

# IFFIm Case Discussion

# Proposed Outline of Discussion

- Rationale and Characteristics
- Implementation
  - Positive and negative aspects
- The Future
  - Challenges and Changes
- Learning Points

# Rationale

- Clear problem: meet the MDGs – good timetable
- Donors are there – will be there  
change time  
Borrow from the future
- Sensitive fiscal issue  
Off Balance
- IFF – Generic; IFFIm – specific

# Quality – Quantity

- Private – Public  
Plan for Investment
- Bigger Potential  
Predictability - GAVI  
Front Loading  
Response of Private Sector  
Replicability?
- Ability to generate \$ on a large scale  
Political Transaction  
how many? – “clubs”
- Critical mass
- Additionality? Fancy ODA?
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# Issues

- Frontloading – Decrease Future
- Efficiency
- Current Financial Situation
- Investment vs. current Spending  
Analyse Cost/Benefit Return
- Global Premium Bonds (Lottery )

# Challenges

- Intermediation costs too high
- Sophistication 2<sup>nd</sup> Bond
- Donors raise debt to finance their own expenses → Cost
- Compare IFFIm cost with country cost to get financing
- Transaction costs for Donors  
to get together to agree – IFFIm one for 10 years
- How easy is it to get it approved
- Formation of Donor “Clubs”  
Regard as Investment
- 5-10 Years Commitment

# Implementation

# The Future

# Learning Points IFFIm

- Mainly positive
- Additionality?
- Reliability?
- Availability of future funds?