

**Angola First Green, Resilient, Inclusive Growth and Diversification Development Policy Financing (P179512)**

EASTERN AND SOUTHERN AFRICA | Angola | IBRD/IDA | Development Policy Financing (DPF) | FY 2023 | Seq No: 1 | Archived on 03-Jul-2024 | ISR00993

Implementing Agencies: Ministry of Finance of Angola

1. OBJECTIVE**1.1 Development Objective**

Original Development Objective (Approved as part of Approval package on 29-Jun-2023)

The development objective is to support the Government of Angola to promote green, resilient, and inclusive growth by (i) reducing economic distortions and strengthening fiscal and financial sector resilience (ii) boosting equity by strengthening social inclusion; and (iii) Improving markets and infrastructures to build climate resilience

Has the Development Objective been changed since Board Approval of the Project Objective?

No

2. OVERALL RATINGS

Name	Current
Progress towards achievement of PDO	Moderately Satisfactory
Overall Implementation Progress (IP)	Moderately Satisfactory
Overall Risk Rating	Substantial

Comments

No comment

3. KEY ISSUES & STATUS**3.1 Implementation Status and Key Decisions**

This first Development Policy Loan (in a programmatic series of two) has contributed to achieving the program development objectives. The operation supported the first phase of the Angolan authorities complex fuel subsidy reform which increased the price of gasoline by 87.5 percent in June 2023. To mitigate the impact of the fuel subsidy reform to the most vulnerable, the operation



contributed to the expansion of the duration, amount, and beneficiaries of the cash transfer program (Kwenda), as well as the implementation of the first phase of social fare card system (Gira Mais). In addition, the operation strengthened financial sector resilience by supporting the approval of the Anti-Money Laundering and Financing and Combating Terrorism (AML/FCT) Strategy that resulted in the approval of the revised AML/FC Law in 2024.

4. SYSTEMATIC OPERATIONS RISK-RATING TOOL

Risk Category	Rating at Approval Approval Package - 30 Jun 2023	Proposed Rating
Political and Governance	High	High
Macroeconomic	Substantial	High
Sector Strategies and Policies	Substantial	Substantial
Technical Design of Project or Program	Moderate	Moderate
Institutional Capacity for Implementation and Sustainability	Substantial	Substantial
Fiduciary	Substantial	High
Environment and Social	Substantial	Substantial
Stakeholders	Substantial	Substantial
Overall	Substantial	Substantial



5. RESULTS

5.1 Indicators by Pillars

Pillar 1 - Reducing economic distortions and strengthening fiscal and financial sector resilience.						
Indicator Name	Baseline		Actual (Current)		Closing Period	
	Value	Month/Year	Value	Date	Value	Month/Year
Domestic gasoline and diesel prices relative to cost recovering benchmark (Percentage)	35 percent for gasoline, 22 percent for diesel	Dec/2022	39 percent for gasoline, 23 percent for diesel	30-Apr-2024	At 95 percent for both fuels	Dec/2025
Legal persons included in the beneficial ownership registry and risk-based verifications conducted (Percentage)	0	Dec/2022	0	19-Jun-2024	50	Dec/2025
Fiscal stabilization fund set up and operating under appropriate rules (Text)	No	Dec/2022	No	19-Jun-2024	Yes	Dec/2025
Number of SOEs (Number)	76	Dec/2022	65	31-Dec-2023	Fewer than 40	Dec/2025
Pillar 2 - Boosting equity by strengthening social inclusion.						
Indicator Name	Baseline		Actual (Current)		Closing Period	
	Value	Month/Year	Value	Date	Value	Month/Year
Number of families receiving updated benefit amount (Number)	0.6 million	Dec/2022	1.04 million	31-Dec-2023	At least 1.6 million	Dec/2025



Number of targeted passengers per day with free or reduced fare (Number)	0	Dec/2022	1.150	31-Dec-2023	More than 500.000	Dec/2025
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Pillar 3- Improving markets and infrastructures to build climate resilience.

Indicator Name	Baseline		Actual (Current)		Closing Period	
	Value	Month/Year	Value	Date	Value	Month/Year
Increase in the percentage of the population with access to electricity (Percentage)	43	Dec/2022	44	19-Jun-2024	47	Dec/2025
Number of provincial utilities adequately reporting service levels and water quality data (Number)	0	Dec/2022	7	19-Jun-2024	At least 15	Dec/2025
Total annual premium value on all insurance products (Percentage)	0.61 percent of GDP	Dec/2021	0.6 percent of GDP	31-Dec-2023	At least 1.2 percent of GDP	Dec/2025
Decline in gas flaring intensity barrel of oil produced. (Cubic Meter(m3))	4.4 m3 per barrel	Dec/2021	4.0 m3 per barrel	31-Dec-2022	Less than 2.5 m3 per barrel	Dec/2025



6. DATA ON FINANCIAL PERFORMANCE

6.1 Disbursements (by loan)

Loan/Credit/TF	Status	Original	Revised	Cancelled	Disbursed	Undisbursed	% Disbursed
IBRD-95720	Closed	500.00	500.00	0.00	500.00	0.00	100.00 %

6.2 Key Dates (by loan)

Loan/Credit/TF	Status	Approval	Signing	Effectiveness	Orig. Closing	Rev. Closing
IBRD-95720	Closed	30-Jun-2023	17-Jul-2023	15-Sept-2023	30-Jun-2024	30-Jun-2024

7. KEY DATES

Key Events	Planned	Actual
Approval	30-Jun-2023	30-Jun-2023
Effectiveness	15-Sept-2023	15-Sept-2023
Operation Closing/Cancellation	30-Jun-2024	

8. TRANCHES

No Tranches have been added

9. ASSOCIATED OPERATION(S)

There are no associated operations