

World Bank Group Financing for Extractive Industries Development

(DRAFT – Not for Citation)

1. World Bank Group Extractive Industries Financing FY05 – FY07 (million US\$)

	FY05		FY06		FY07 (estimated)	
	All Extractives	Fossil Fuels	All Extractives	Fossil Fuels	All Extractives	Fossil Fuels
World Bank	327	102	452	414	53	18
IFC	334	274	534	455	620	370
MIGA	94	75	110	0		
World Bank Group	755	451	1,096	869	673	387

	% change FY05 to FY06		% change FY06 to FY07 (est.)	
	All Extractives	Fossil Fuels	All Extractives	Fossil Fuels
World Bank	38%	307%	-88%	-96%
IFC	60%	66%	16%	-19%
MIGA	17%	-100%		
World Bank Group	45%	93%	-39%	-55%

2. Number of Extractive Industries Projects FY05 – FY07

	FY05		FY06		FY07 (estimated)	
	All Extractives	Fossil Fuels	All Extractives	Fossil Fuels	All Extractives	Fossil Fuels
World Bank	15	7	9	4	6	3
IFC	13	10	16	9	13	9
MIGA	3	1	1	0		
World Bank Group	31	18	26	13	19	12

AMPLIFYING LOCAL VOICES TO DEMOCRATIZE DEVELOPMENT

3. World Bank Group Extractive Industries Financing by Region (FY05 – FY07)

	FY05		FY06		FY07 (estimated)		Total WBG (FY05 - FY07)	Total WBG % (FY05 - FY07)
	World Bank	IFC	World Bank	IFC	World Bank	IFC		
Asia	8.6	10	94	153	0	145	410	18%
Africa	136.5	56.3	17	11	15	225	461	20%
Middle East North Africa		111	0	64	0	125	300	13%
Europe and Central Asia	161.9	95	341	81	32	70	781	34%
Latin America & Caribbean	20	62	0	224	6	54.5	367	16%

Table Notes

1. Figures were generated using project financing and sector breakdown information provided on the World Bank and IFC websites and in the WBG's Implementation of the Management Response to Extractive Industries Review (November 2005 and December 2006).
2. For FY06 - the IFC Alliance Oil project in Russia (\$25 mil) and the World Bank Governance - policy loan in mining to Mongolia (\$ 4.7 mil) were added because the WBG 2006 EIR report missed these two projects.
3. Figures for FY07 are estimated based on information available on the World Bank and IFC websites. These figures will need to be finalized based on the WBG's Implementation of the Management Response to Extractive Industries Review for 2007.
4. Fossil fuel investments by the WBG are mainly oil and gas. There was only one low sulfur coal project in FY05. All others were coal mine closure projects, which were not counted towards fossil fuels.
5. In FY05, \$152.6 mil of World Bank mining was for coal mine closure and \$64.2 was for artisanal mining.
6. It should be noted that the World Bank increase in fossil fuels is largely due to natural gas infrastructure, including one project for \$80 million for a pipeline for residential connections.
7. World Bank policy lending is often generally applied to the mining sector as a whole, so potentially there is unaccounted lending to coal.
8. FY06 IFC oil sector finance calculation: the WBG 2006 EIR Implementation report states that of the \$508.9 million (Annex B) total extractive industries financing "16% by value was for mining investments, 37% was for gas investments, and the balance was to support oil investments." Thus, the oil sector was equal to 47%. Adding the missing IFC Alliance Oil project (25 mil.) the calculation is as follows: IFC financing for FY06 to the oil sector = $(.47*508.9) + 25 = 264.18$
9. FY 06 oil figures without adding the missing Alliance oil project would equal: total financing: \$239 million and 60% change from FY05 to FY06. Note: Leaving out the Alliance oil project would change the percentages for mining and gas and would change the overall totals above in table 1.

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