The road to 2030: sustainable growth

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Global development challenges

**INFRASTRUCTURE**
1.2 billion people lack access to electricity

**FRAGILITY**
46% of the global poor will be in fragile & conflict situations by 2030

**HEALTH & EDUCATION**
400 million people do not have access to essential health services. 121 million children are not in school

**CLIMATE CHANGE**
26 million people are pushed into poverty each year due to extreme weather
Increasing pressure on key resources: water & energy

World Bank Group Innovative Mechanisms

**MENA CONCESSIONAL FINANCING FACILITY:**
Nearly $2 billion dollars of concessional financing to middle-income countries hosting refugees; Leveraging nearly $700 million dollars in concessional financing for development projects in Jordan and Lebanon.

**THE WORLD BANK GROUP GRANTEE FACILITY:**
Using guarantees from donor countries for MENA region, we have raised so far an additional $450 million dollars of funding for Iraq and $150 million dollars for Egypt.

**IDA18 PRIVATE SECTOR WINDOW:**
The PSW, which includes $2 billion for IFC, is expected to catalyze up to $6 billion in additional private sector finance from IFC and our co-investors over the next three years.

**IFC ASSET MANAGEMENT COMPANY:**
Nearly $9 billion in assets under management at the end of FY16. AMC mobilizes funds from sovereign wealth funds, pension funds and other institutional investors.
Private sector & sustainable development

“BUSINESS WILL BE THE SINGLE MOST IMPORTANT ACTOR IN DELIVERING THE SDGs” – 2016 Global CEO study

Sources: Adapted from 2017 Deloitte study on “2030 Purpose” and the 2016 Accenture “Global CEO” study.
**Cascade approach**

1. **COMMERCIAL FINANCING**
   - Can commercial financing be cost-effectively mobilized for sustainable investment?
   - If not...

2. **UPSTREAM REFORMS & MARKET FAILURES**
   - Can upstream reforms be put in place to address market failures?
   - If not...

3. **PUBLIC AND CONCESSIONAL RESOURCES FOR RISK INSTRUMENTS & CREDIT ENHANCEMENTS**
   - Can risk instruments & credit enhancements cost-effectively cover remaining risks?
   - If not...

4. **PUBLIC & CONCESSIONAL FINANCING, INCLUDING SUB-SOVEREIGN**
   - Can development objectives be resolved with scarce public financing?

**Sources:** IFC 3.0 strategy and Forward Look, 2017.
SDG Everyone: equity-index linked bonds

- Bonds that for the first time directly link returns to the performance of companies advancing global development priorities set out in the 2030 Agenda

- The equity-index linked bonds raised a total of EUR163 million from institutional investors in France and Italy

- World Bank Group Treasury anticipates coming to market with similar issuances that would attract a range of investors across the world

Sources: World Bank Group Treasury, Press Release from 03/09/2017
THANK YOU

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