

Honduras**Country Partnership Framework FY16-20****Chair Summary*****December 15, 2015**

Executive Directors discussed the joint IDA/IFC/MIGA Country Partnership Framework (CPF) for Honduras (IDA/R2015-0290[IFC/R2015-0317, MIGA/R2015-0092]) for FY16 to FY20.

Directors welcomed the CPF's focus on promoting social inclusion, bolstering conditions for growth and reducing vulnerabilities and its alignment with the country's development agenda. Directors recognized the country's challenges, as outlined in the Systematic Country Diagnostic, and appreciated the one World Bank Group approach and the selectivity based on WBG comparative advantages as demonstrated in the CPF. Directors also acknowledged the need to promote growth through private sector development to help break the mutually reinforcing cycles of low growth and violence, migration, and weak institutions. In this regard, Directors acknowledged the need for continued joint efforts of IFC, MIGA and IDA to leverage private sector engagement, strengthen critical transport infrastructure, improve public expenditures, diversify energy matrix, invest in rural productivity, create opportunities for women and youth, and reduce barriers to finance. Directors also highlighted the importance of building implementation and monitoring capacity, enhancing resilience to climate change and natural disasters, and supporting the government to combat illicit financial flows.

Directors voiced support for the Government's focus on fiscal consolidation, while noting the need to address governance and other institutional weaknesses, and welcomed the coordinated efforts with the Inter-American Development Bank, the IMF, and other development partners. Directors noted the strong collaboration within the World Bank Group and the mix of instruments available to support a successful CPF. Directors encouraged the Bank to learn lessons from the previous CPS, including on citizen security, and continue supporting activities aimed at the prevention of crime and violence.

* This summary is not an approved record.