

# IAIA - COVID IMPACTS ON E&S FIELD ASSESSMENT WORK

# **Setting the stage – the FMO perspective**



## **FMO** at a glance

















Inputs, services & water

**Primary production** Farming/Growers

**Primary production** Mills, Aggregators

**Primary processor** or Wholesale trader

**Food Manufacturer** 

Warehousing Logistics & Distribution















Wind

Solar

Hydro (run-of-the-river)

Off-grid solutions

Geothermal

**Transmission &** distribution













FinTech

(universal/ SME) banks

Microfinance

Insurance companies



**DUTCH BUSINESS** 



Project & partnership development



**Export & investment** solutions



**Demand-driven** approach



Broad sector mandate, including health, water, agribusiness

### **Our investment process**



### Environmental & Social risk management is incorporated in every step

1. CLIENT SELECTION

**Review E&S Policies** 

2. SCREENING

**Obtain ESIA, ESMP** 

3. DUE DILIGENCE

**Consultant review** 

**GAP Analysis – IFC PS** 

4. DECISION TO INVEST

**Internal Review** 

7. MONITORING ESAP Implementation

E&S Monitoring (Consultant)

6. DISBURSEMENT

E&S Conditions for Disbursement **5. CONTRACTING** 

**E&S Clauses** 

**ESAP** 

#### **Current Covid Situation**



- FMO created guidelines for our virtual due diligence in these Covid travel restriction times.
   Main elements:
  - Virtual DD still always get sufficient insight to make a responsible investment decision
  - We can rely on trusted partners
  - In-depth background checks Existing clients are a bit easier to assess than new clients
  - Consultants instead of own visit local consultants associated with international consultant
  - No-go's: material risks expected but still unknowns conflict context labor conflicts human rights abuses – large resettlement – PS 7 (Indigenous Peoples) triggered
- EDFIs have harmonized set of standards (but not the no-go list)
- Experiences of COVID in construction projects mainly delays (related to equipment imports, delayed arrival of technical specialists, etc)

#### **Current Covid Situation (2)**



- E&S: More reliance on local consultants necessity to reinforce local capacity EDFI
  concept note to develop that example training west Africa IFC PS other parties as well
  –> coordination?
- What we did for clients with struggling impacts of Covid CD projects webinars to share good practices – Covid 19 guidance for clients – address retrenchments / job protection – support H&S protection materials support to communities

### **Drone Footage**



#### 2:00 - 2:40

- Recent experience 40 second drone footage for Consorcio Eolico Amayo wind project - Nicaragua
  - What you can and cannot do with drone footage

Drone footage courtesy of Inkia Energy and Terra Consulting



## Thank you





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