

International Finance Corporation

IFC

Independent auditor's limited assurance report on a selection of
sustainable development information for the year ended June 30, 2020

EY & Associés

International Finance Corporation IFC

Independent auditor’s limited assurance report on a selection of sustainable development information for the year ended June 30, 2020

To the President and the Board of Directors,

In response to your request, we, EY & Associés, have performed a limited assurance engagement on a selection of sustainable development information in the annual report (the “Annual Report”) for the year ended June 30, 2020, including quantitative indicators (the “Indicators”) and qualitative statements (the “Statements”). We have selected the Indicators and Statements that were deemed to be of particular stakeholders’ interest, to involve a potential reputation risk for IFC, and/or to value IFC’s corporate responsibility, management and performance.

The following Indicators have been reviewed:

FY20 long-term commitments by Environmental and Social category	Category	Commitments (\$ million)	Number of new projects
	A	891	13
	B	3,438	111
	C	55	16
	FI	10	0
	FI-1	34	1
	FI-2	4,714	84
	FI-3	1,992	57
	Total	11,135	282
Ex-ante AIMM scores of FY20 committed projects	By category		Average AIMM Score
	Committed projects in FCS countries		55
	Committed projects in FCS/LIC/IDA17 countries		57
	Committed projects in IDA countries		54
	Committed projects using blended finance		55
	By region		Average AIMM Score
	Sub-Saharan Africa		54
	Latin America and the Caribbean		46
	East Asia and the Pacific		52
	Middle East and North Africa		54
	Europe and Central Asia		44
	Global		54
	South Asia		53
	IFC		51
	By Industry		Average AIMM Score
	Manufacturing, Agribusiness, and Services		51
	Financial Institutions Group		50

	Infrastructure and Natural Resources	53
	Disruptive Technologies and Funds	48
	IFC	51
FY20 investment in climate business	\$3,324 million of own account long-term commitments in climate-related investments	
FY20 Development Effectiveness Scores (DOTS Scores) for Advisory Services		DOTS Score
	Total	73%
		DOTS Score
	By Business	DOTS Score
	Financial Institutions Group	79%
	Manufacturing, Agribusiness & Services	67%
	Infrastructure & Natural Resources	57%
	Disruptive Technologies and Funds	100%
	Transaction Advisory	69%
	Other Advisory, including Environmental, Social & Governance	63%
	Advisory via Equitable Growth, Finance and GPs	77%
		DOTS Score
	By Region	DOTS Score
	East Asia and the Pacific	70%
	Europe and Central Asia	75%
	Middle East and North Africa	88%
	South Asia	86%
	Sub-Saharan Africa	66%
	Latin America and the Caribbean	75%
	Global	67%
CY19 Development Reach by IFC's Clients	By Type	Results
	Employment (millions of jobs)	2.2
	Patients served (millions)	55.3
	Students reached (millions)	5.5
	Farmers reached (millions)	3.6
	Gas distribution (millions of people reached)	3.2
	Water distribution (millions of people reached)	0.8
	Power distribution (millions of people reached)	9.8
	Power generation (millions of people reached)	48.6
	Phone connections (millions of people reached)	184
	Number of transactions in trade finance (millions)	864,162
	Amount of transactions in trade finance (\$ billions)	187,5
	Number of microfinance loans (millions)	49
	Amount of microfinance loans (\$ billions)	75.7
	Number of small and medium loans (millions)	10.7
	Amount of small and medium loans (\$ billions)	411

CY19 Advisory Services Reach		Results
	Value of Financing Facilitated (\$ billions)	189.7
FY19 carbon emissions inventory for IFC's global operations	By Area	tCO ₂ eq
	HQ Office Electricity (Scope 2)	4,923
	Country Office Electricity (Scope 2)	4,303
	Business Travel (Scope 3)	31,045
	Other*	1,300
	TOTAL	41,571
* Scope 1, Scope 2 from water chiller electricity and purchased steam and Scope 3 mobile (as of 2013)		

IFC is responsible for the preparation of the Indicators in accordance with the reporting criteria applicable during the year ended June 30, 2020 (the "Reporting Criteria"), consisting of IFC's instructions, procedures and guidelines specific to each Indicator, a summary of which is provided on IFC's website.

Our independence and quality control

We have complied with the independence and other ethical requirements of the Code of Ethics for Professional Accountants issued by the International Ethics Standards Board for Accountants, which is founded on fundamental principles of integrity, objectivity, professional competence and due care, confidentiality and professional behavior.

We apply International Standard on Quality Control and accordingly maintain a comprehensive system of quality control including documented policies and procedures regarding compliance and ethical requirements, professional standards and applicable legal and regulatory requirements.

Our responsibility

Our responsibility is to express a limited assurance conclusion on the Indicators and Statements based on the procedures we have performed and the evidence we have obtained. We conducted our limited assurance engagement in accordance with International Standard on Assurance Engagements 3000¹ ("ISAE 3000") issued by the International Auditing and Assurance Standards Board. This standard requires that we plan and perform this engagement to obtain limited assurance about whether the Indicators and Statements are free from material misstatement. A limited assurance engagement is substantially less in scope than a reasonable assurance engagement in relation to both the risk assessment procedures, including an understanding of internal controls, and the procedures performed in response to the assessed risks.

Nature and scope of our limited assurance engagement

We have performed the following procedures:

- We have assessed the Reporting Criteria, policies and principles, with respect to their relevance, completeness, neutrality and reliability.

¹ ISAE 3000: "Assurance Engagement other than reviews of historical data", International Federation of Accountants, International Audit and Assurance Board, December 2003.

- At the corporate level, we have conducted interviews with more than twenty people responsible for reporting to assess the application of the Reporting Criteria.
- At the corporate level, we have implemented analytical procedures and verified, on a test basis, the calculations and the consolidation of the Indicators.
- We have collected supporting documents for the Indicators, such as reports to the Board of Directors or other meetings, loan agreements, internal and external presentations and reports, or survey results.

Limitations of our procedures

Our limited assurance engagement was limited to the Indicators and Statements identified in the table above and did not cover other disclosures in the Annual Report.

Our tests were limited to document reviews and interviews with head office employees. Within the scope of work covered by this report, we have not participated in any activities with external stakeholders or clients and have only conducted limited testing aimed at verifying the validity of information on a sample of individual projects.

Limited Assurance Conclusion

Based on the procedures performed and evidence obtained, nothing has come to our attention that causes us to believe that the Indicators have not been prepared, in all material respects, in accordance with the Reporting Criteria.

Paris-La Défense, September 24, 2020

The Independent Auditor
EY & Associés



Caroline Delérable
Partner, Sustainable Performance & Transformation