

## Annex B: Overview of arrangement for Gavi support for CEPI

Subject to approval by the Gavi Board of providing support to CEPI as a Non-Country Specific Programme and the establishment of an ad hoc review and evaluation group, Gavi could fund the CEPI Arrangement by way of the following steps. The responsible party or parties are highlighted in bold below:

- a) **Gavi and Norway:** Gavi enters into a new legally binding grant agreement with Norway in the form agreed with IFFIm (the CEPI Pledge). The CEPI Pledge would total NOK 600 million (ca. US\$ 77 million), payable from 2022 to 2025 in equal yearly instalments of NOK 150 million (ca. US\$ 19 million);
- b) **Gavi:** Gavi assigns the CEPI Pledge to IFFIm, as usual, thus making the CEPI Pledge part of IFFIm's assets pool, i.e. fungible with, and comingled with, all other IFFIm funds;
- c) **CEPI:** CEPI will make Non-Country Specific Application(s) to Gavi for disbursement to CEPI in line with IFFIm's Procedures Memorandum, which sets out the process by which Gavi can apply for disbursements from IFFIm;
- d) **Gavi:** An ad hoc review and evaluation group is constituted in accordance with IFFIm's Procedures Memorandum and the Programme Funding Policy to assess the Non-Country Specific Application for disbursement to CEPI in line with the criteria described in IFFIm's Procedures Memorandum, which in brief look at whether the proposed programme is in line with Gavi's Strategic Goals, the extent to which the proposed programme meets Gavi's immunisation objectives and needs which cannot be met through existing support or programmes, and the extent of available funding contributions from other sources;
- e) **Gavi:** On the basis of the report of the ad hoc review and evaluation group, Gavi's CEO approves the application. Gavi decides to request funding from IFFIm by submitting a funding request to the IFFIm Board subject to the IFFIm treasury manager's assessment that such proposed funding is in accordance with IFFIm's Gearing Ratio Limit and IFFIm's Strategies (consistent with the current process of Gavi requesting funding from IFFIm);
- f) **IFFIm and IBRD:** Subject to the funding approval by the IFFIm Board, IFFIm would seek to issue a bond to frontload the receivables from the CEPI pledge (the CEPI Bond). The transaction will be financially neutral to IFFIm and Gavi;
- g) **IFFIm via Gavi:** IFFIm would pay the proceeds of the CEPI Bond to Gavi for disbursement to CEPI as a Non-Country Specific Programme under a grant agreement between CEPI and Gavi (the CEPI Grant Agreement);
- h) **CEPI:** CEPI uses the funds provided from Gavi in accordance with the Non-Country Specific Application and the CEPI Grant Agreement, and provides agreed upon reporting on the use of Gavi/IFFIm funding to the Gavi and IFFIm Boards for monitoring and evaluation;
- i) **Norway and IFFIm:** Norway will make grant payments to IFFIm according to the terms of the CEPI pledge. These payments will be used to repay principal

and interest of IFFIm’s bond issuances, including the CEPI Bond, and cover any related costs.

**Figure 1:** How the CEPI transaction would conform to IFFIm’s structure and operations

