



Creating Markets, Creating Opportunities

- A member of the World Bank Group
- Provides investment, advice, resource mobilization
- Triple-A credit rating; owned by 184 countries
- Present in nearly 100 countries

IFC is the largest global development institution focused on the private sector in emerging markets.

IFC: A MEMBER OF THE WORLD BANK GROUP



IBRD

International
Bank for
Reconstruction
and
Development

Loans to
middle-income
and credit-worthy
low-income country
governments

IDA

International
Development
Association

Interest-free loans
and grants to
governments
of poorest
countries

IFC

International
Finance
Corporation

**Solutions in
private sector
development**

MIGA

Multilateral
Investment
Guarantee
Agency

Guarantees of
foreign direct
investment's non-
commercial risks

ICSID

International
Centre for
Settlement of
Investment
Disputes

Conciliation
and arbitration
of investment
disputes

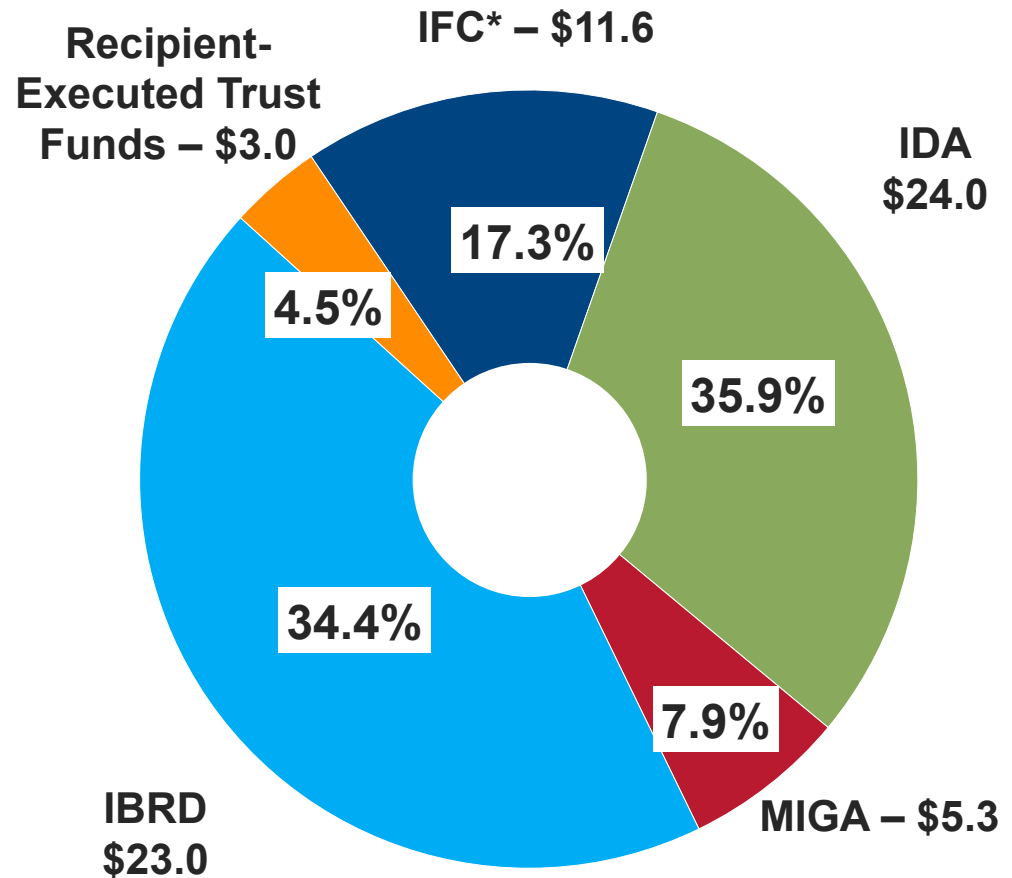
WORLD BANK GROUP COMMITMENTS, FY18

Total Commitments: \$66.9 BN

Loans, grants, equity investments, guarantees, and advice to support development

*Excluding funds mobilized from other investors (\$11.7 bn)

All dollar figures are in US\$ bn



DEVELOPMENT FINANCE TODAY

Major opportunities for mobilizing private capital to:



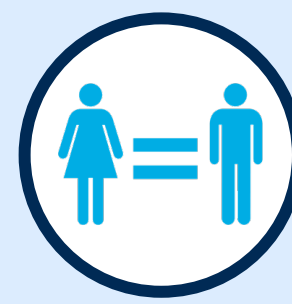
End Poverty



Boost Shared Prosperity



Tackle Climate Change



Advance Gender Equality

IFC: SIX DECADES OF EXPERIENCE

- In mobilizing **private capital** for development
- More than **\$285 billion** invested since our founding in 1956
- The world's largest development finance institution focused on the **private sector**
- Leveraging the full range of **World Bank Group** capabilities

Experience Matters.



CREATING MARKETS

A comprehensive approach to tap the power of the private sector by:

- Establishing regulatory and policy frameworks that improve public governance and **enable markets to thrive**
- Promoting **competition and innovation**
- Achieving **demonstration effects** that encourage replication
- Introducing **new solutions** driven by improved technology and logistics
- Building capacity and skills to **open new markets**

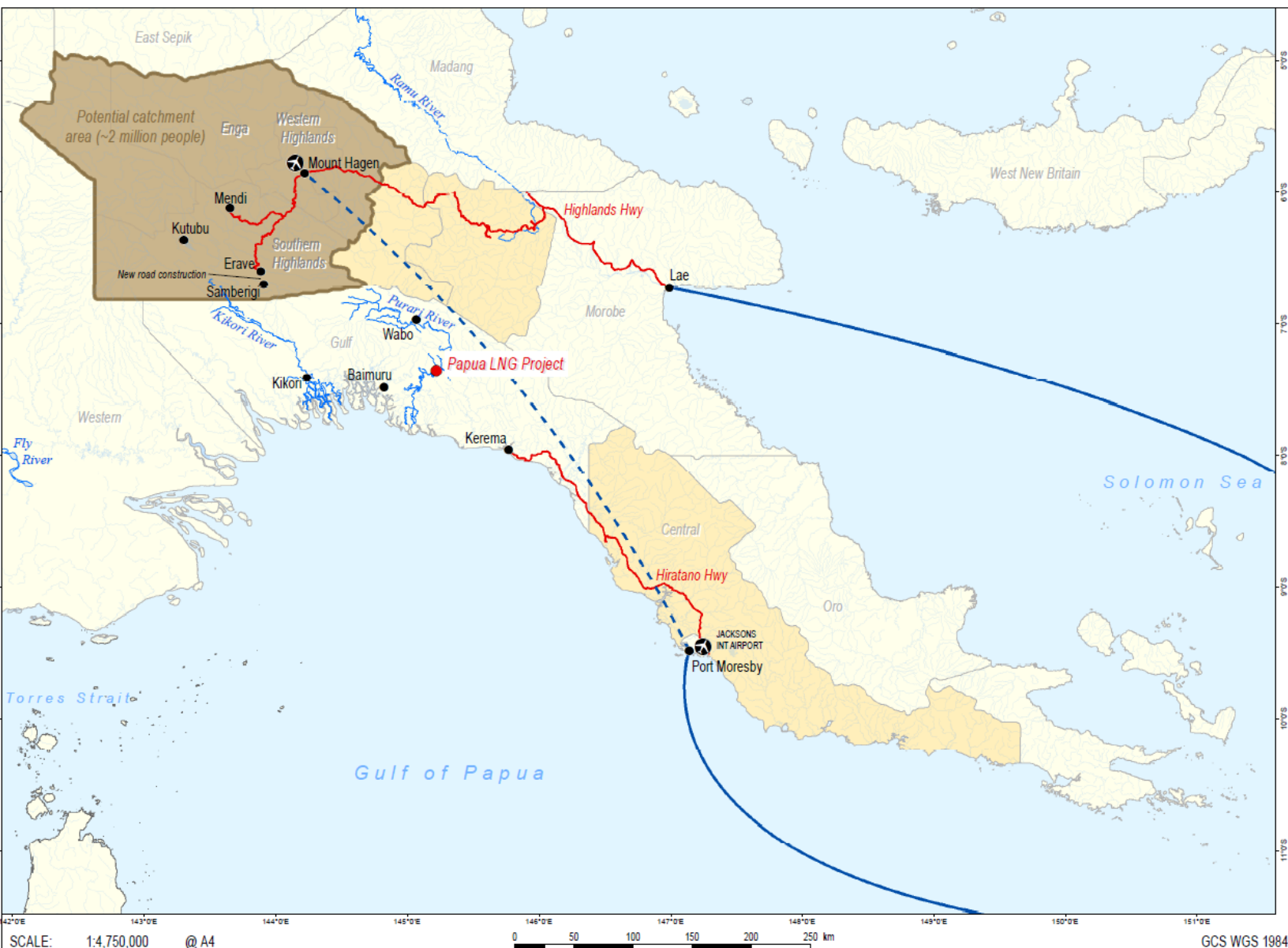
**IFC**

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New Gulf Province Transport Route Prefeasibility Study: How did it start?



-  Airport
- Transport Routes and Markets Access**
-  Existing shipping transport route
-  Existing air transport route
-  Existing public road
-  Existing agricultural production areas
-  Potential catchment area

Issue Date: 08.08.2019
 Map ID: 01306B_P2_TRFS_GIS003_v0.2
 Figure Number: 01306B_GPT_F06.1_GIS_v1

ERIAS Group
 13-25 Church Street
 Hawthorn VIC 3122
 Australia



DATA SOURCES:
 Transport routes and basemap data, ERIAS, 2018.
 Roads data, PNG GeoBook 2002-2009.

SCALE: 1:4,750,000 @ A4

0 50 100 150 200 250 km

GCS WGS 1984

New Gulf Province Transport Route Prefeasibility Study

- Investigate options and needs for developing a new transport route to facilitate access to markets for agricultural produce, and transport for people;
- Review of stakeholder needs and aspirations for transport in Gulf Province;
- New transport options;
- Consideration of possible economic, social and environmental impacts;
- IFC is working in Papua New Guinea to improve economic opportunities for smallholder farmers by improving farmer access to markets, finance, technology, and information. Improving freight and passenger transport routes for agricultural supply chains between the Highlands, Gulf Province, and Port Moresby fits this agenda;
- An IFC partner in this study is also interested in investing in a community assistance program for a safe waterways transportation project in the Purari River delta region to enhance safety of both passenger and freight logistics in Gulf Province;

New Gulf Province Transport Route Prefeasibility Study: Findings

- All stakeholders provided overwhelming support for an improved transport connectivity;
- Local residents in Kikori District (Kikori, Baimuru and Wabo) are seeking improved transportation both to access markets and basic services;
- Government and other service providers (both in Kerema and in Kikori District) are seeking improved transportation to facilitate more effective service delivery.









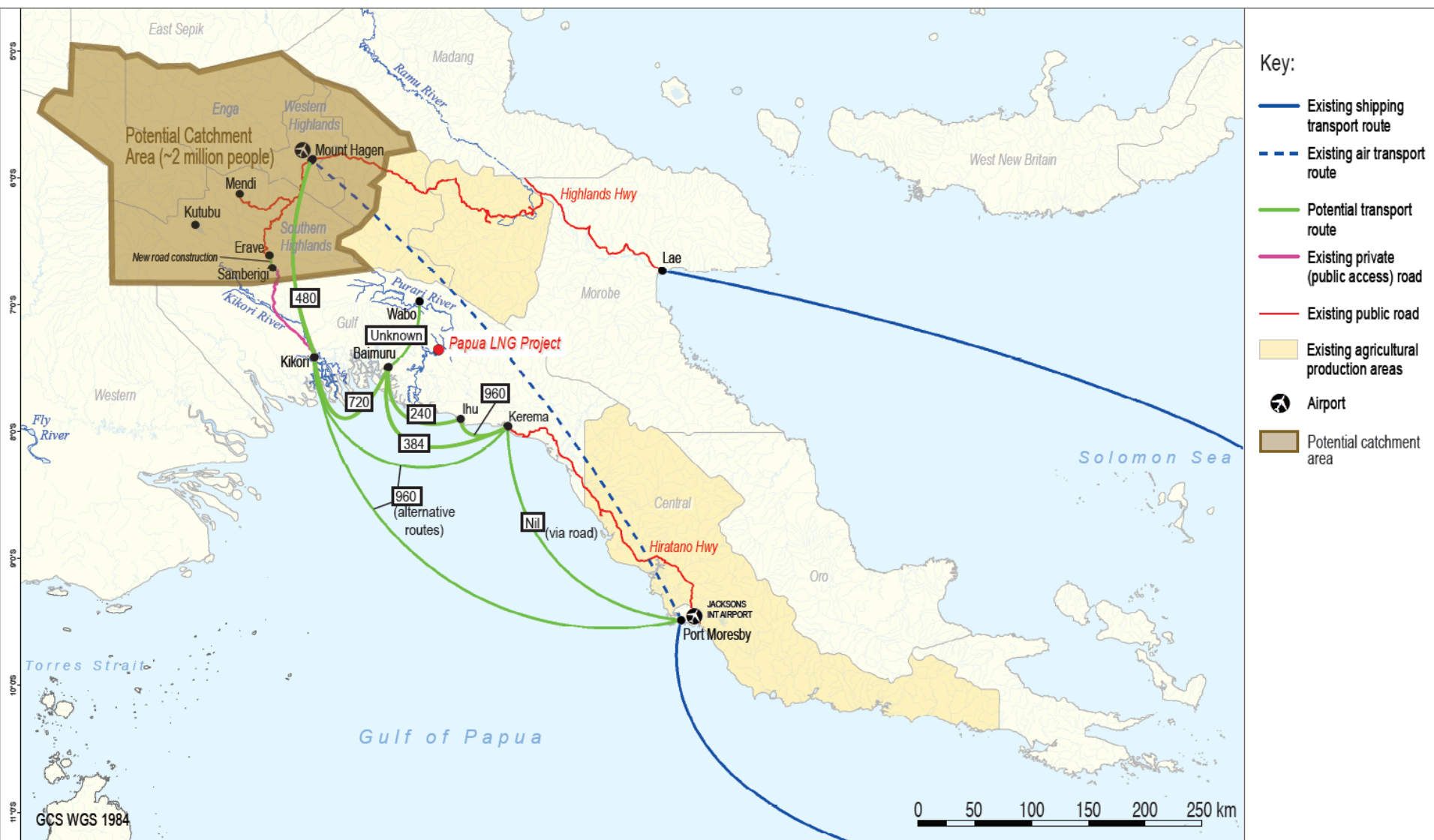


























New Gulf Province Transport Route Prefeasibility Study: Options

















- Transport Base Case (a service operating only between Kikori and Port Moresby);
- Option 1A (a freight and passenger service that includes Kerema as a port of call between Port Moresby and Kikori);
- Option 1B (a freight and passenger service that includes Baimuru and Kerema as ports of call between Port Moresby and Kikori);
- Option 2 (a feeder passenger service hubbed from Baimuru) [*not commercially viable*].



New Gulf Province Transport Route Prefeasibility Study

Objectives/Assessment Criteria	Base Case	Option 1A	Option 1B	Option 2 (Feeder)
Increased transport connectivity: Highlands Region				
Increased transport connectivity: Gulf Province				
Improved maritime safety: Gulf Province				
Improved maritime safety: Purari River				
Providing investment incentives and economic opportunity in Gulf Province				

New Gulf Province Transport Route Prefeasibility Study

Objectives/Assessment Criteria	Base Case	Option 1A	Option 1B	Option 2 (Feeder)
Minimising negative social impacts to Gulf Province				
Providing a lower cost pathway to markets and reduced freight and passenger costs				
Improved access to higher value end-markets				
Average*	2.125 	2.375 	2.875 	2.250 

Note: Averages assume even weighting for all assessment criteria and ratings of zero to four.



New Gulf Province Transport Route Prefeasibility Study: Possible outcomes

- Improved access to markets (not only Gulf but the entire Western/Southern Highlands, Enga, Hela);
- Reduced transport costs;
- Increased transport safety;
- Improved supply of goods and services (private and public sector);
- Creates incentives for local agricultural, added value and services industries.

We are talking about improved services for potentially 2 to 3 million people in Papua New Guinea.

New Gulf Province Transport Route Prefeasibility Study: Next steps

- How to get the road completed/improved?
- How to get a ferry service established?
- Logistical infrastructure (wharves, warehousing, etc.), who will, who can do what?
- How to mitigate social and environmental challenges?
- Boosting agricultural development, e.g. sago, coastal fishery, forestry etc.;
- Boosting other services, e.g. education, health, rural SME development, communication etc.



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New Gulf Province Transport Route Prefeasibility Study

- Thank you to Total, Oil Search and Oilmin for their contributions to this study;
- The study was supported by the governments of Australia and New Zealand under the IFC PNG Partnership. We are grateful for the partnership's ongoing support in PNG.

