

	RISK COVERAGE	ELIGIBLE BORROWER	PROJECT TYPE	BENEFICIARY	PRICING AND INDEMNITY REQUIREMENTS
World Bank (IBRD & IDA)	<p>Credit Risk: Default on payment obligations on bonds, loans, and non-loan related government obligations regardless of cause of default</p>	<ul style="list-style-type: none"> • For Development Policy Financing: Sovereign governments • For Investment Policy Financing: Sovereign governments and sub-national entities such as states, municipalities and state-owned enterprises • For non-loan related government obligations in relation to Investment Policy Financing: Private and foreign public entities 	<ul style="list-style-type: none"> • For Development Policy Financing: Public sector program of policy and institutional reforms • For Investment Policy Financing: Public sector projects • For non-loan related government obligations in relation to Investment Policy Financing: Private sector projects and public-to-public cross-border transactions • For IBRD Enclave Investment Project Financing: <ol style="list-style-type: none"> Project with strong financial flows in local currency in an IDA-only country that has sufficient alternative non-project related foreign exchange to cover the country's obligations to IBRD; Export-oriented, foreign exchange-generating project with private sector participation in IDA-only country 	<ul style="list-style-type: none"> • For Development Policy Financing: Private lenders and bond investors • For Investment Policy Financing: Private lenders and bond investors • For non-loan related government obligations in relation to Investment Policy Financing: Private and foreign public entities 	<p>Priced similar to IBRD loans or IDA credits</p> <p>Government must sign indemnity agreement with the World Bank</p>
	<p>Political Risk: Default on payment obligations on loans caused by failure of government to meet specific performance obligations, including but not limited to:</p> <ul style="list-style-type: none"> - Contractual performance of public counterparties - Change of laws and regulations - Expropriation - Non-convertibility and transferability of currency - War and civil disturbance, etc. 	Private implementing entity in public private participation (PPP) projects	<ul style="list-style-type: none"> • Projects with private sector participation such as build-operate-transfer and concession projects; public private participation (PPP) projects; privatizations • For IBRD Enclave Investment Project Financing: <ol style="list-style-type: none"> Project with strong financial flows in local currency in an IDA-only country that has sufficient alternative non-project related foreign exchange to cover the country's obligations to IBRD Export-oriented, foreign exchange-generating project with private sector participation in IDA-only country 	Private entity	
IFC	<p>Credit Risk: Default on payment obligations on bonds, loans, asset portfolios, derivative contracts, trade finance, and other financial instruments</p>	Private sector entity	Corporate, project, structured and trade financing	Private lenders, bond investors and other providers of credit to the private sector	<p>Priced on a commercial basis</p> <p>No indemnity agreement required</p>
MIGA	<p>Credit Risk: Default on payment obligations on any form of private commercial debt (non-honoring of financial obligations)</p>	Sovereign or sub-sovereign government or state-owned-enterprise	Public sector project involving cross-border financing	Commercial lenders providing credit to the public sector	Priced on a commercial basis
	<p>Political Risk: Losses on equity/quasi-equity or other forms of direct investment caused by:</p> <ul style="list-style-type: none"> - Expropriation - Breach of contract - Currency inconvertibility and transfer restriction - War and civil disturbance 	Private sector entity or government-owned company operating on a commercial basis	Private sector project involving cross-border investment	Private investor or lender or government-owned company operating on a commercial basis	Requires host country approval, but no indemnity agreement