Annex A: Implications and anticipated impacts

- **Risk implication and mitigation, including information on the risks of inaction**
  - The extension of EIB's Facility provides Gavi with a critical fundraising and liquidity management tool.
  - Absent this extended Facility, Gavi risks not being prepared to adapt to donor budgetary constraints or having necessary liquidity to respond to emerging needs in 2026.
  - As the Facility is the only frontloading facility for direct grants currently available, without the amendment Gavi risks being unprepared to respond to the evolution of financing needs.
  - As the amendment is focused on select key terms, the Secretariat's assessment is that the amendment does not increase any risks compared to prior EIB frontloading agreements.
  - The use of EIB funds requires robust functions to operationalise the facility, absent which Gavi could be subject to operational risks.
  - The Facility is intended to be leveraged for Gavi's needs as well as serve as an important source of surge liquidity; should utilisation not materialise there could be risks to Gavi's reputation with financing partners or donors related to the value or effectiveness of financing instruments.
- **Impact on countries**
  - N/A
- **Impact on Alliance**
  - N/A
- **Legal and governance implications**
  - In accordance with Gavi's Delegation of Authority Policy, financing arrangements under which Gavi assumes liabilities in excess of US$ 50 million requires prior recommendation by the Audit and Finance Committee and approval by the Board. The current approval would serve as the necessary approval for the Secretariat to undertake one or more drawdowns of the Facility up to EUR 500 million in aggregate.