

May 30, 2012

Comments from United Kingdom on the Investment Plan for Brazil

Patricia,

Please see comments from the UK on the Brazil and Indonesia Investment Plans as requested by today in the attached summary.

Regards,

Ben

Ben Green | Acting Team Leader - Low Carbon Development Team |
Climate and Environment Department

UK Comments following FIP sub-committee meeting May 2012

Brazil IP:

Results / GHG emission savings: We recognise that detailed analysis of GHG emission savings will be provided at programme and project level. However, to gain an earlier understanding of expected results under the FIP which will be important for us in demonstrating value for money to the UK public, an estimate of emission savings and cost-effectiveness at this stage would be very helpful. If quantification of certain components of the Investment Plan is not possible, could you please set out how the investment plan meets the investment criteria in terms of GHG emission savings and cost-effectiveness qualitatively based on relevant evidence? It will also be important to continue to focus on the quantification of expected impacts resulting from planned actions during project design.

Risk management: It is important that the implementation of Brazil's Investment Plan (IP) is guided by a clear strategy to manage and mitigate against likely risks. It is important that such risks are assessed and managed in order to ensure that results are achieved; please could you ensure that risk management plans are included in project design.

Additionality: This is well set out for the biggest component FIP (funds enable poorer farmers to access an existing programme), but should be strengthened for other components.