

CMF Portfolio Notes



Capital Markets and Financial Institutions Division (ICF/CMF)

Access to information on CMF past projects

- * How many projects in financial regulation / access to finance / Business Climate / PDPs has CMF approved in the last decade? Where were these projects undertaken? What are the lessons learned from the design, and from the implementation of these projects?
- * A new tool to analyze past CMF projects is being developed and will help in the analysis of specific sectors and subsectors of CMF work.

Learning from CMF experiences

CMF, as part of its Knowledge Management Strategy, designed a tool to standardize the analysis and classification of projects financed by the Division since the year 2000. It is meant to be used by staff and consultants in any analysis pertaining the project data in this period. The tool will provide the necessary information for the analysis of sectors, subsectors and specific CMF operations, in order to facilitate learning from past experiences, including the identification and analysis of lessons learned.

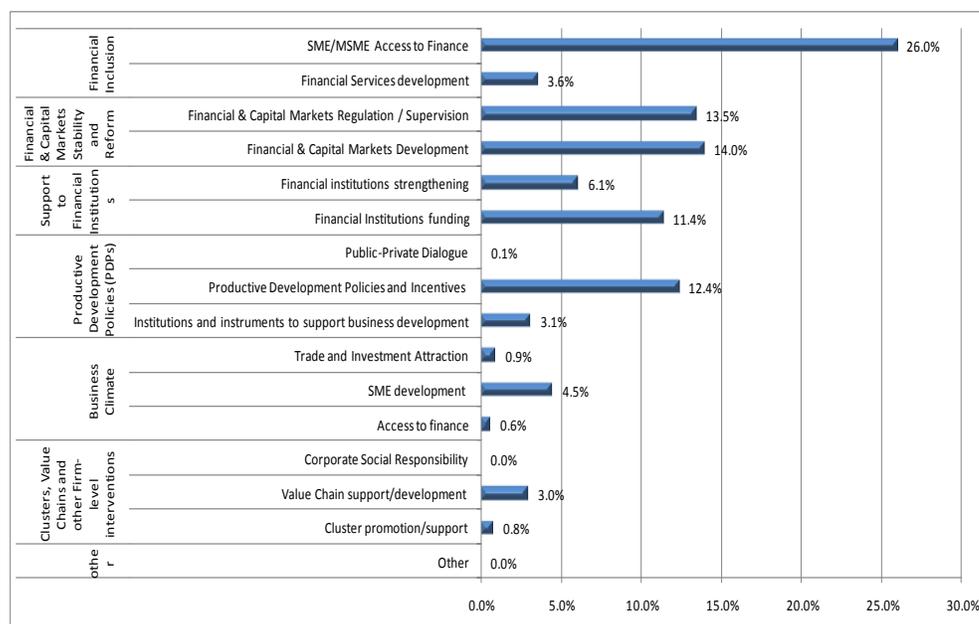
CMF Sectors and Subsectors

The main areas of CMF Work were identified, and were divided into sectors and subsectors. All operations approved by CMF in the period 2000–2010 were classified according to this matrix. Emphasis was given to the specific objective and weight of the specific components for the classification of operations (i.e. a Competitiveness Loan could be classified as a Business Climate project if the greatest amount of resources were assigned to such reforms).

The content of this Issue includes the analysis of the CMF portfolio overview, in terms of the distribution of the portfolio by sector, subsector, region, country, scope and instrument.

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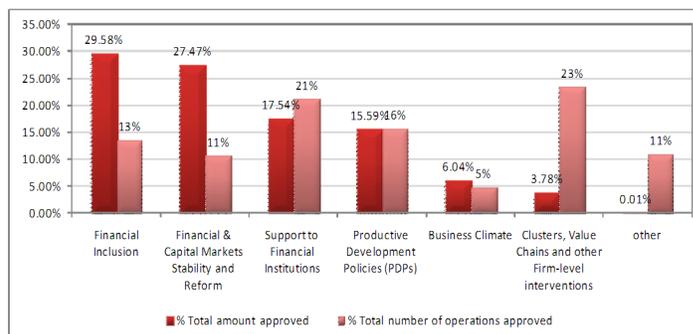
CMF Approvals by Sector

Financial Sector projects dominate the CMF portfolio in total amount approved during this period (US\$ 12.6 Bn of a total of US\$ 16.9 Bn). The resources were mostly devoted to facilitate access to finance (30%) and to support governments on regulatory, institutional and legal reforms for financial and capital markets stability (27%).

It is worth noting that the Financial Inclusion Sector includes the multisector credit loans, and that the Financial and Capital Markets Stability and Reform Sector includes all Financial Sector PBLs approved in the 11-

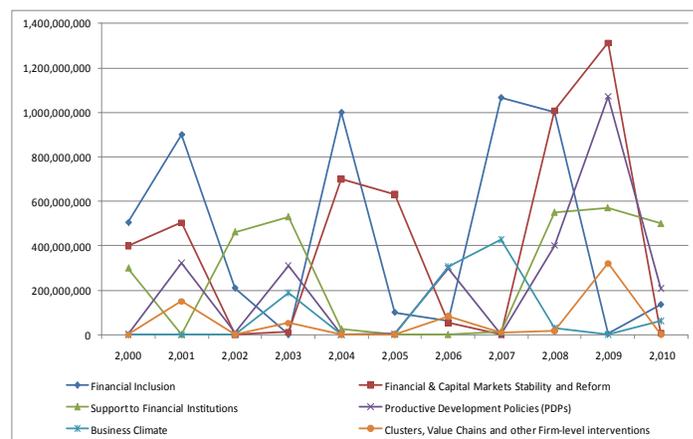
Over these 11 years, CMF has strengthened member countries' productive structure through the continuous support to clusters and value chains. This however, is not perceived easily in the temporal chart presented on the right, due to the fact that these operations tend to be embedded in larger investment loans, and that specific interventions in these areas are several (23% of total number of approvals) but small (4% of total amount approved).

It is also worth noting that Competitiveness PBLs, a source of government-led regulatory, legal, institutional reforms (usually high amount operations as well) are included either in the PDPs or Business Climate Sector, depending on the resources devoted to specific components.



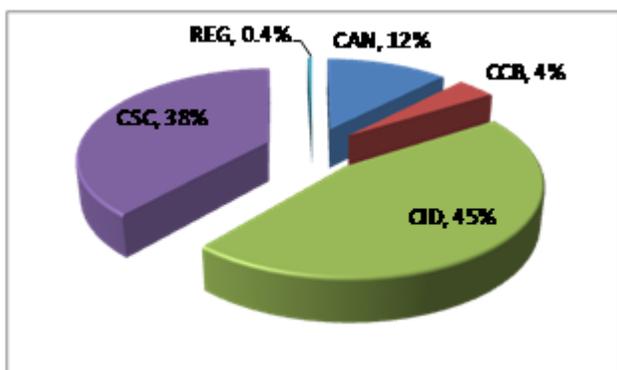
year period analyzed. As these two types of operations are usually the ones with higher amounts, these two sectors end up being the most supported with the resources assigned in the period.

In terms of number of approvals, 44% (137 operations out of the 312 approved in total) were devoted to support governments and the private sector in formulating and implementing productive development policies (PDPs), business climate reforms and firm-level intervention projects.



The total amount approved by CMF from 2000 to 2010 was US\$ 16.9 Bn, of which 75% was devoted to Financial Sector Support, mainly to Financial Inclusion and Financial & Capital Markets Stability and Reform projects.

CMF Approvals by Country and Region



45% of total approvals in the period went to CID countries, of which 62% of total approved amount (US\$ 4.7 Bn) were in Mexico alone.

CMF approved 38% of its operations in the Southern Cone (CSC), of which 80% were in Brazil (US\$ 5.1 Bn), 10% in Argentina, and the rest (10%) in Chile, Paraguay and Uruguay combined.

74% of the Andean Region's (CAN) approvals were in Colombia (US\$ 1.5 Bn), 17% in Peru (US\$ 357 Mn), and the rest (26% or US\$ 175 Mn) in Ecuador and Bolivia combined. It is worth noting that CMF has not approved any operations with Venezuela in the period.

Finally, 84% of approvals in the Caribbean (CCB) went to Jamaica (US\$ 542 Mn), and the rest (16% that amounts to US\$ 175 Mn) was approved in Barbados, Guyana, Haiti and Suriname. CMF has not approved any operation in The Bahamas in this period.

CMF Approvals by Scope and Instrument

Scope

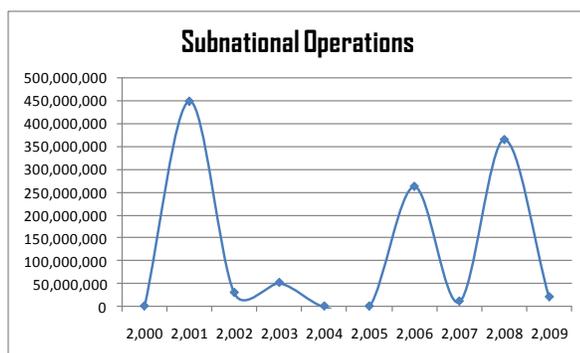
Most CMF approvals (92%) were in projects of National scope (nation-wide operations in one beneficiary country).

Up to 7% was approved in Subnational operations (operations that target specific regions in one beneficiary country) mostly in Mexico (71%) and Brazil (18%).

The rest (0.4% that amounts to US\$ 71.8 Mn) were approved in Regional operations (operations with more than one beneficiary country).

Instrument

58% of the number of approvals (128 out of 312 operations) correspond to Technical Cooperations, including FOMIN operations led by CMF specialists. In terms of total amount approved, the Loans, including Investment, PBL and Hybrids, account for 99% of approvals.



Mexico, Brazil, Colombia and Jamaica led the approvals amount in their respective Regions

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What's next?

This Issue presents the tool developed by CMF to standardize the analysis and classification of projects financed by the Division since the year 2000. The tool is meant to be used by staff and consultants in any analysis of project data in this period, including the identification and analysis of lessons learned, and will be uploaded to the CMF Intranet Website for ease of access.

The "beta" version of the tool includes a database of CMF approvals from January 1st, 2000 to November 24th, 2010 which will be updated every three months by CMF staff. The staff willing to analyze specific content will be able to do so by downloading the database, but will not be able to modify the Website.

Staff members are encouraged to submit their analyses and conclusions to the CMF KM coordination team in order to publish their findings in upcoming CMF Portfolio Notes, which will be published quarterly.

We are on the CMF
Intranet!

[CMF Portfolio Notes](#)

CMF Portfolio Q&A

Q. How can the tool contribute to my daily work?

A. The database provides detailed information on all the operations approved by CMF in the last 11 years. From approval amounts and key dates, to details of specific sectors and subsectors, by region, country, scope and instrument. It also provides lists of projects in the specific sector / subsector of interest, in order to facilitate the analysis of lessons learned, the design of similar projects, or the tracking of a specific operation, its trends and evolution through execution. Do not hesitate to contact the Team to continue the brainstorming on possible tool usage. We will continue expanding its potential with your feedback.

Q. How do I submit my own database analysis to be included in future Notes?

A. You can submit your analysis via email to the CMF KM Coordination Team in Excel or Word format (or both) including notes on methodology / data manipulation, which will be disclosed in the Issue where the analysis appears, including a mention to the author(s).