Section A: Introduction

- This report provides an overview of IFFIm’s contribution to Gavi and the results of the 2021-2025 replenishment.

- IFFIm is an innovative financing mechanism with strong donor support and recognised as a pioneer in socially responsible investing.

- With the successful replenishment of IFFIm, its financial strength and efficiency will continue to support Gavi for the 2021-2025 strategic period.

- The Gavi Board’s approval of engaging IFFIm to support CEPI as an approved Gavi programme, has allowed for additional incremental pledges and leverages IFFIm’s ability to frontload long-term donor pledges for immediate needs.

- IFFIm is expected to provide US$1.475 billion in assured resources for the 2021-2025 strategic period with added value through its financial flexibility.

- The IFFIm Chair report is attached in the form of a presentation as Annex A.

Annexes

Annex A: IFFIm Chair report
IFFIm Chair’s report
Gavi Board meeting

Cyrus Ardalan
Chair, IFFIm Board of Directors
24-25 June 2020

Treasury manager:
Overview

- IFFIm has been a very important source of funding for Gavi
  - Volume: nearly 20% of Gavi funding since 2006
  - Flexibility: surge funding at inception (53% of Gavi funding 2006-2010) and special situations: Ebola, Polio, COVID-19
  - Long-term nature: market shaping
- Depletion of IFFIm resources highlighted at previous Gavi board meeting
- Gavi’s successful replenishment has assured IFFIm remains a vital source of financing for Gavi’s 2021-2025 strategic period and beyond
- IFFIm’s role in supporting CEPI financing through Gavi has added incremental resources and another important role

IFFIm disbursed US$ 2.7 billion to Gavi 2006 through 31 Dec 2019
IFFIm and Gavi 2021-2025 replenishment

- IFFIm has received strong support and significant incremental pledges
  - Total additional pledges of c. **US$ 926 million** from four countries
  - Total remaining contributions now stand at **US$ 3.3 billion**
  - Since inception IFFIm has received pledges from 10 donors for **US$ 7.5 billion** to support Gavi programmes
- NOK 2 billion (c. US$ 200 million) from Norway to be used for COVID-19 vaccine research through Gavi’s approved programme for CEPI
- Full frontloading capacity restored following agreement with World Bank
In the period 2021 – 2025 IFFIm has the capacity to:

- Contribute **US$ 1.475 billion** to Gavi 5.0
- Frontload **US$ 735 million** additional from new pledges

Funding beyond 2025 will depend on how Gavi engages IFFIm in the following strategic period.

IFFIm Contributions 2021 - 2030

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<th>Year</th>
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Concluding comments

- IFFIm’s financial position has been greatly strengthened following the Gavi replenishment
- IFFIm remains a highly desired credit in the international capital markets
  - Vaccine Bonds providing excellent access to the bond markets at very attractive terms
  - IFFIm has issued US$ 6.2 billion through 35 transactions in eight currencies
  - “Deal of the Year” for 2019 Norwegian Kroner issuance for CEPI
- This will enable IFFIm to support Gavi with flexible financing, on attractive terms, in size as and when needed
THANK YOU