



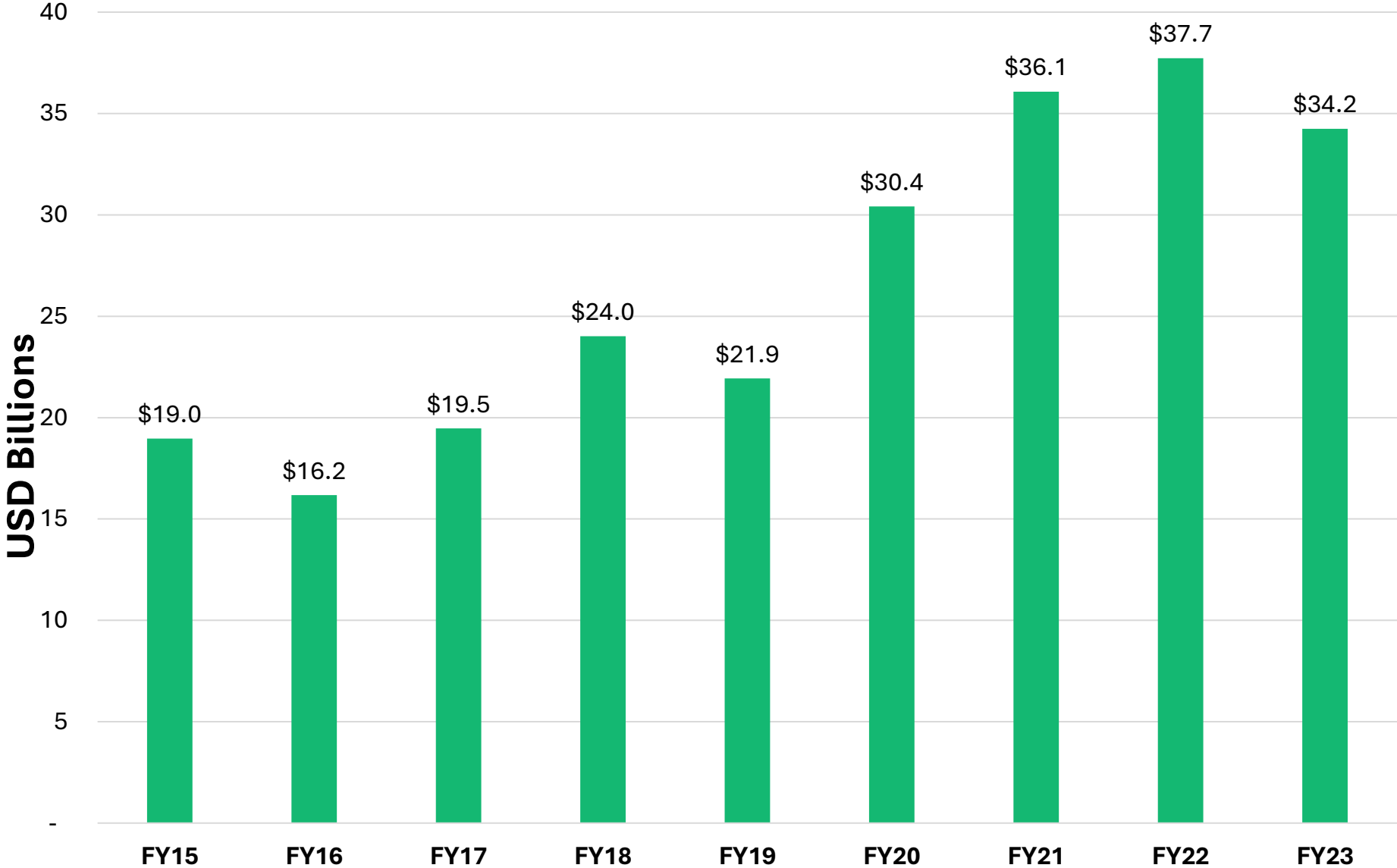
**DEVELOPMENT
REIMAGINED**

Is the World Bank's International Development Association (IDA) Working in Africa's interest?

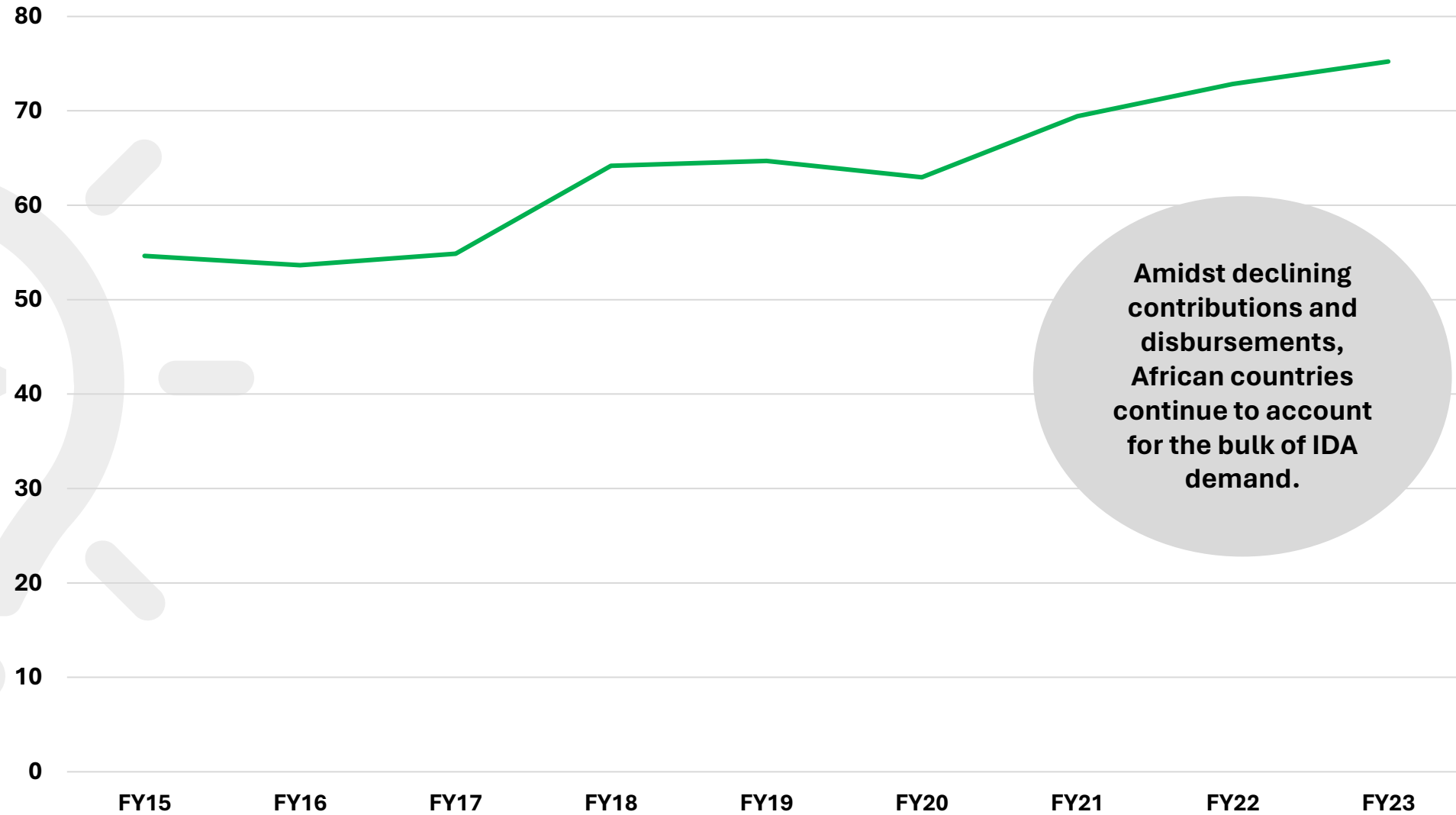
June 2024

Development Reimagined

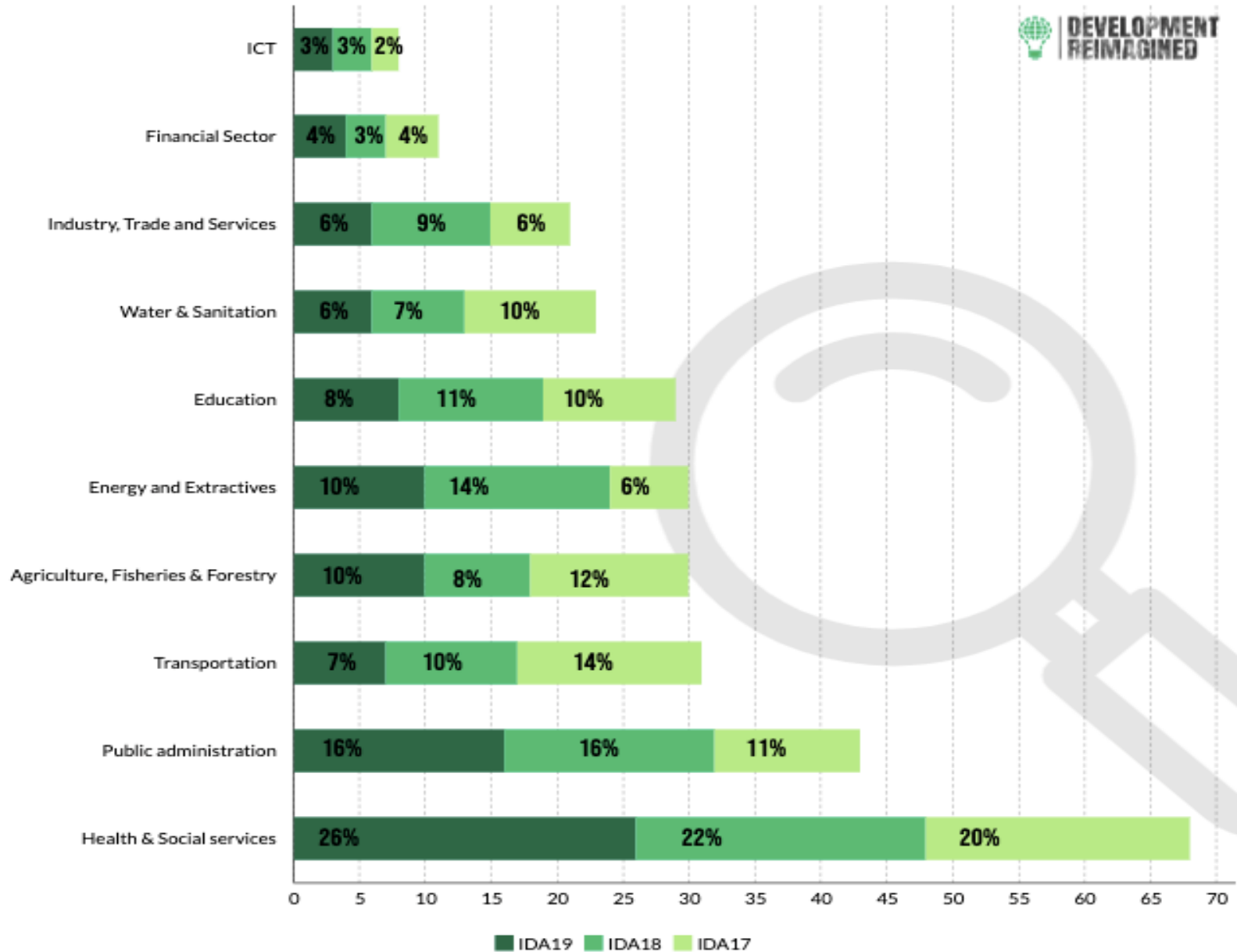
OVERALL DISBURSEMENTS (2015-2023)



IDA Disbursements to Africa (% Share of Total Disbursements)

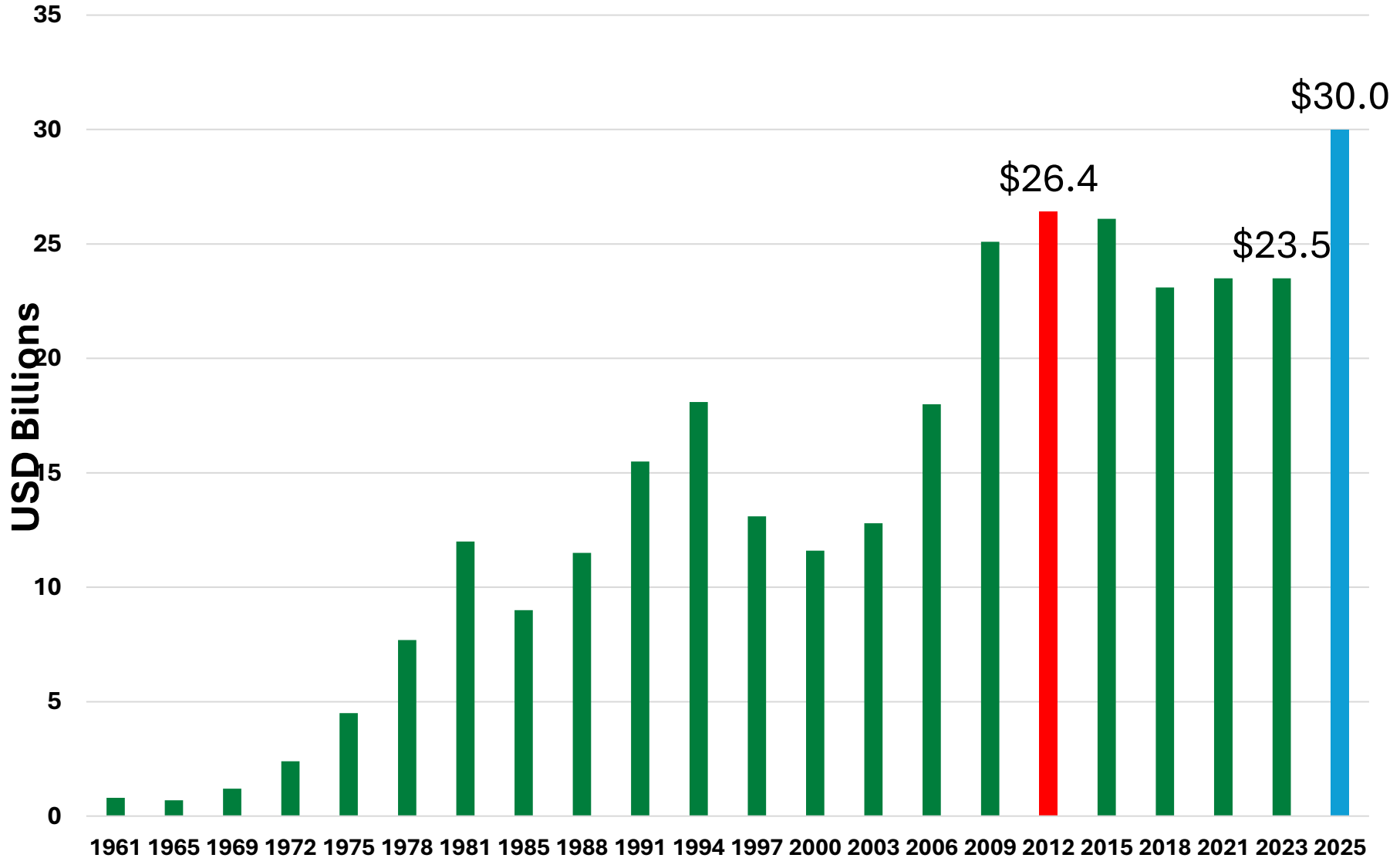


Sectoral Breakdown of IDA Funding (% Share)



Most of the IDA's funding is directed towards social expenditure as compared to productive expenditure such as infrastructure and manufacturing

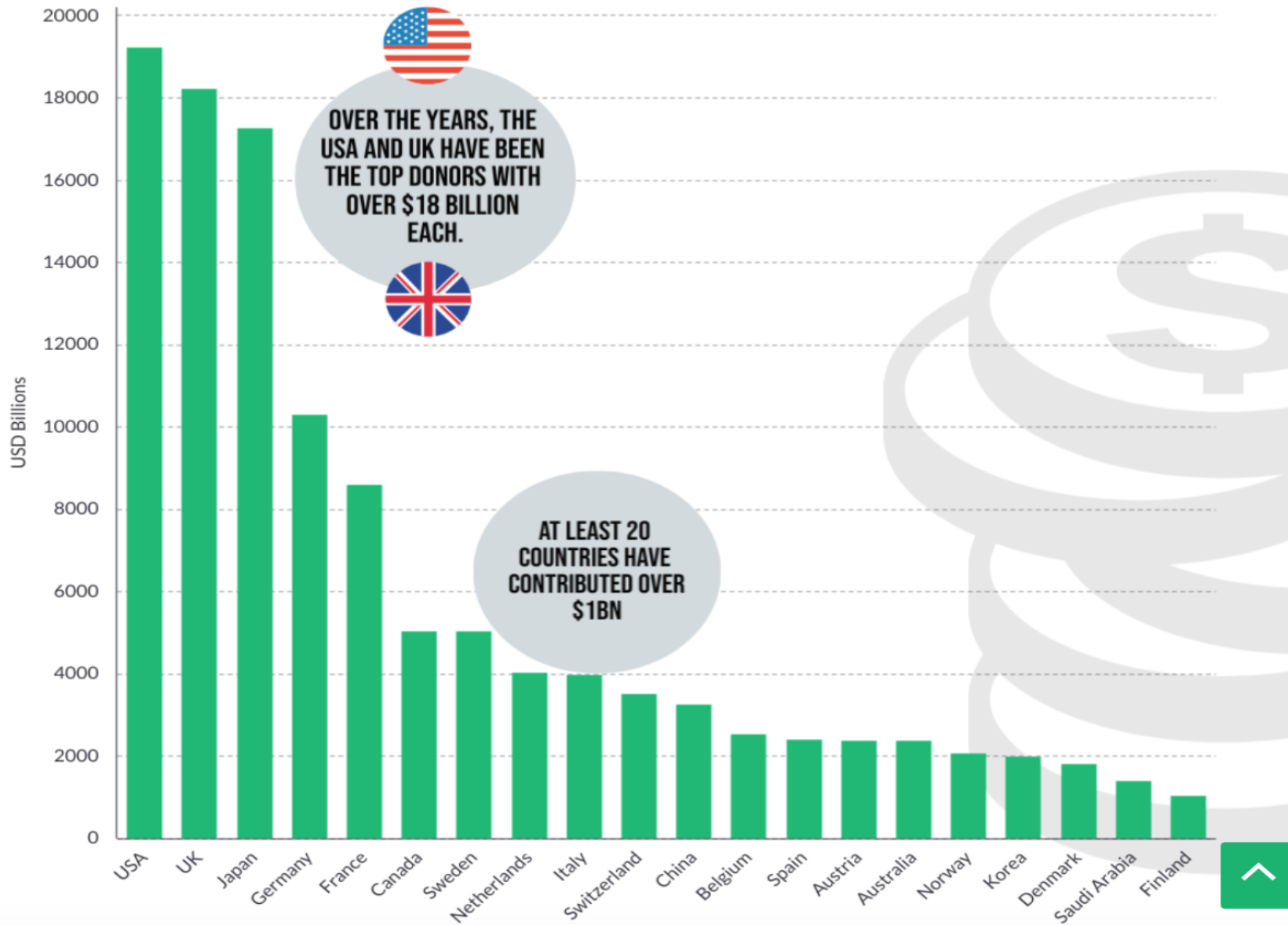
IDA Replenishments: Donor Contributions



Donor contributions have reduced since 2012

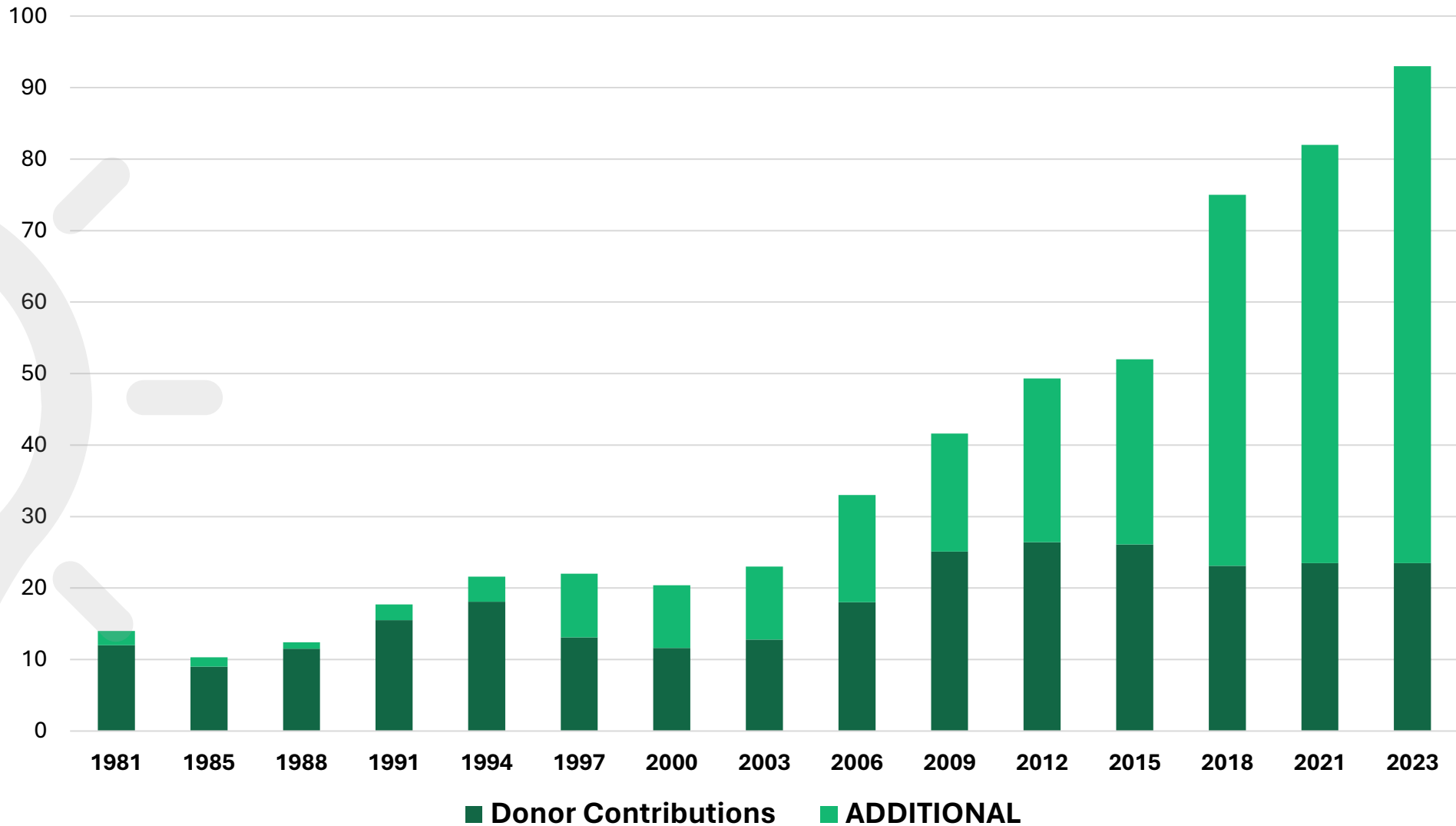
The proposed \$28-30 bn barely restores previous funding levels after adjusting for inflation.

Evaluating IDA's Funding: Top Contributors

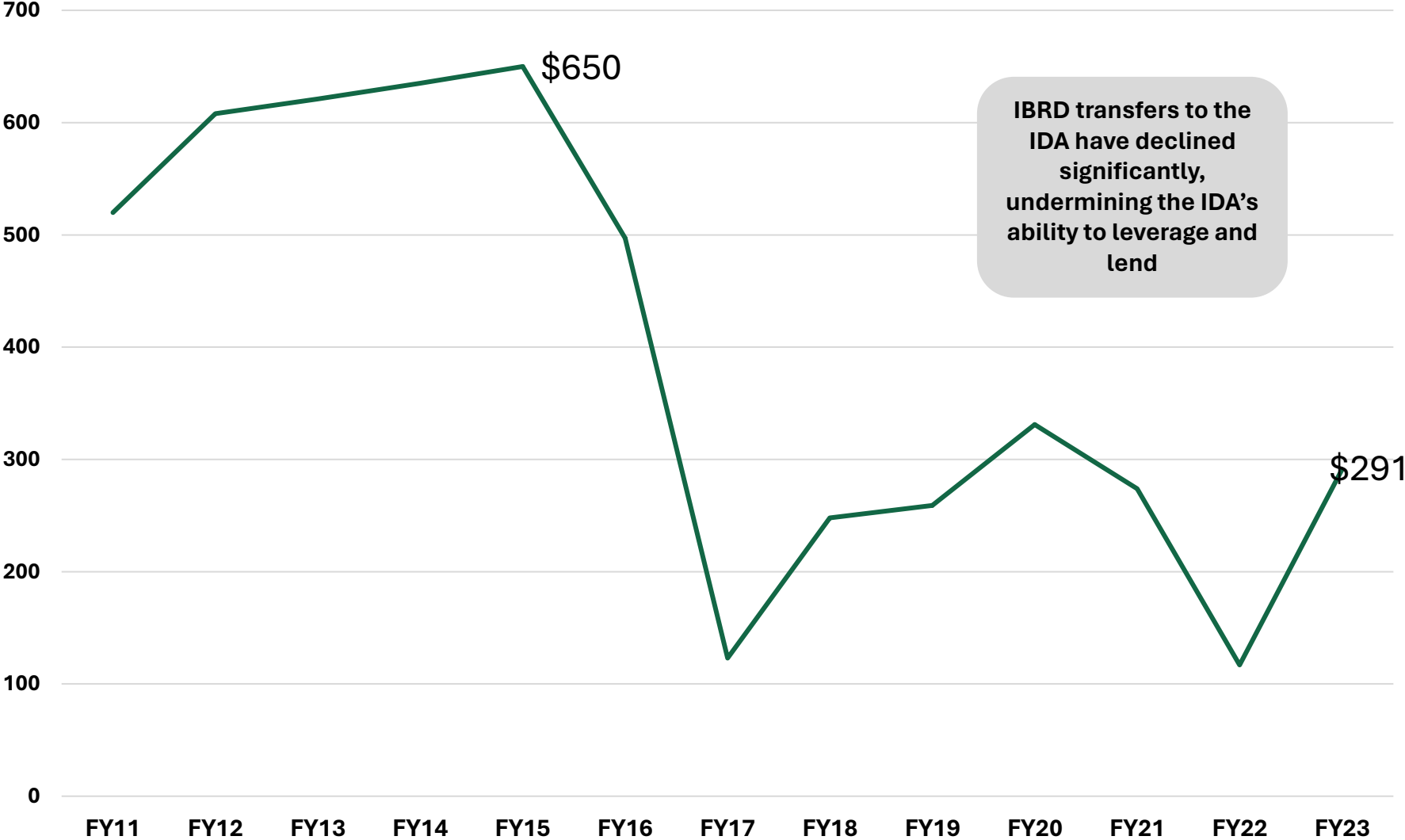


Top 20 Donor contributions through out the years

IDA Donor Contributions vs Additional Resource Mobilization (USD Billions)



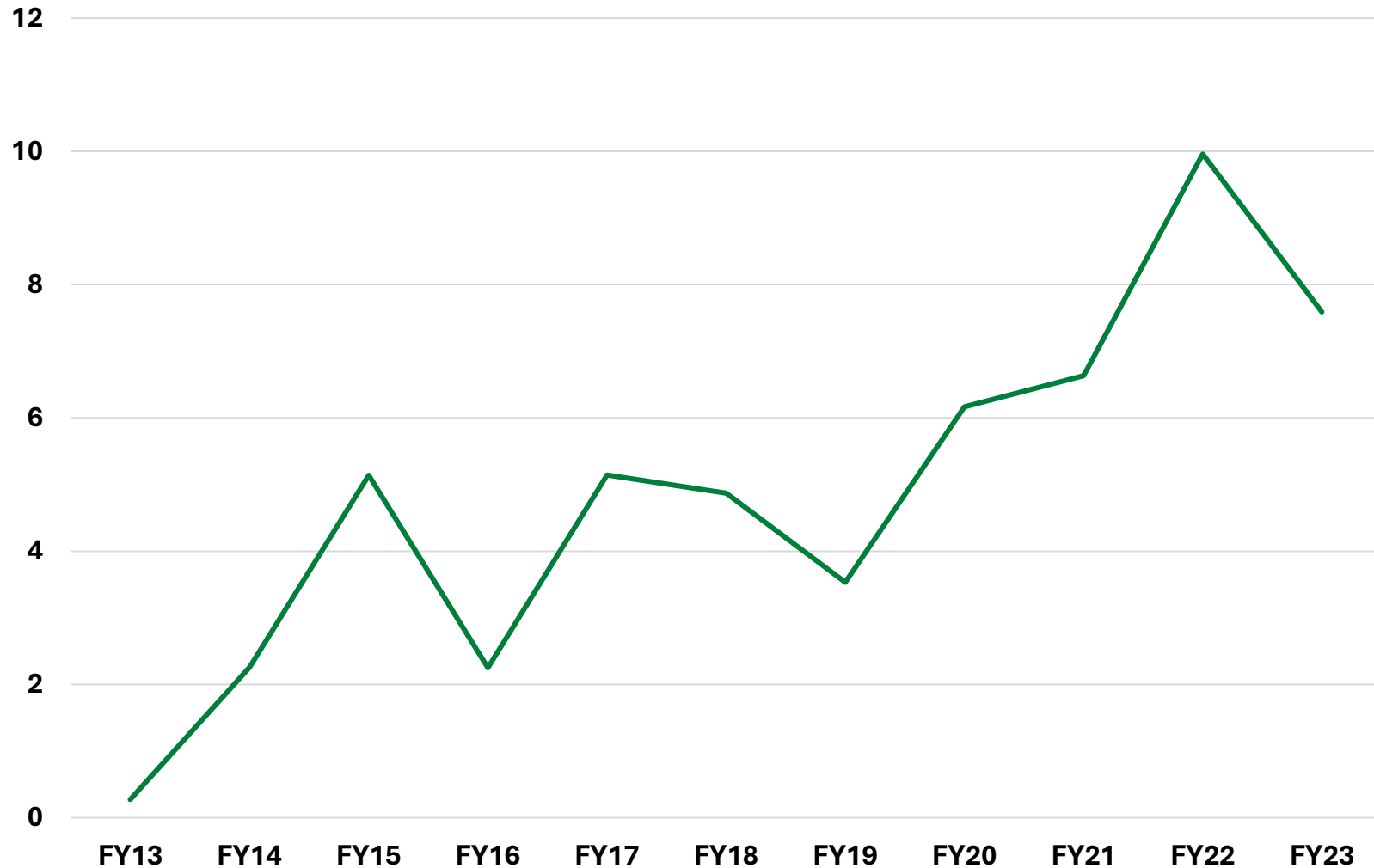
IBRD Transfers to IDA (USD millions)



IBRD-IDA Funding for lower middle income countries



IBRD Commitments to Africa (% of IBRD's total commitments, 2013-2023)



Eligible African countries receive a small share of IBRD's resources.

However, lower middle-income African countries are still in need of concessional financing, with poverty rates hovering at 48%. Yet, they are ineligible for the IDA.

Key Points from 2024 Spring Meetings

- Ajay Banga, President of the World Bank, calls for a **20%-25% increase in donor contributions** to the International Development Association (IDA).
- The target for donor contributions is set at **\$28-30 billion**.
- With this increased funding, IDA aims to leverage at least **\$100 billion** over the next three years

\$100bn

The World Bank is aiming for \$100bn during the 21st IDA replenishment.



↑ 20-25%

increase would be needed in donor contributions – equating to around US\$28-30bn of contributions from IDA donor countries.

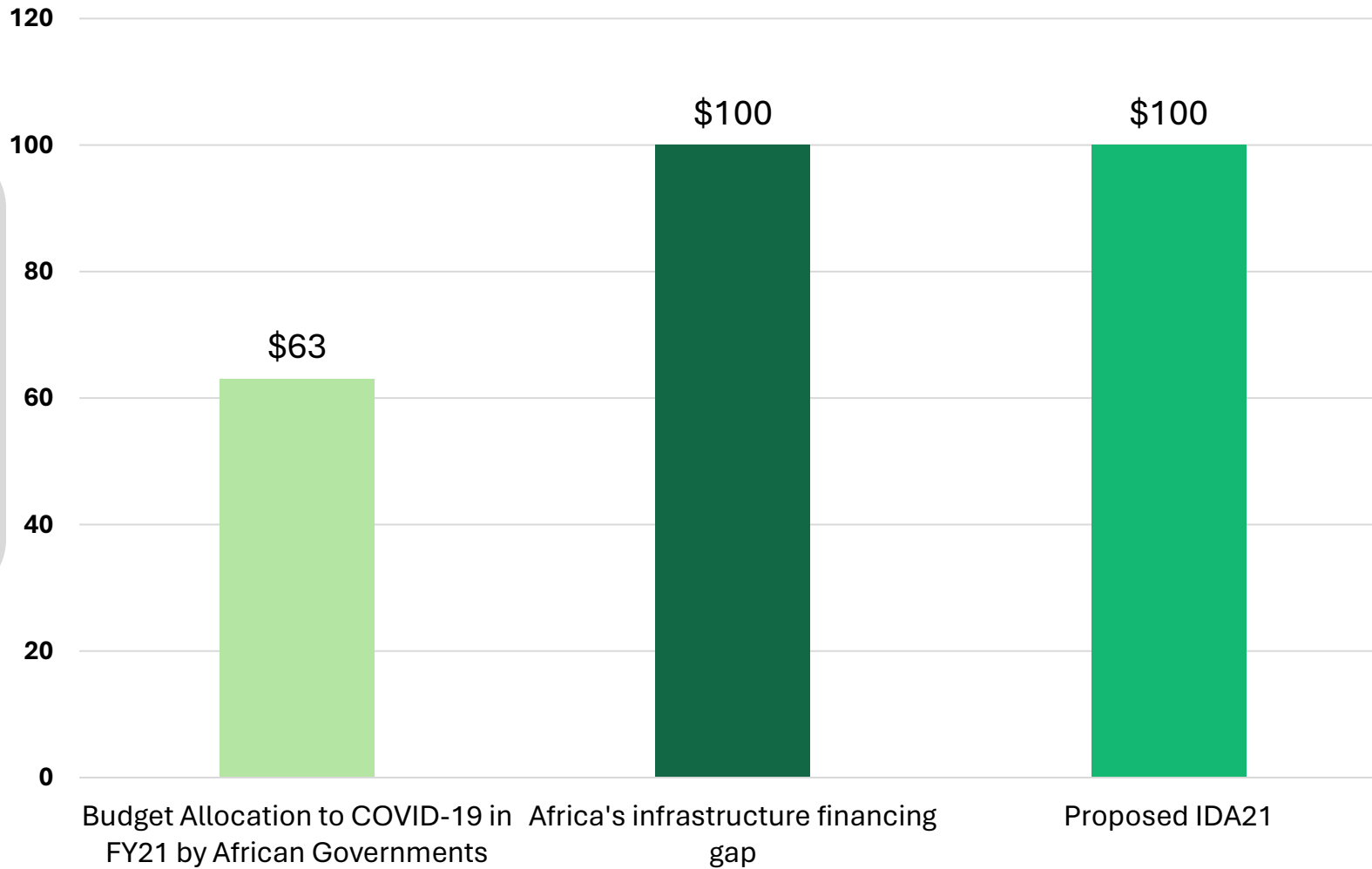


At the IDA Heads of State Summit in Nairobi, President Ruto stressed at least **\$120bn** is needed.

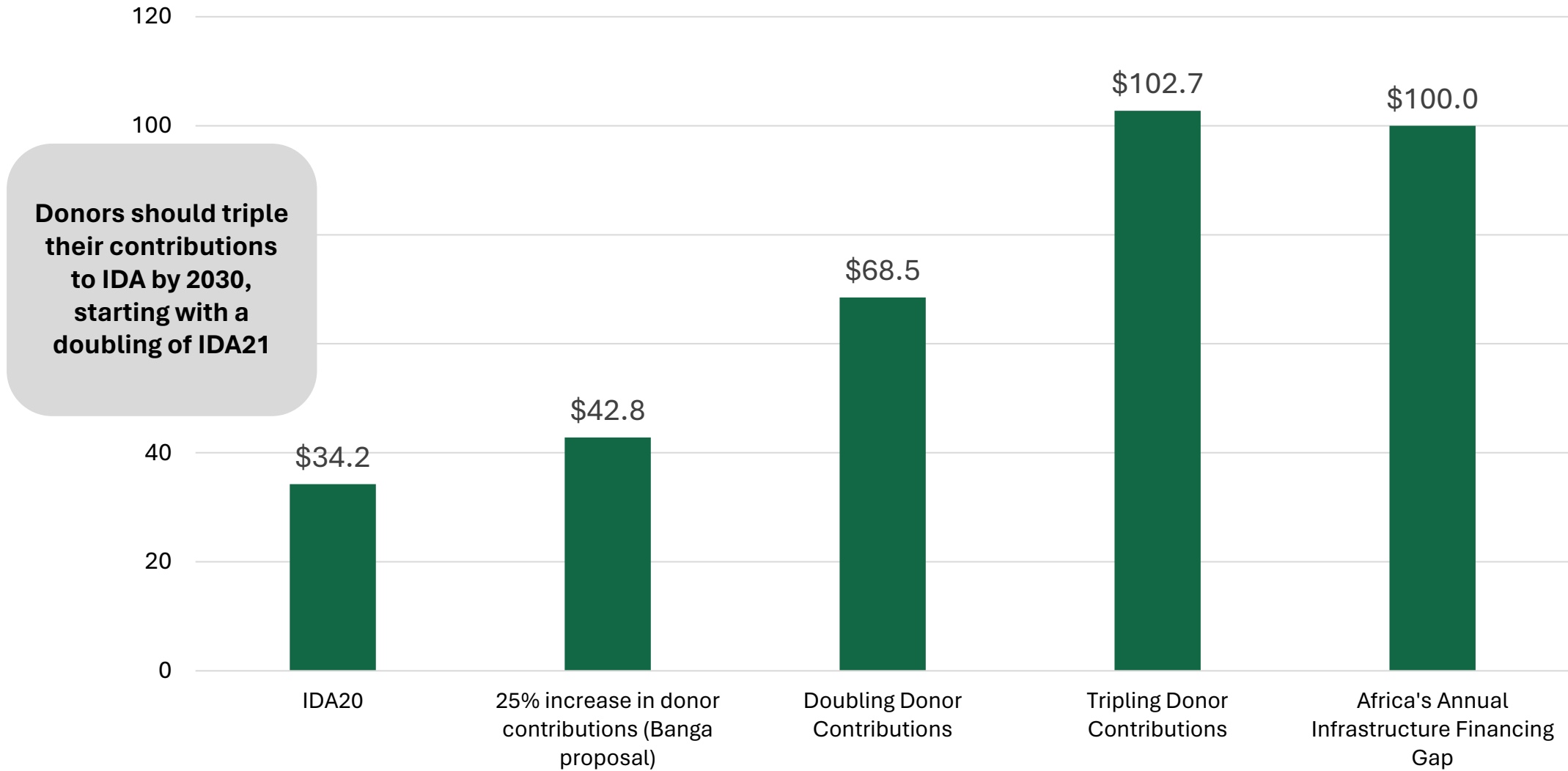
Is \$100 Billion Enough?

While \$100 - \$120 billion is a substantial amount, it cannot fully meet the extensive needs of developing countries.

Ethiopia, a top IDA recipient, has infrastructure needs of \$116-179 billion by 2030.



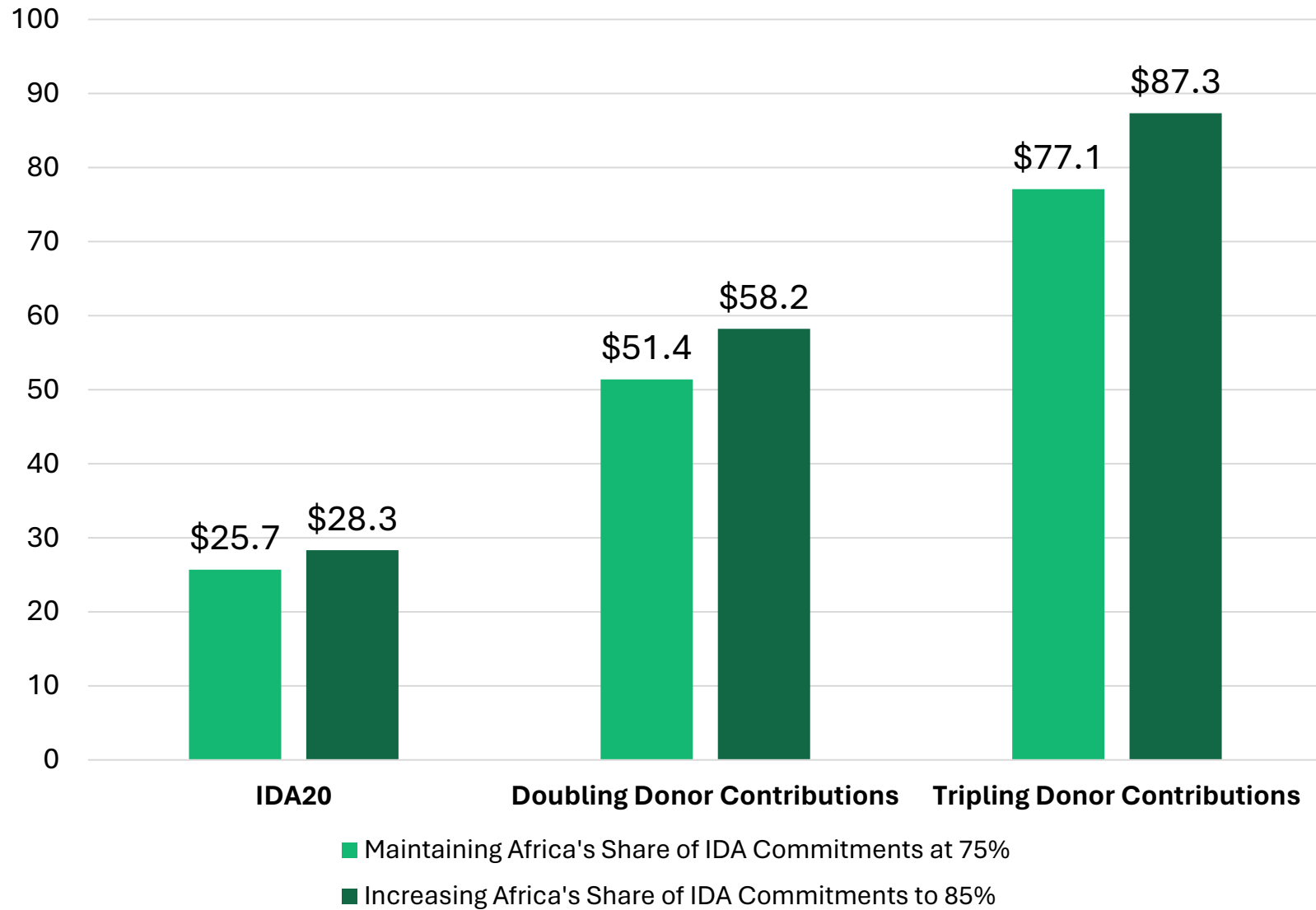
Closing the Funding Gap: Increasing IDA's Capacity



Donors should triple their contributions to IDA by 2030, starting with a doubling of IDA21

Impact of Doubling or Tripling Donor Contributions on IDA Lending to Africa

Tripling donor contributions significantly enhances the effectiveness and reach of development initiatives.



Timeline for IDA21 Replenishment



May 24: African policymakers must utilise key conferences, such as the African Development Bank Annual Meetings, to formulate key positions on IDA21.

June 24: 3rd Replenishment Meeting June 18–21, 2024. This will discuss IDA's approach and key features, alongside different financing scenarios.

July 24: African Union to forward African positions on IDA at the G21 Finance Minister Meetings.

October 24: 4th Replenishment Meeting October 28–29, 2024. This meeting aims to finalize IDA's policy package, alongside reviewing a draft of the IDA21 Deputies Report.

November 24: Utilise the G21's 19th Heads of State and Government Summit for further discussion and positioning on IDA21 Replenishment.

December 24: IDA21 Pledging Meeting by Donors.



Check Out Our Latest
Infographic on IDA21



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