Financing Infrastructure Development for the enhanced integration of LLDCs into Global Trade

Expert Group Meeting
4 – 5 October 2017
UN HQ New York

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OECD/DCD
OUTLINE

• Financing for Development
• Development Finance for Infrastructure
• The Way Forward
Financing for Development
ODA, FDI and REMITTANCES to LLDCs

USD billion

Sources ODA - OECD; FDI - UNCTAD; Remittances – World Bank
Financing for Development
THE IMPORTANCE OF ODA

Per cent

(<= $1,035 =>) (<= $4,124 =>) (<= $12,754)

80.0
70.0
60.0
50.0
40.0
30.0
20.0
10.0
0.0

LICs
LMICs
UMICs

Per capita GNI (log scale)

SOURCE OECD-IMF-WB
Aid for Trade to the LLDCs

PRIORITIES

Source: 2017 OECD/WTO survey
Aid for Trade Disbursements to LLDCs
Volume, Sector Distribution and Growth

USD bn. 2015 Constant

- Building Productive Capacity
- Economic Infrastructure
- Trade Policy & Regulations
- Trade-related Adjustment
- Growth Rate (total disbursements)
Top 10 Aid for Infrastructure Recipients
(volume - per capita 2011 -15)
Aid for Trade Commitments to the LLDCs

USD million 2015 constant

- **Building Productive Capacity**
- **Economic Infrastructure**
- **Trade Policy & Regulations**
- **Trade-related Adjustment**
Aid for Trade Disbursement to LLDCs
grants and loans

USD bn. 2015 constant

Grants

Loans
Other Official Flows for Infrastructure development

USD million 2015 constant

Top 10 recipients (95%)
Private Finance Mobilised by Official Interventions

Sectorial Allocation

2012-2015 USD Million

- Industry, Mining and Construction: 3,344.1
- Banking and Financial Services: 1,556.1
- Energy: 460.2
- Agriculture, Forestry, Fishing: 301.1
- Education: 96.0
- Communications: 80.4
- Transport and Storage: 57.1
- Other: 138.0

Guarantees
Syndicated loans
Shares in CIVs
Direct investment in companies
Credit lines

Source: OECD
Private Finance mobilised by Official Interventions
Income Group Distribution

<table>
<thead>
<tr>
<th>Income Group</th>
<th>2012-2015 USD Million</th>
</tr>
</thead>
<tbody>
<tr>
<td>LDCs</td>
<td>5.5</td>
</tr>
<tr>
<td>Other LICs</td>
<td>2.2</td>
</tr>
<tr>
<td>LMICs</td>
<td>27.4</td>
</tr>
<tr>
<td>UMICs</td>
<td>34.6</td>
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<tr>
<td>Unallocated</td>
<td>11.3</td>
</tr>
<tr>
<td>LLDCs</td>
<td>6.0</td>
</tr>
</tbody>
</table>

Source: OECD
Moving forward - what

Emulate best practices

• Improve infrastructure
• Improve logistics services
• Expand ICT solutions
• Coordinate border management
• Use regional approaches
Moving forward – how

Private
Competitiveness
Logistics

Public
Identify
Finance
Implement
Evaluate

Private
Public
Hard & Soft
Infrastructure
Framework
Conditions
Thank you for your attention