

Financing Options for Development

by

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The views expressed are those of the author and do not necessarily reflect the views of UNCTAD

UNITED NATIONS CONFERENCE ON TRADE AND DEVELOPMENT







ODA and the SDGs

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10th UNCTAD Debt Management Conference Geneva, 23 November 2015

(PANEL 2: Financing Options for Development)

Countdown to SDGs

Meeting Post-2015 ambitions- the SDGs contain 17 goals with 169 targets covering a wide range of sustainable development issues from ending poverty and hunger by 2030, improving health and education, to combating climate change, and protecting oceans and forests



Means of Implementation (1)

There are more sources of financing than before. However, ODA is still important, especially for poor countries and countries in conflict and facing disasters. The fragile crisis recovery, decline of commodity prices and the ending of the **HIPC** initiative are other factors leading to the need for ODA for some countries.



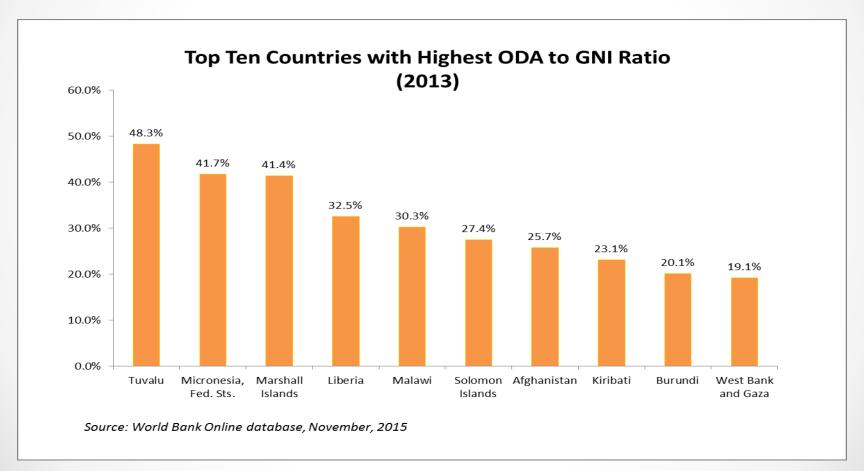
Means of Implementation (2)

<u>SDG Goal 17</u>. Strengthen the means of implementation and revitalize the Global Partnership for Sustainable Development

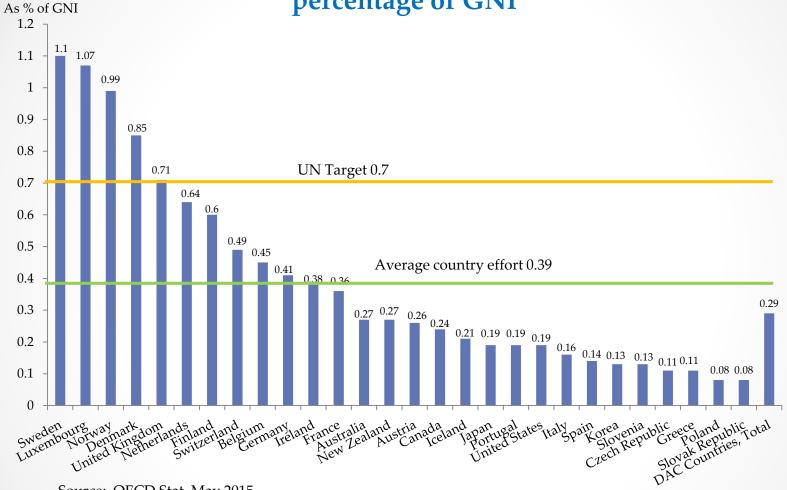
17.2. Developed countries to implement fully their official development assistance commitments, including the commitment by many developed countries to achieve the target of 0.7° per cent of gross national income for official development assistance (ODA/GNI) to developing countries and 0.15 per cent of ODA/GNI to least developed countries. ODA providers are encouraged to consider setting a target to provide at least 0.20 per cent of ODA/GNI to LDCs.



24 countries had ODA/GNI ratio above 10% in 2013



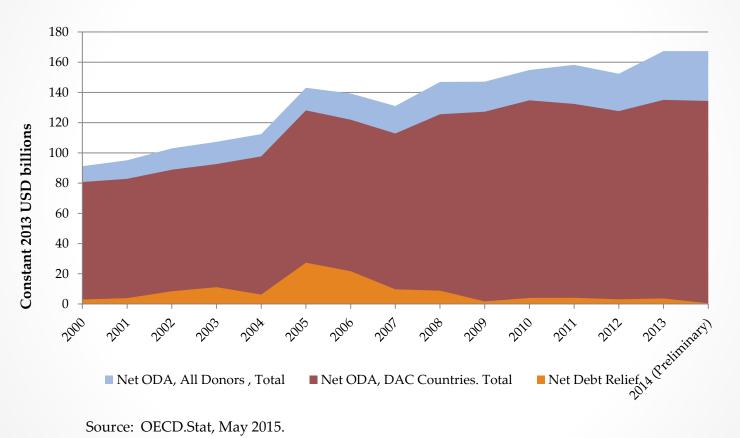
MDG Goal 8 was half fulfilled. Net ODA in 2014 as a percentage of GNI



Source: OECD.Stat, May 2015.



Net Official Development Assistant & Net **Debt Relief Grants**



Source: OECD.Stat, May 2015.



The relationship between ODA and S-S cooperation as well as Innovative Financing for Development

- South-South cooperation is a useful complement to North-South cooperation and not a substitute.
- Innovative Financing may not be counted as ODA

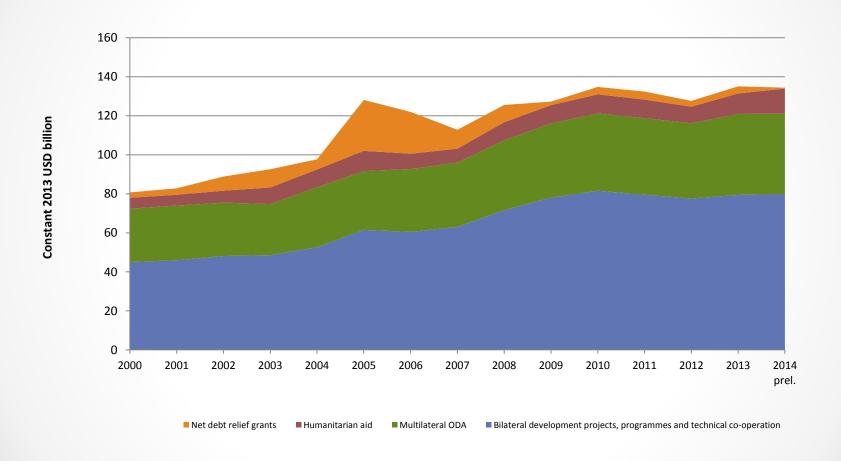


Inflated ODA reporting? Criteria for determining ODA eligibility

- Military aid?
- Debt Relief?
- Peacekeeping?
- Nuclear energy?
- Cultural programmes?
- Greenhouse gas emissions?



COMPONENTS OF DAC DONORS' NET OFFICIAL DEVELOPMENT ASSISTANCE





Meeting the Aspirations

Additionality
concessionality
predictability
Effectiveness
Ownership



Thank you.

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