Early Warning System

MIGA-15627

Ethiopia Emission Reductions Credit

Early Warning System

Ethiopia Emission Reductions Credit

MIGA-15627

Quick Facts

Countries	Ethiopia
Financial Institutions	Multilateral Investment Guarantee Agency (MIGA)
Status	Proposed
Bank Risk Rating	U
Voting Date	2026-07-31
Borrower	Borrower information not provided at the time of disclosure
Sectors	Climate and Environment, Finance
Investment Type(s)	Guarantee
Investment Amount (USD)	$ 386.00 million

Project Description

According to bank provided information, this summary covers an application for a MIGA guarantee to protect the buyers of sovereign emission reduction credits against the risk of breach of contract by the host government. In particular, the MIGA guarantee would apply to the host government's legally binding commitments with buyers, including corresponding adjustments under Article 6 of the Paris Agreement. Coverage is sought for up to USD 386 million for a guarantee period of up to 3 years.

The project consists of supporting the commercialization and monetization to private buyers of measured, reported and verified emissions reductions generated in 2022-2023 by the jurisdictional Oromia Forestry Landscape Program (OFLP).

The OFLP has been implemented by the Government of Ethiopia with the support of the World Bank's BioCarbon Fund Initiative for Sustainable Forest Landscapes (ISFL) and various other programs since 2017. It entails integrated land-use practices and sustainable forestry management aimed at reducing forest loss and greenhouse gas emissions including from the livestock sector in Oromia Regional State.

The OFLP has generated 12.4 million tons of emission reductions for the period 2022-2023, which will be available to international buyers. The emission reductions are measured, reported and verified in accordance with the ISFL's GHG accounting requirements.

Investment Description

- Multilateral Investment Guarantee Agency (MIGA)

Contact Information

Contact information not provided at the time of disclosure

ACCESS TO INFORMATION

You can submit a request for information disclosure at: https://www.miga.org/contact/access_to_information

You can also request general information about MIGA and for information on guarantees by emailing: migainquiry@worldbank.org

ACCOUNTABILITY MECHANISM OF IFC/MIGA

The Compliance Advisor Ombudsman (CAO) is the independent complaint mechanism and fact-finding body for people who believe they are likely to be, or have been, adversely affected by an IFC or MIGA- financed project. If you submit a complaint to the CAO, they may assist you in resolving a dispute with the company and/or investigate to assess whether the IFC is following its own policies and procedures for preventing harm to people or the environment. If you want to submit a complaint electronically, you can email the CAO at CAO@worldbankgroup.org. You can learn more about the CAO and how to file a complaint at http://www.cao-ombudsman.org