



# ***Proposed Adjustments to the Bank Group Framework for Engagement in Fragile States***

**Margaret KILO**  
**Resident Representative, LIBERIA**

June 2013

**ADF-13**



# Overview

- 1 Recap of the first meeting
- 2 ADF-13: deepening engagement in fragile states
- 3 Proposed adjustments
- 4 Conclusion





***Fragility.....***



***.....Resilience***



***Transformation***





# The High-Level Panel on Fragile States



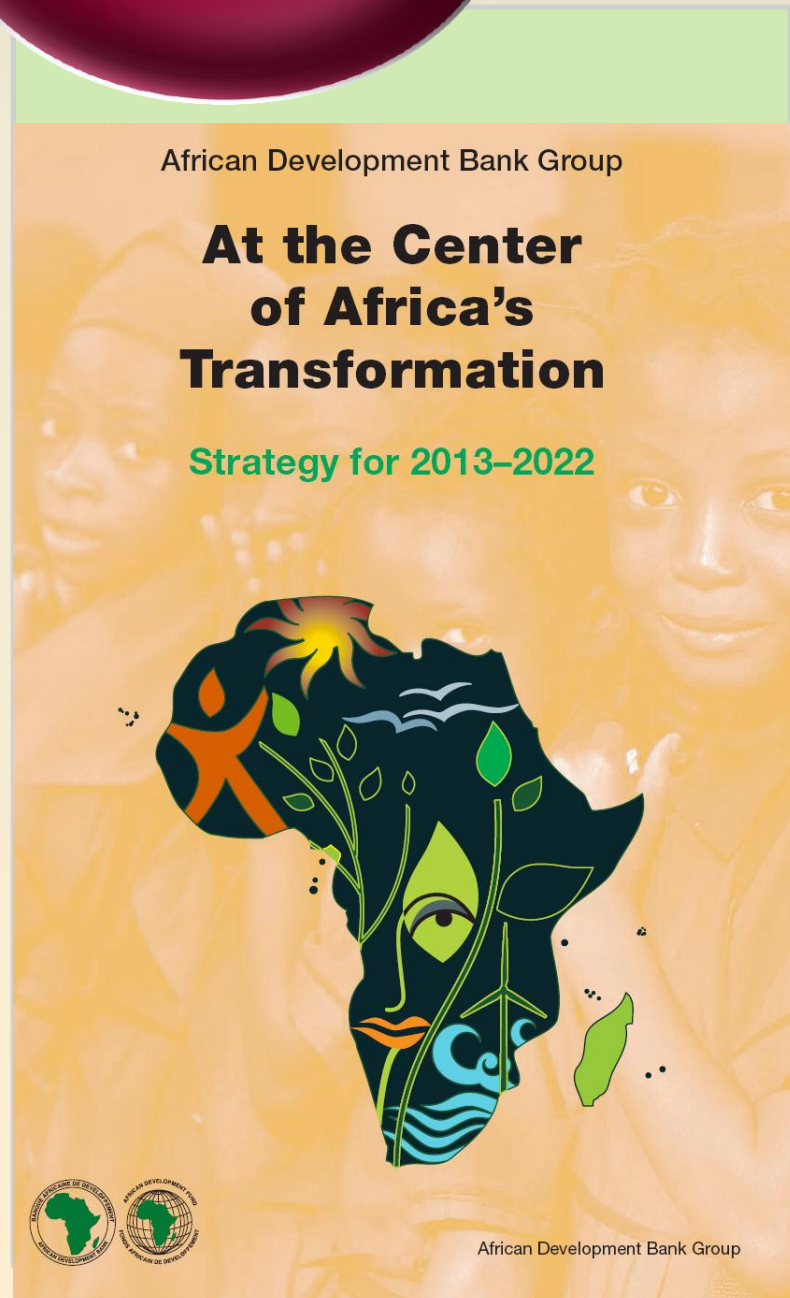
## Mandate

## Work program and timeline

- Country consultation
- Preliminary feedback
- Final report

# A framework for deeper engagement in fragile states

**Strategic  
Focus**



**Partnerships**



**Effective  
Delivery**

**Fragility lens**

**Business processes**

**One-Bank**

**Dedicated facility**



# Proposed Adjustments

a more Effective, Responsive and Flexible support



ADF-13



# *Improved approach for assessing fragility and FSF eligibility*

### Current approach

- CPIA <3.2
- Peacekeeping or Peacebuilding mission

### Introduce additional qualitative measures

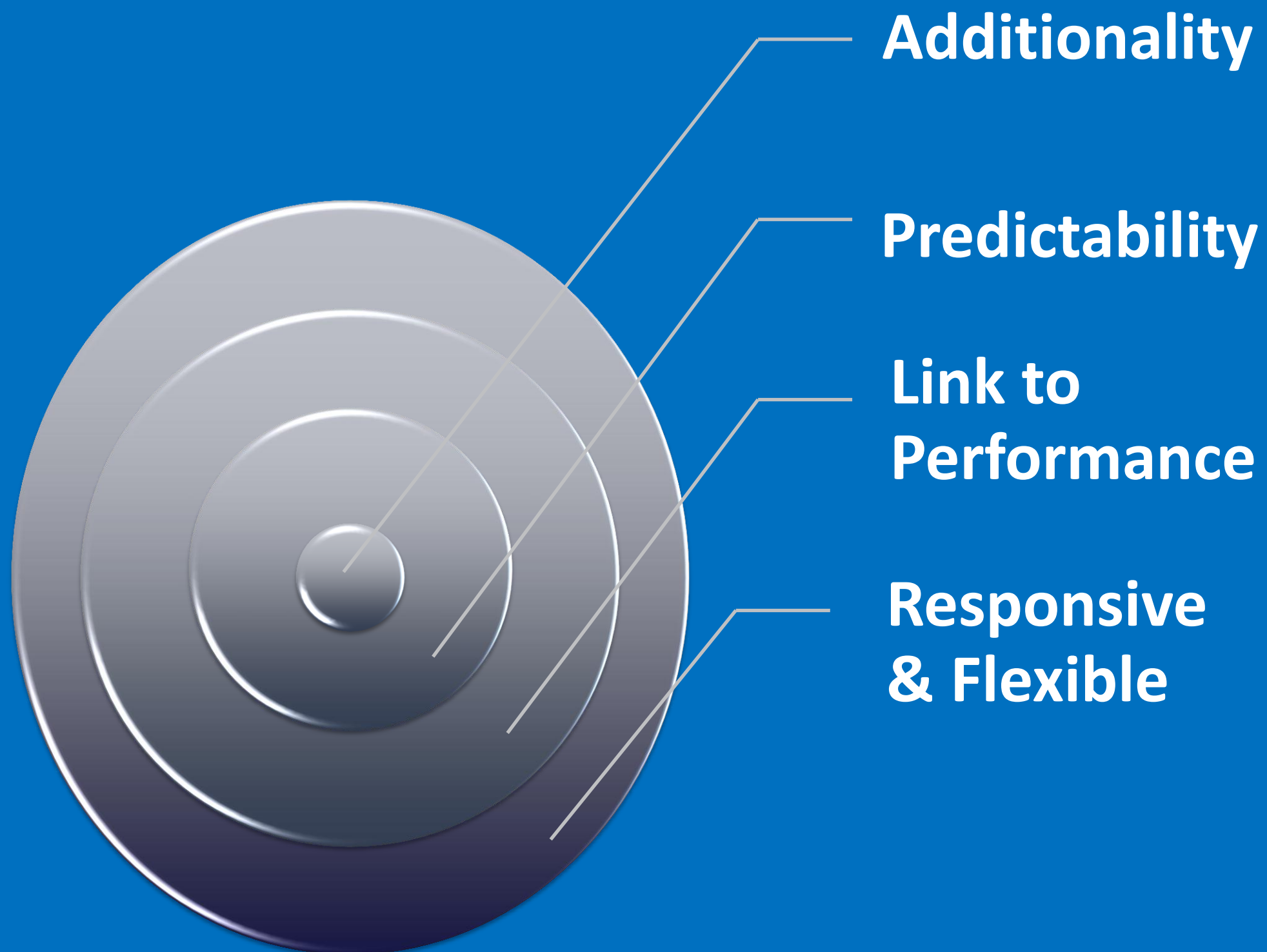
- Assess dimensions not captured by CPIA

### Revise first-stage eligibility criteria

***ADF-13 pilot: Country Resilience and Fragility Assessment (CRFA) framework***

ADF-13

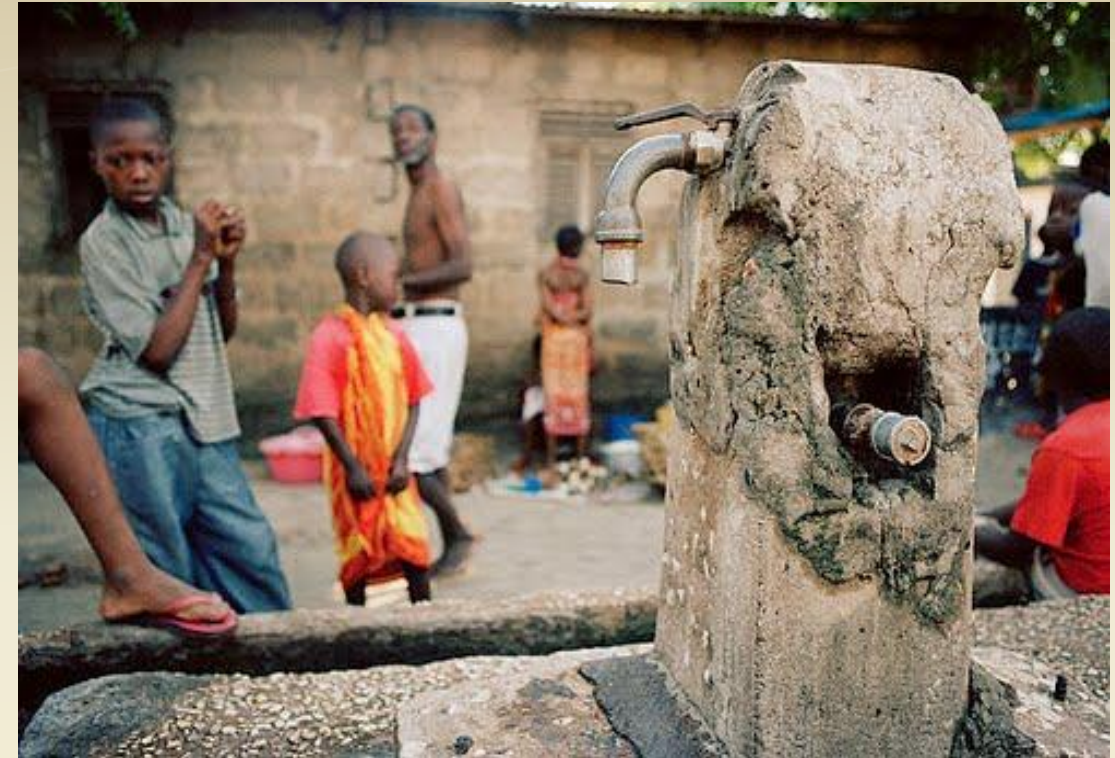
## *Enhancing responsiveness of FSF resource allocation*





*...enhanced responsiveness*

- retain a portion of Pillar I (10%) unallocated
- allow exceptional access to a country's PBA





## *...longer duration of Pillar I assistance*



longer support with modified  
discount factor & top-up  
multiplier



### Zimbabwe

- has arrears clearance strategy and IMF-SMP
- Bank providing capacity building support

### Somalia

- Country Brief (2013-2015) - Somalia Enhanced Program
- accelerating arrears clearance is priority

### Sudan

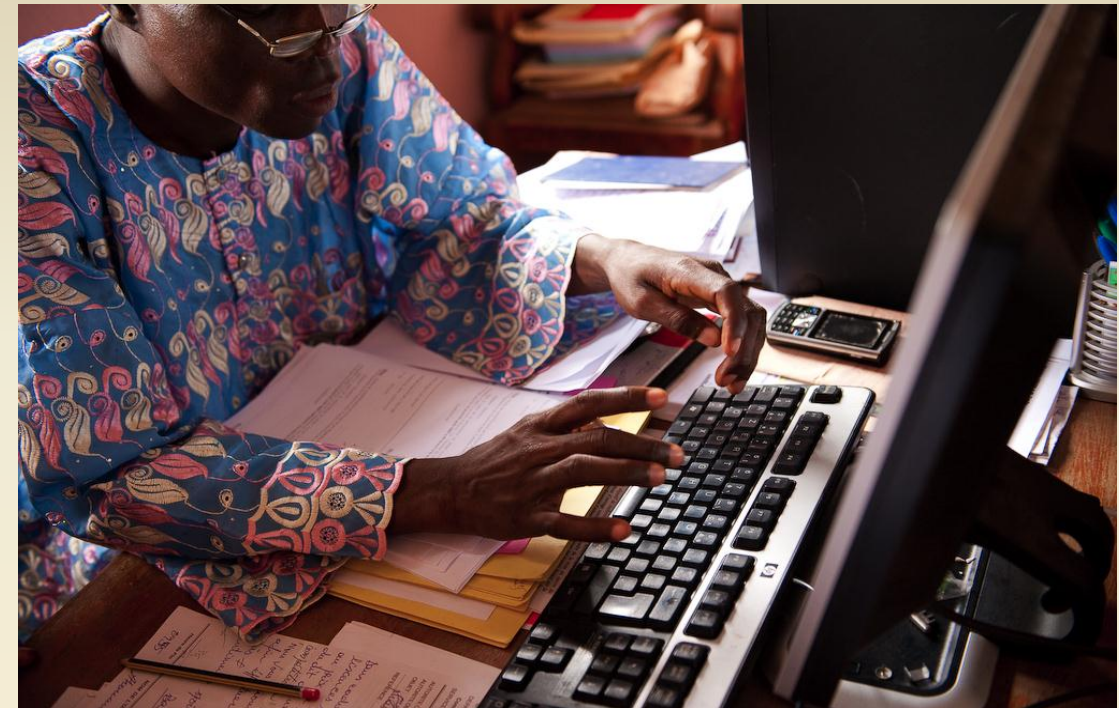
- meets most of the technical requirements
- Zero-option agreement with South Sudan

**UA 362 million from ADF-12 to be rolled over into ADF-13**

ADF-13

## *Pillar III - capacity building & institutional development*

- building local capacity through **knowledge transfer**
- harnessing the **skills and resources of the Diaspora**
- piloting **innovative approaches**



ADF-13



# ***FSF Resource envelope under ADF-13***

**Pillar I: robust level of resources to support 15 potentially eligible countries**

- 2 scenarios +10%: UA 608 – 678 million

**Pillar II: additional resources to clear the arrears of Somalia, Sudan and Zimbabwe**

- UA 179.83 million

**Pillar III: continued support for capacity building**

- UA 44 million (average of two previous cycle)

**Total (15 Pillar I countries) UA 831.4 - 901.7 million**



**Building  
Resilient,  
Capable and  
Accountable  
States**

# Conclusion

- Endorsement of proposed adjustments
- Further guidance





# ***The Road to Resilience...***







*...and  
transformation*