-87150	Effective	24-Mar-2017	29-May-2017	26-Sep-2017	28-Feb-2022	28-Feb-2022

Cumulative Disbursements



Restructuring History

Level Approved on 22-Oct-2013 ,Level 2 Approved on 30-Nov-2015 ,Level 2 Approved on 23-Nov-2016

Related Project(s)

P154779-Indonesia Infrastructure Finance Facility - Additional Financing