



ADF-13

3rd Replenishment Meeting

**Proposed Adjustments
to the ADF PBA System**

**Benoît Chervalier
Paris, September 2013**



AFRICAN DEVELOPMENT
BANK GROUP

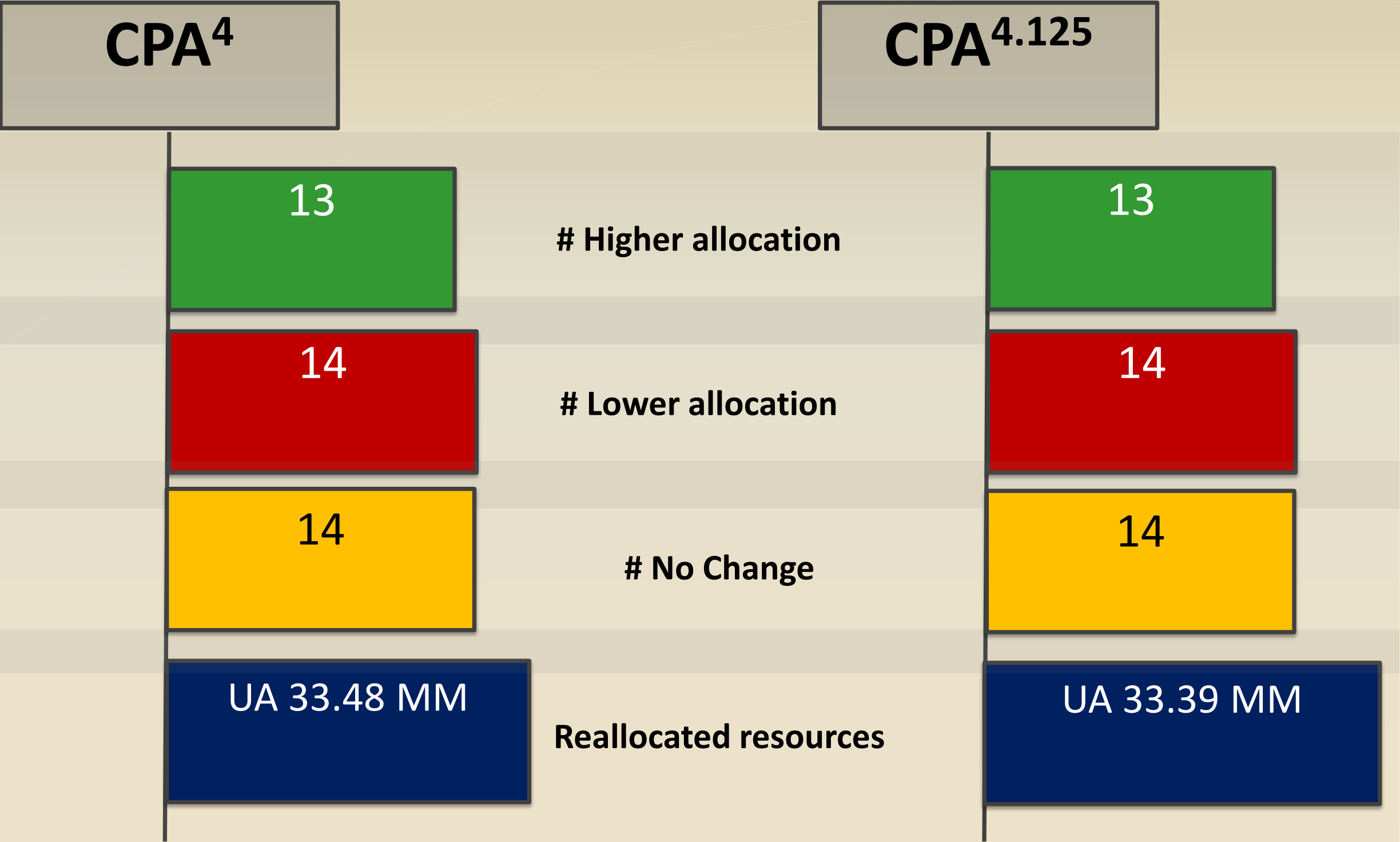
Before

$$A_i = \underbrace{(CPA)_i^4}_{\text{Performance}} \times \underbrace{(GNI/p)_i^{-0.125} \times Pop_i^1 \times AIDI_i^{-0.25}}_{\text{Needs}}$$

After

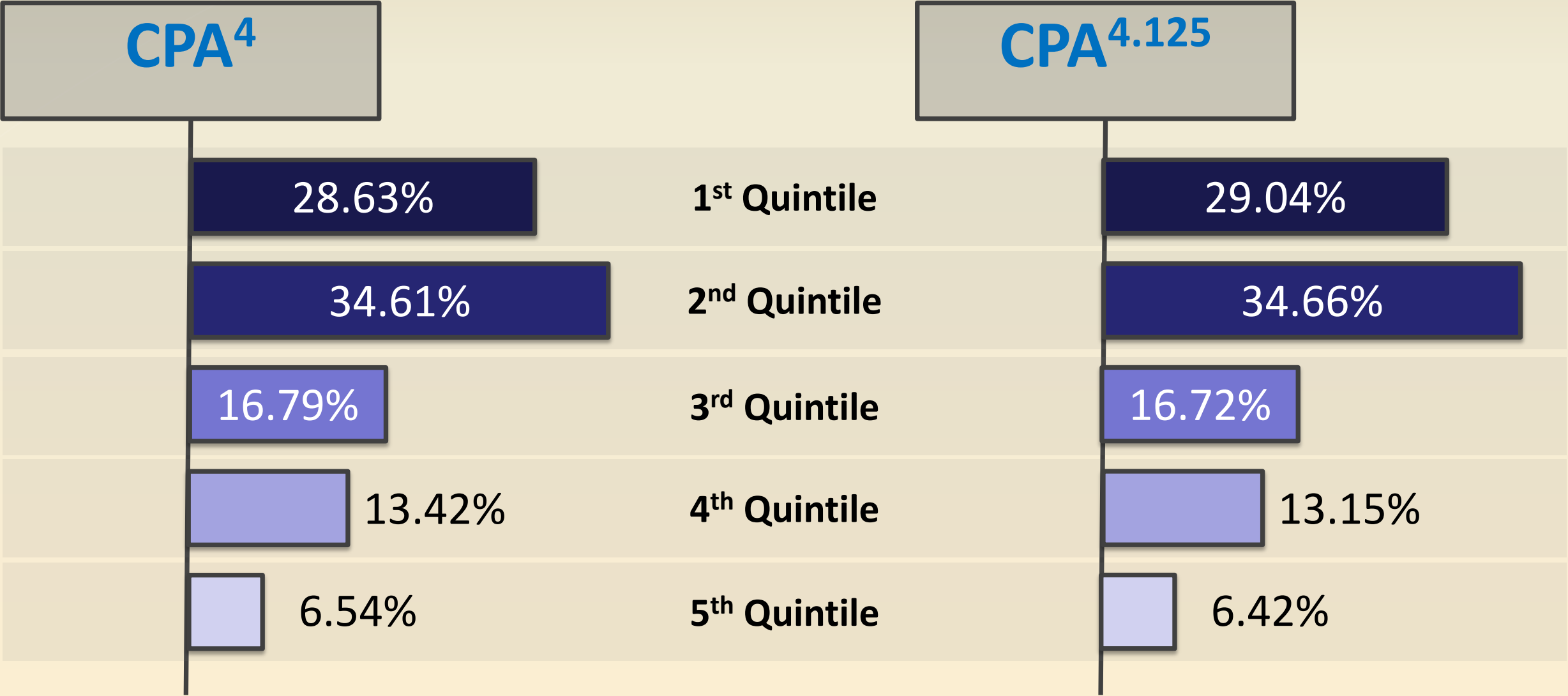
$$A_i = \underbrace{(CPA)_i^{4.125}}_{\text{Performance}} \times \underbrace{(GNI/p)_i^{-0.125} \times Pop_i^1 \times AIDI_i^{-0.25}}_{\text{Needs}}$$

Scenario 1 = UA 2,845 million



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Two first quintiles - CPA⁴ = 63.2% of PBA allocation
Two first quintiles - CPA^{4.125} = 63.7% of PBA allocation





Transforming Africa

