Translation of original letter from Bahasa Indonesia to English

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We submit this letter with the purpose of obtaining correct and complete information regarding the investment, loans and other support from the World Bank and IFC for the Development of infrastructure projects as well as infrastructure financing institutions in Indonesia. For this purpose, we hope to visit your office on 2 September 2015.

We hope to be received by and meet directly with World Bank and IFC Infrastructure Project Managers, including the Project Managers directly responsible for the *Dana Penjaminan Infrastruktur Indonesia project* (Indonesia Infrastructure Guarantee Fund / IIGF project) and the *Fasilitas Pendanaan Infrastruktur Indonesia project* (Indonesia Infrastructure Financing Facility / IIFF project) and decision-making staff and those who directly handle the affairs of safeguards for infrastructure projects and associated sub-projects.

## *Please note, we are interested in meeting with the operational project managers/decision-makers and not with human relations representatives.*

We sincerely hope that on 2 September 2015 you will find a suitable time to meet with us.

## Background

PT IIF was established by the government of Indonesia through PT Sarana Multi Infrastruktur (PT SMI) which works with the Asian Development Bank (ADB), International Finance Corporation (IFC), and Deutsche Investitions-und Entwicklungsgesellschaft mbH (DEG). With the financing company (PT IIF) and a corporate infrastructure guarantee facility (PII / IIGF), in 2010 Indonesia's President SBY increased the number of coal power plants planned outside Java-Bali into thirty two units. In the same year the government announced a second phase of this program, namely, the Fast Track Program II (FTP II) which is to build 42 coal based power plants (3,312 MW), 43 Geothermal / geothermal plants (4,007 MW), 3 hydro power plant (1,204 MW), and 4 power plant (1,660 MW)

Viewing these developments, as well as the potential impacts on the environment (including forests) and society - and given that the World Bank Group has provided a loan facility for projects and policies (including DPL) related to infrastructure in

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Indonesia, and the IFC, together with Standard Chartered Bank and Deutsche Bank, arranged loans of \$250 million to PT Indonesia Infrastructure Finance (IIF) in 2014<sup>1</sup>, we seek the following information:

1. Details regarding which infrastructure projects and subprojects have been or supported by the World Bank and/or IFC, especially those supporting or using the support of PT IIF and PT. IIGF and the public private partnership (PPP) and / or financial intermediaries (FIs), namely:

a. A list of all subprojects of PT IIGF and PT IIF;

b. Environmental and social impact assessment documents including EIA, AMDAL, EA, Indigenous Peoples Plans, Resettlement Plans related to PT. IIGF and PT IIF;

c. Operations Manual of PT IIGF and PT IIF;

d. Detailed reports of the public consultations held for the PT IIGF and PT IIF projects, and sub-projects; the lists of NGOs and communities involved in the consultation process for the establishment of PT IIGF and PT IIF and for the assessment of sub-projects respectively.

e. Information on the fulfillment of / compliance with WB and IFC safeguards and / or any violation of safeguards, as well as information on other problems encountered to date such as corruption in the projects and sub-projects.

2. The Government of Indonesia has announced that it is only able to provide funding from the state budget of 22% of the funds needed in 2015 to finance all infrastructure projects, which are expected to require funding above Rp 600 trillion. To what extent is the World Bank Group planning to provide infrastructure funding, including for PT IIGF, PT IIF or through, the project, as well as other investments.

3. We are also looking for information about World Bank and IFC plans, whether through PT IIGF, PT IIF or other channels, for cooperation Asian Infrastructure Investment Bank (AIIB) for activities in Indonesia.

It would be very helpful if the above information can be sent to us prior to our meeting in September.

Thank you for your attention and your willingness.

<sup>&</sup>lt;sup>1</sup>http://www.ifc.org/wps/wcm/connect/region\_ext\_content/regions/east+asia+an d+the+pacific/countries/ifc+in+indonesia

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Jakarta, 21 August 2015

- 1. Uli Parulian Indonesian Legal Resource Center (ILRC)
- 2. Zenzi Suhadi Indonesian Forum for Environment (WALHI)
- 3. Franky Samperante Heritage Foundation
- 4. Rio Ismail The Ecological Justice
- 5. Rivani Noor Cappa
- 6. Wiwin TUK Indonesia
- 7. Riza V. Tjahjadi Biotani Bahari Indonesia
- 8. Stephanie Fried Ulu Foundation
- 9. Abdul Halim KIARA