

Implementation of ADF-11 core operational commitments



Aloysius ORDU

Vice-President, Country & Regional Programs & Policy



Key Messages

1 A Changing African Context

2 ADF-11 Operational Commitments

3 Emerging Issues and Opportunities

Unprecedented demand for Bank financing and policy advice, partly owing to global financial crisis

Immediate Needs

- Fast tracking support to needy countries
- Keeping trade moving
- Helping Africa stay the course on sound policies and progress toward MDGs
- Protecting fragile and post-conflict states

ADF Response to the Crises

- Accelerated delivery of resources (frontloading)
- Restructuring portfolio
- Shortened processes



Key Messages

1 A Changing African Context

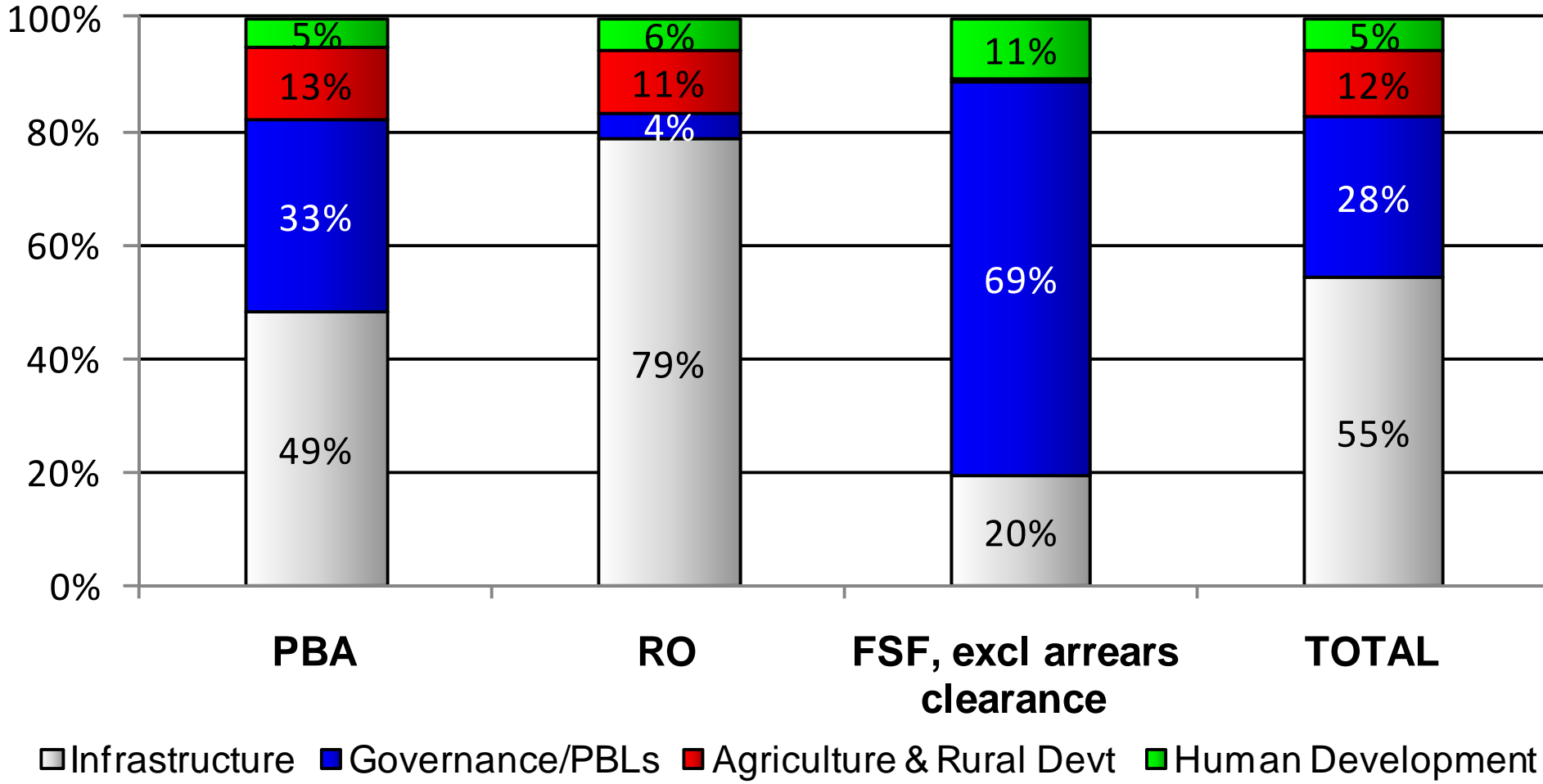
2 **ADF-11 Operational Commitments**

3 Emerging Issues and Opportunities



Operational
Priorities

Mid-term Assessment of ADF-11 Operational Priorities





Infrastructure



Infrastructure: our comparative advantage

TRANSPORT

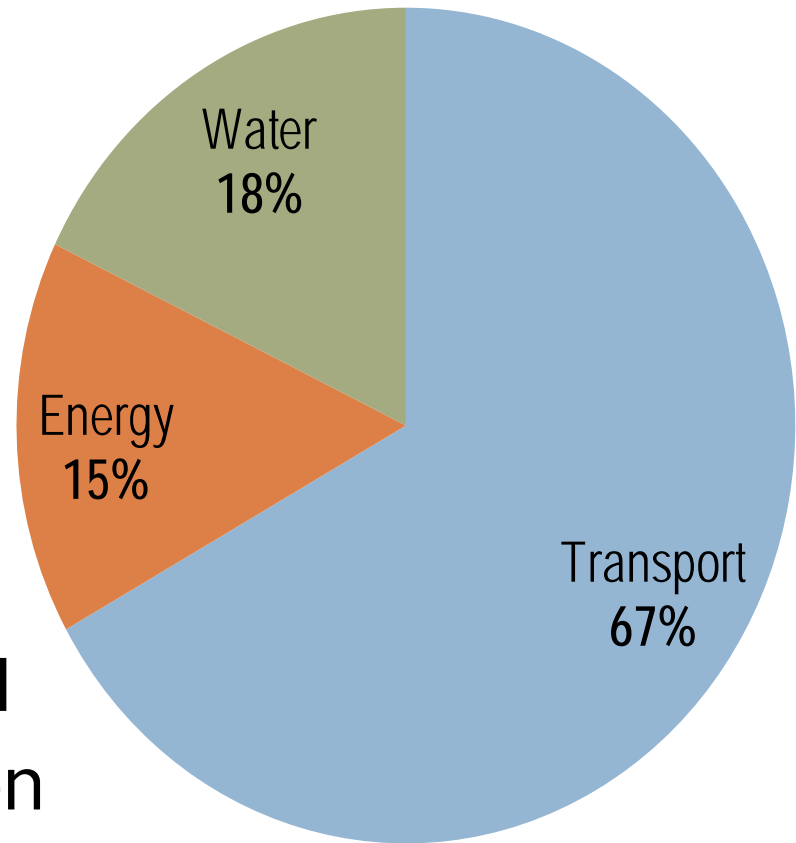
Mombasa-Nairobi- Addis
Corridor

ENERGY

Nelsap

WATER AND SANITATION

Kampala Water and Sanitation
Project





Regional Operations: Integrating African Economies

- Bugesera Natural Resources Management Project (Rwanda and Burundi)
- Transport Corridor (Cameroon- Nigeria)
- Demobilization and Reintegration Program (Great Lakes)
- River Blindness (West/Central Africa)



Good
Governance



Promoting Good Governance

**Budget/ Revenue
management :**

Liberia, Mali, Comoros and Gambia

Public procurement :

Tanzania, Benin, Togo, Burkina Faso

Government auditing :

Gambia, Sierra Leone, Liberia,
Rwanda

Business environment :

Zambia, Cap Verde, Rwanda



Fragile
States



Building Foundations in Fragile States

Pillar I (top up resources): UA 133 million committed in 8 States – (Liberia public financial management program)

Three Pillars:

Pillar II (arrears clearance): UA 233 million to Togo and Cote d'Ivoire

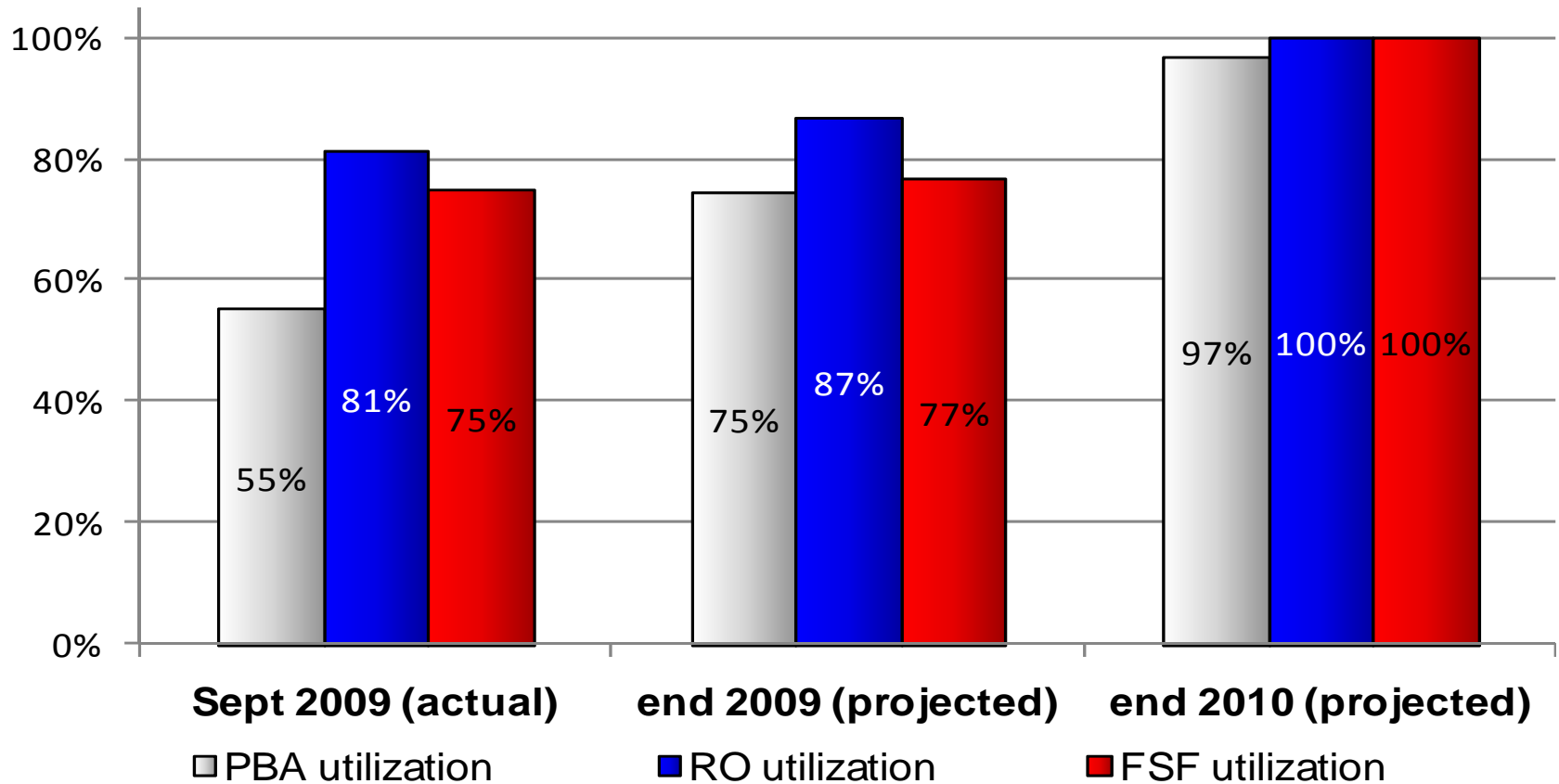
Pillar III (targeted support): UA 17 million committed (Comoros TA in the water sector; Guinee Bissau in Public Administration).



Frontloaded
Commitment



Commitment by Priority Areas





Key Messages

1 A Changing African Context

2 ADF-11 Operational Commitments

3 Emerging Issues and Opportunities

Emerging Issues and Opportunities

- **Regional Operations**
 - Cost Sharing and RPGs
- **Fragile States**
 - Resources for re-engaging states
- **Flexibility**
 - Policies



Concluding Remarks

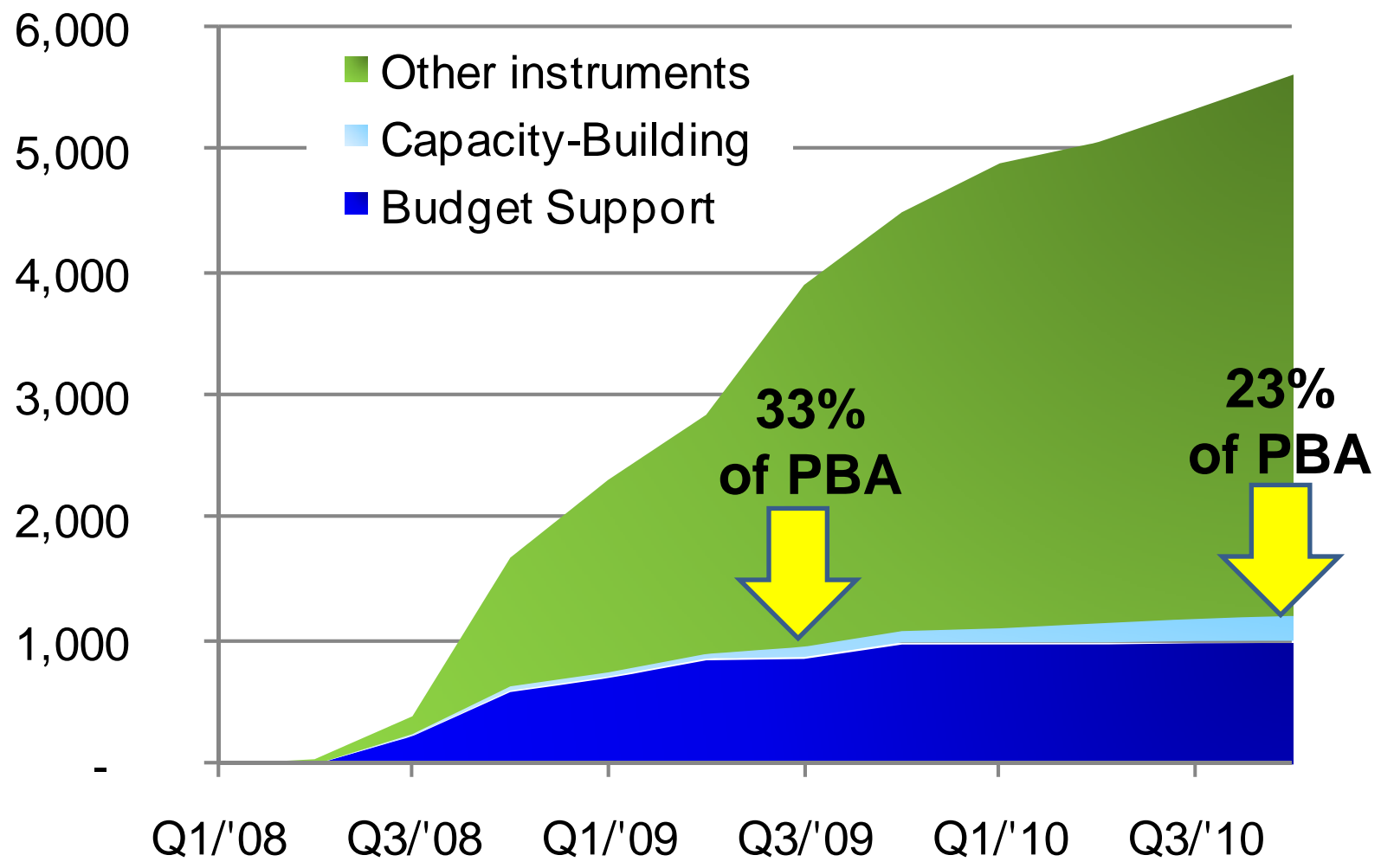
- **ADF tested by crises**
- **Adapted and responded well**
- **Kept focus on strategic priority areas**
- **Pipeline and demand remain high**



BACKUP SLIDES

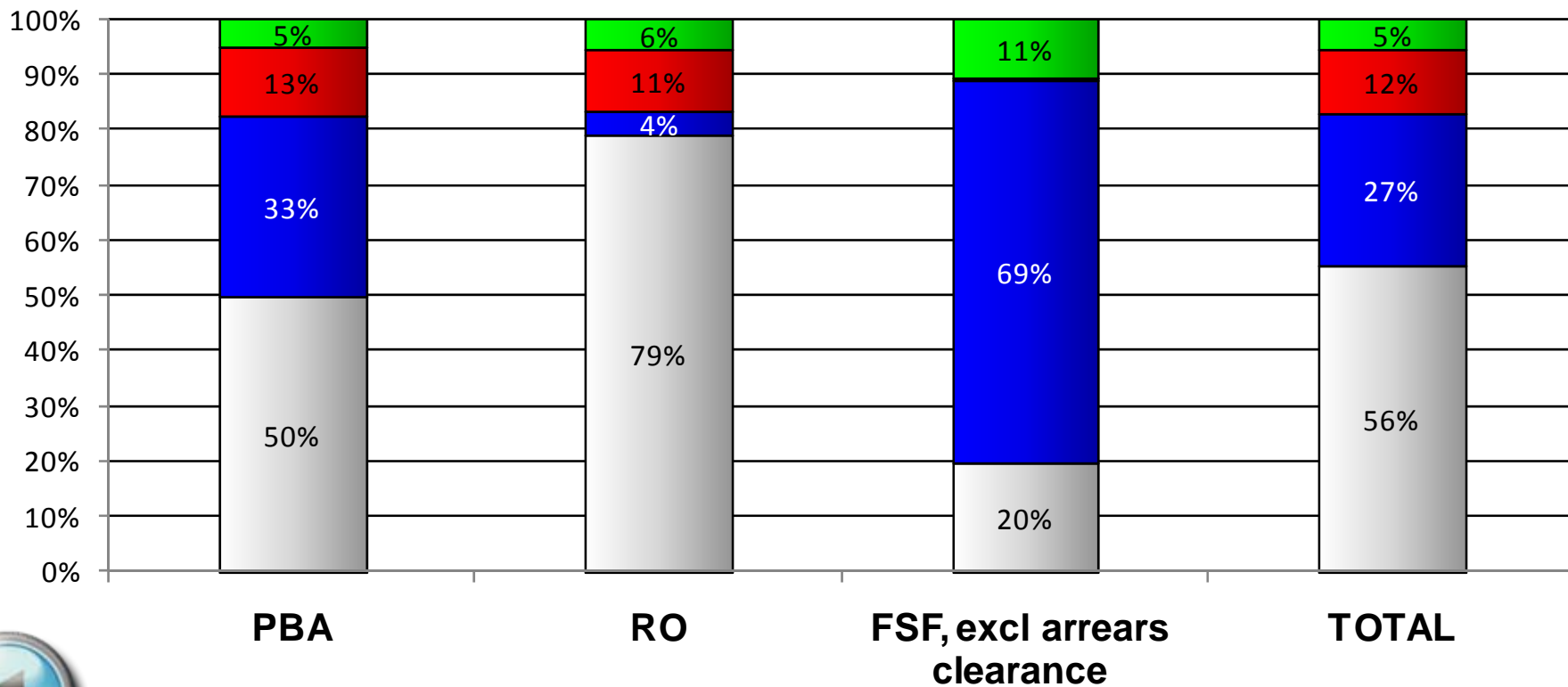


Due to approvals early in the cycle, the share of governance projects will go down from 27% to 23%





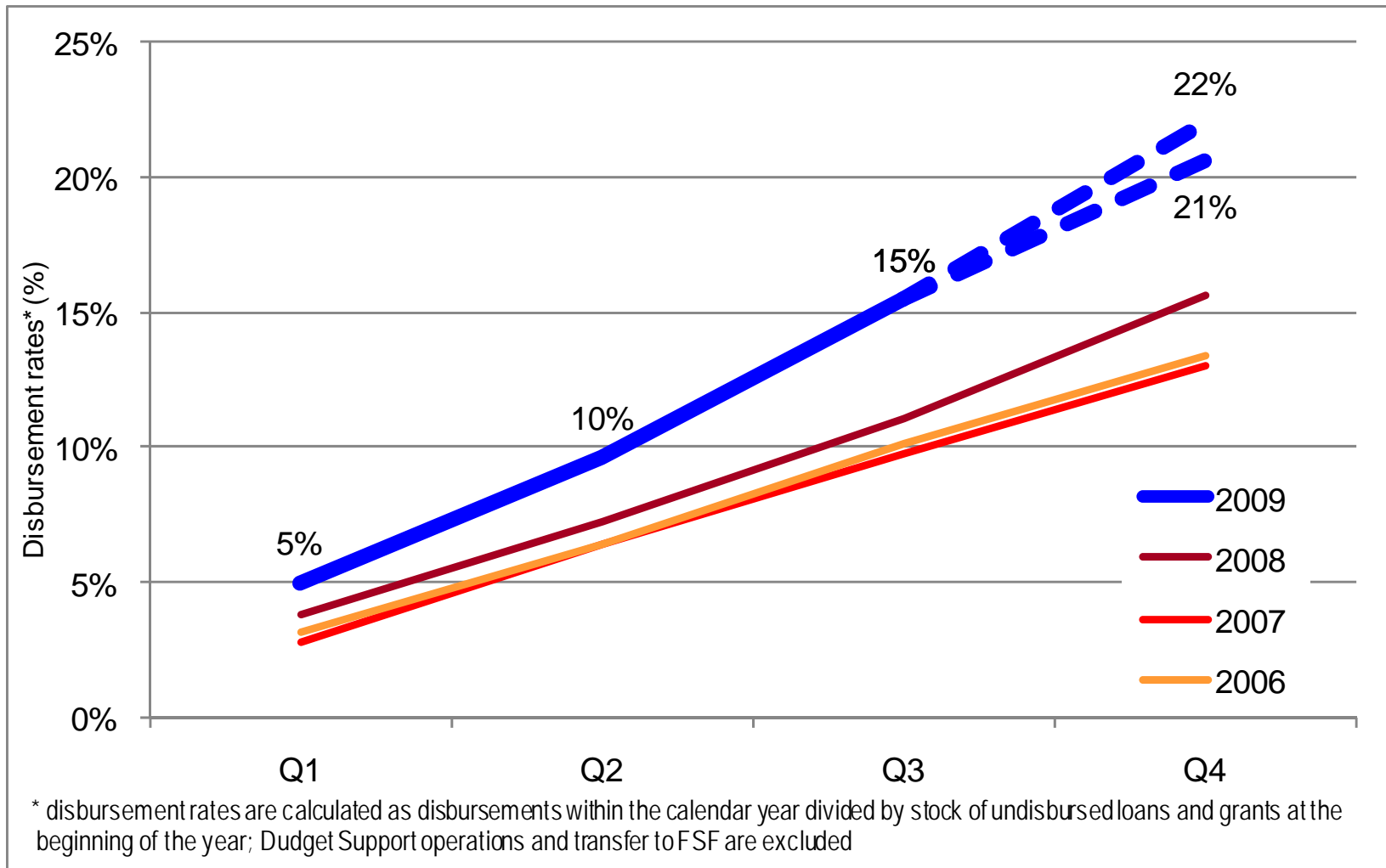
Sector focus in line with core priorities was preserved for PBA, as well as RO and FSF



Infrastructure
 Governance/PBLs
 Agriculture & Rural Devt
 Human Development



Disbursement rates increased significantly





Details of disbursements

	Data	
in UA m	2008 (12 months)	2009 (9 months)
Projects	687	701
FSF	150	408
PBL	288	318
Grand Total	1,125	1,427



OSVP



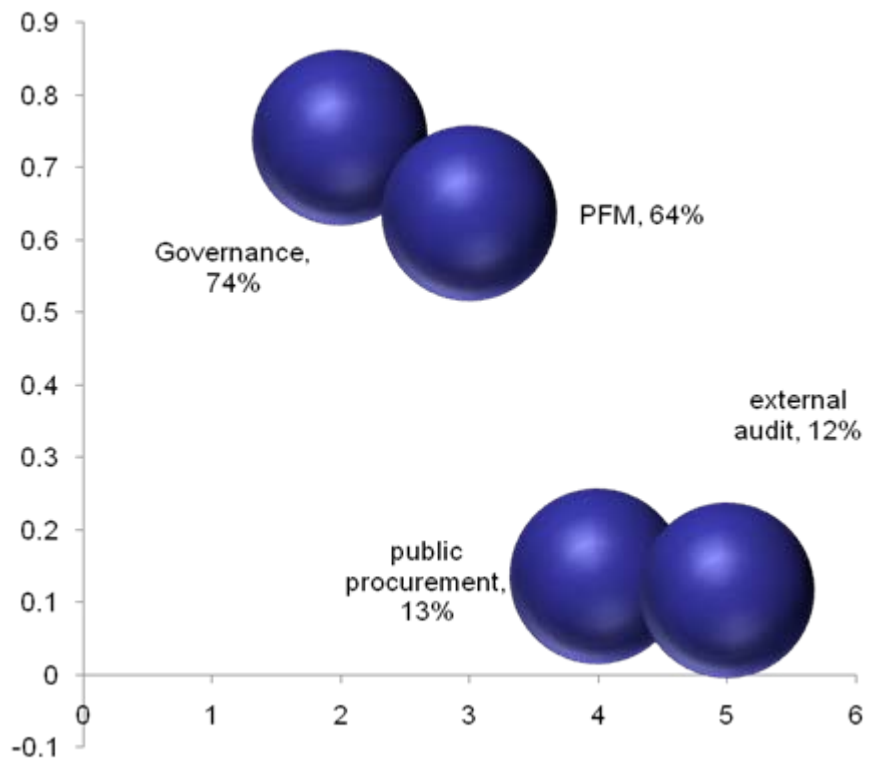
Governance and Budget Support under ADF-11

- PBL operations support reforms in Financial Governance and Economic Management, and Strengthen accountability institutions
- PBL operations, along with other aid instruments, add value through improved Quality-at-Entry & Results focus
- Support tailored to country needs; Policy dialogue enhanced through field presence, co-financing and common approaches (chair of joint budget support groups)



Governance and Budget Support under ADF-11

Sector focus of PBL conditions (as % of conditions)



Design and delivery improvements of PBLs

	ADF-11 (mid-term)	ADF-10
Volume	815 m	526 m
Number	25 (7 in FS)	19
Average size	38 m (excl. FS)	28 m
Disbursement Time (after board approval)	2 months	3 months
Av. number of conditions	7	9
Use of Prior Actions	enhanced	none
Harmonization within PAF	100%	n/a



Rigorous Conditions for PBLs to select fragile states

- In close Coordination with Donors on the ground;
- With Joint Monitoring, Monthly Budget Reviews & Annual Joint Assessments;
- Limited & timely funding to ensure Bank's "**voice**" in Policy Dialogue & encourage Reform Process;
- Jointly agreed Triggers for each Tranche Release;
- Ensures pro-poor budgetary expenditures



ADF -11 & Agriculture Sector Operations

- ADF-11 financed 15 projects UA 363 m; target UA 435 m
- Focused on Agricultural Infrastructure; Water Management; & Natural Resources Management.
- Strengthened linkage with Private sector & linkage to markets
- Revised Agriculture Sector Strategy based on lessons learned from the AfDB/IFAD J. E. & Bank's comparative advantage
- Worked out mechanisms with Partners to deliver pledged assistance for food security.



Agriculture Sector Response to the Food Crisis

- Combination of Short, Medium and long Term measures
 - Realignment of Portfolio: 96 million; 80million disbursed
 - Budget support: 300 million: 233 disbursed
- Assisted 2 million people in 29 RMCs ; 34% are women.
- Medium to long term measures, mostly: water mobilization and reduction of post harvest loses, and capacity building



Human Development Operations

- Bank's HD portfolio has 121 operations for UA 1.83 billion (*50.9% in Education & Training; 29.6% Health & 19.5% in Social Protection*);
- Primary focus: Tertiary Education, Technical Education and Vocational Training thru 3 Pillars:
 - Financing of infrastructure for higher education, science and technology;
 - Establishment of national and regional centers of excellence; &
 - Strengthening linkages between education & productive sectors.



Climate Change Mitigation And Adaptation

- African negotiators requested Bank support for capacity building in the on-going UNFCCC negotiations
- Bank is developing and applying tools and products to assess and address climate risks in all sectors
- 209 projects approved from 2007 to March 2009 profiled for climate risk analysis
- USD 19m mobilised since January 2009 for climate change adaptation in Bank projects (Malawi, Burundi, Gambia, Zambia, and Cote d'Ivoire)
- Bank supports development of appropriate and reliable information in addressing the risks of climate change, through the ClimDev-Africa project.



Gender Mainstreaming

- The Bank has strengthened Gender Mainstreaming in Operations:
 - **4 checklists for priority sectors developed**
 - **67 Operations staff trained in their use (since August 2009)**
 - **Gender profiles provided analytical inputs to 2 CSPs and 13 project design**
 - **Gender responsive indicators for all sectors established and are being monitored**

- Gender issues addressed as Quality-at-Entry
 - **Gender aspects in readiness review will kick-in**
 - **Gender helpdesk already provides on-line support to 8 country teams**
 - **Country level gender disaggregated statistics to be established for 2 RMCs**

- Improved Institutional environment for Gender Mainstreaming
 - **The Presidential Award for Excellence in Gender**
 - **A Bank-wide Gender Network**
 - **Full staffing by November 2009**