



The World Bank

From Potential to Progress: Advancing Sustainable Growth through Regional Cooperation

Key Priorities in Engagement

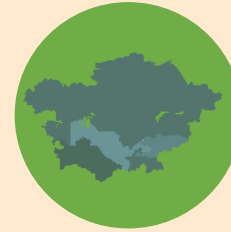
Our global mission is to end extreme poverty and boost shared prosperity on a livable planet.



Addressing Risks to a Livable Planet – mitigating environmental stressors affecting lives and livelihoods (energy, water)



Protecting People, Promoting Jobs – reducing poverty through jobs, social protection and inclusion



Regional Cooperation on Transboundary Priorities – facilitating regional engagement on shared, critical issues (water, energy, trade, health)



Unleashing Opportunities for the Private Sector - supporting continued market transition, including SOE reform

Financial Products and Instruments

The World Bank assists clients with financing for public investments (IPF) and programs (P4R), supporting policy reform (DPO/Budget Support), providing technical advice and analysis (ASA), managing financial risk and attracting private sector investments (Guarantee).

IBRD Financial Products **(non-concessional loans)**

IBRD works with the public sector (sovereigns and sub-sovereign entities) to design and implement financial products and provide advisory services to maximize their access to financing and mitigate risks.

1. IBRD Flexible Loan (IFL)
2. Local Currency Financing
3. Contingent Financing
4. Credit Enhancement – Guarantees
5. Financial Risk Management Products
6. Disaster Risk Management Products

IDA Financial Products **(concessional loans)**

IDA provides grants, zero to low-interest loans (called "credits"), and other market-based products for programs to reduce poverty in low-income countries.

1. Grants
2. Credits
3. IDA-Scale-Up Window (SUW)
4. Blended Finance
5. IBRD Enclave Loans
6. Guarantees
7. Disaster Risk Management Products
8. DPL Cat DDO

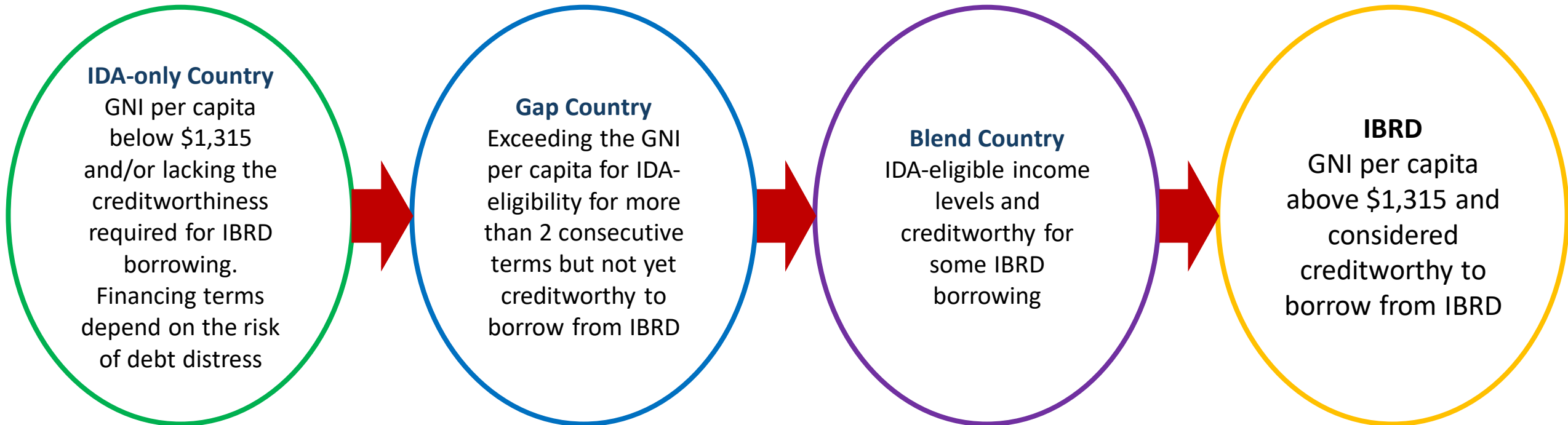
Country Classifications

A country's borrowing terms are classified based on the country's per capita income.

IDA-eligible countries are classified into three groups: IDA-only, Gap, and Blend.

As countries' per capita income increases and the risk of debt distress decreases, they gain access to different types of financing, including more market-based products.

As countries graduate from IDA, they move on to the International Bank for Reconstruction and Development (IBRD) for middle-income borrowers.



Classifications of Countries in Central Asia

Country	Classification	Terms	Loan Concessionality
Kazakhstan	IBRD	IBRD Loan	non-concessional
Kyrgyz Republic	IDA-Only	IDA Credit	concessional
Tajikistan	IDA-Only	Grant	concessional
Turkmenistan	IBRD	IBRD Loan	non-concessional
Uzbekistan	Blend	IDA Credit&IBRD Loan	IDA concessional IBRD non-concessional

Changing WB Financial Terms to Support Clients

On October 15, 2024, IBRD made the following changes to its IFL pricing structure to support the borrowers' development effort better and to respond to client feedback on IBRD loan pricing:



Introduction of a grace period of 4 years on commitment fees for IPFs and PforRs of four years from the date of the project approval by the World Bank. It is estimated that borrowers can save 6 to 18 bps on the loan interest rate on a yearly basis, depending on the loan maturity.



Removal of the prepayment premium on existing and new IFLs.

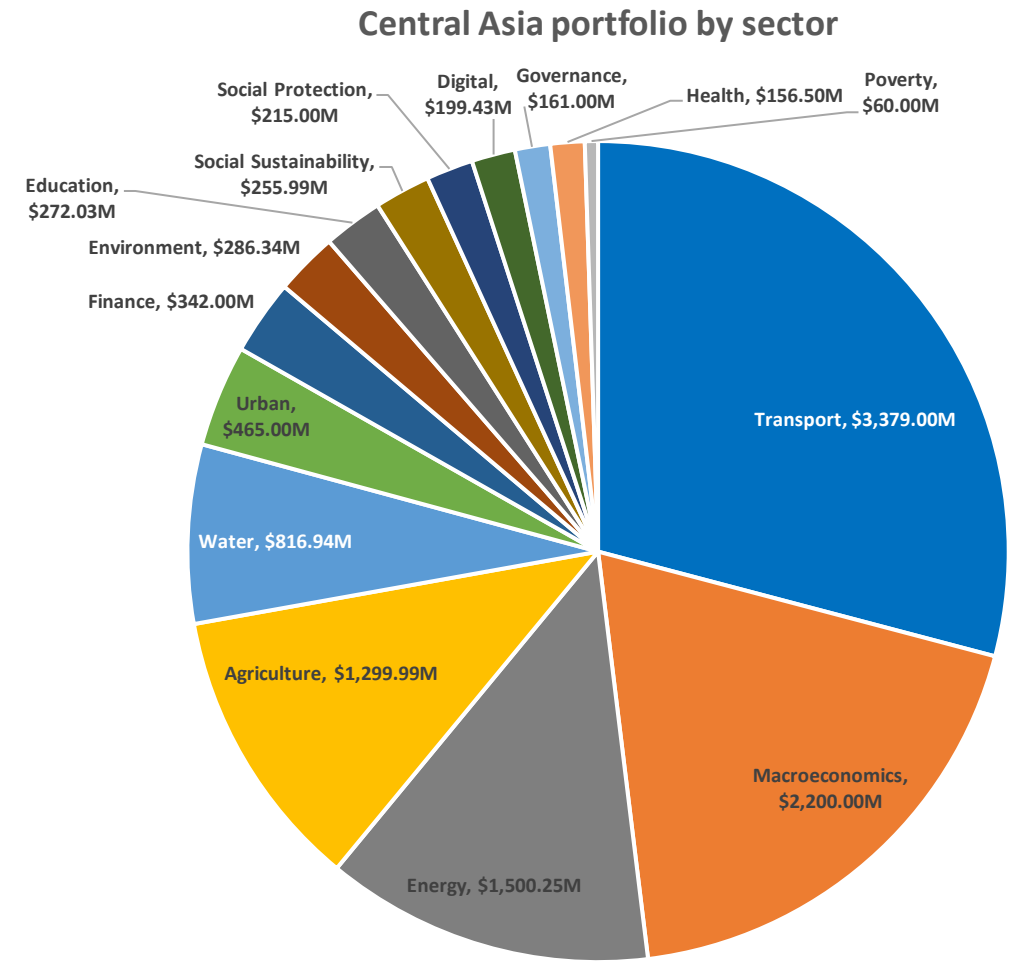
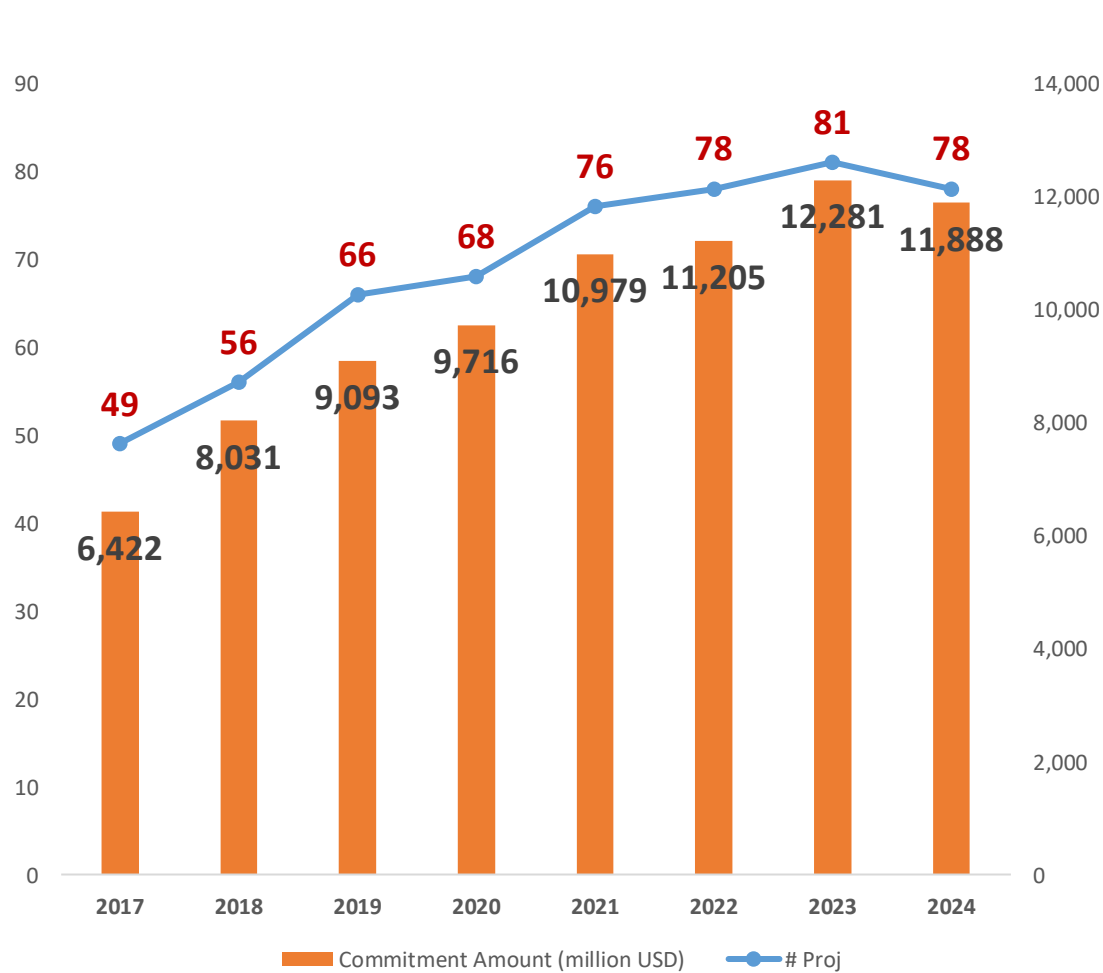


Introduction of a short maturity loans (SMLs) with a final maturity of 7 years, and a 20-bps discount on the contractual spread.



Inclusion of all Climate Resilient Debt Clause (CRDC) eligible* Small State Borrowers in pricing Group A, irrespective of their per-capita income.

Client demand is strong: Near Doubling of Portfolio in 7 Years



Transformational and Regional Cooperation

- Rogun Hydropower Project (Tajikistan) – \$15 million for technical assistance + \$650 million investment to be approved
- Kambarata 1 (Kyrgyz Republic) - \$14 million for technical assistance + \$200 million initial investment under preparation
- Central Asia Water & Energy Program (CAWEP)
- Regional Electricity Market Interconnectivity and Trade - Central Asia - \$60 million investment under preparation
- One Health for Pandemic Prevention Food Systems Resilience and Ecosystem Health in Central Asia - \$60 million investment under preparation

Aspects Requiring More Attention



Scaling up action on Climate Change Adaptation and Resilience



Promoting regional collaboration on critical, shared challenges



Lowering undisbursed balances to pave the way for additional financing



More Guarantee operations to attract private investment



World Bank in Central Asia



World Bank Treasury

**Thank you for your
attention!**