IFFIm Chair Report

AGENDA

IFFIm quick facts
A unique mechanism with significant impact
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IFFIm quick facts

- **Strong donor support**: IFFIm attracted over US$ 6.5 billion of pledges from nine sovereign donors.

- **Capital markets activity**: IFFIm raised over US$ 6 billion from investors worldwide through 33 transactions since 2006.

- **Strong credit rating**: Sound and prudential financial policies translates into a strong credit rating (AA/Aa1/AA)*

- **Accolades**: Widely recognised for financial innovation, notably in pioneering socially responsible investments.

(*) Fitch: AA/Negative (21/12/2017), Moody’s: Aa1/Stable (10/08/2017), S&P: AA/Negative (22/12/2017)
A unique funding mechanism with significant impact

Funding flexibility & predictability

Frontloading of donor pledges

Funding flexibility and predictability enabled Gavi to engage beyond routine immunisation to ensure global health security.

US$ 6 billion raised on the bond market

Frontloading of IFFIm pledges allowed Gavi to immunise 80 million children ahead of receiving donors’ grants.

Long-term commitments from nine donor countries

Enable IFFIm to issue Vaccine Bonds
IFFIm in a strong financial position to support Gavi

- **Significant funding capacity available to Gavi**
  - Actual gearing ratio of 10.5% vs. a maximum leverage ratio of 57.8%
  - Current commitments of US$ 457 million
  - Projected disbursements 2016-20 US$ 950 million (gearing ratio of 27.8% by 2020)
  - Projected available funding for 2021-25 US$ 1 billion

- **Funding Gavi**
  - The Gavi Board is reviewing programmes that could benefit from IFFIm frontloading and market shaping features

- **Robust liquidity policy** ensures IFFIm’s ability to
  - Meet operational requirements
  - Provide predictability of programme funding
  - Support IFFIm’s credit rating

Note: financial data as of May 2018
IFFIm continues to attract external interest

- IFFIm presented to a broad range of conferences and forums on its model
  - Invitations extended by
    - The Islamic Development Bank / UK Stock Market / HM Government
    - UK Foreign & Commonwealth Office / DFID
    - Instituto de Crédito Oficial, Spanish Ministry of Economic Affairs, Industry and Competitiveness
  - Topics discussed
    - Socially responsible investing
    - Islamic financing

- The IFFIm model considered by other development initiatives
  - Continued support with health development
  - Sharing expertise with other of global initiatives – education, landmine clearance, sanitation
Key developments

- **Board recruitment**
  - Recruitment of Bertrand de Mazières
  - Renewal of term for Fatimatou Diop
  - Recruitment for at least one more Director by end of 2018

- **IFFIm Donors’ meeting: strategic initiatives to support Gavi’s goals**
  - Financial commitments for market shaping
  - Supporting CCEOP
  - Vaccine scale-up
  - Contingent pledges for outbreak response

- **Support MTR and run up to next replenishment**
THANK YOU