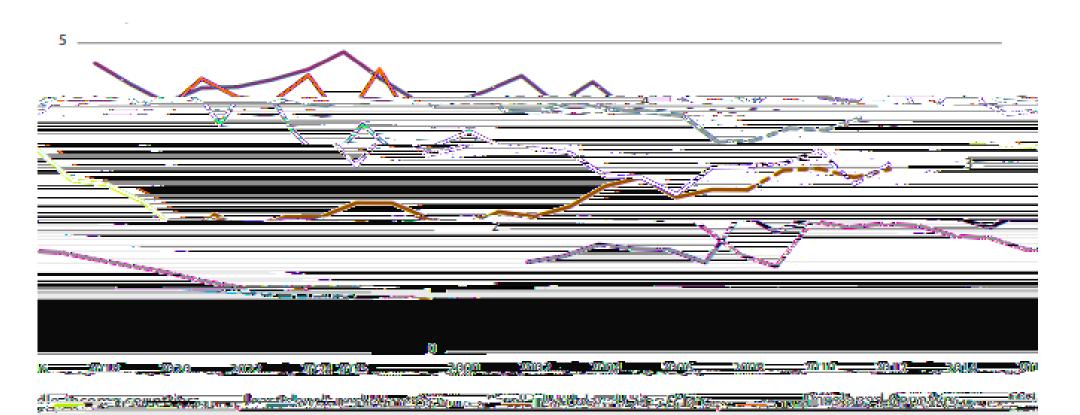




Great finance divide

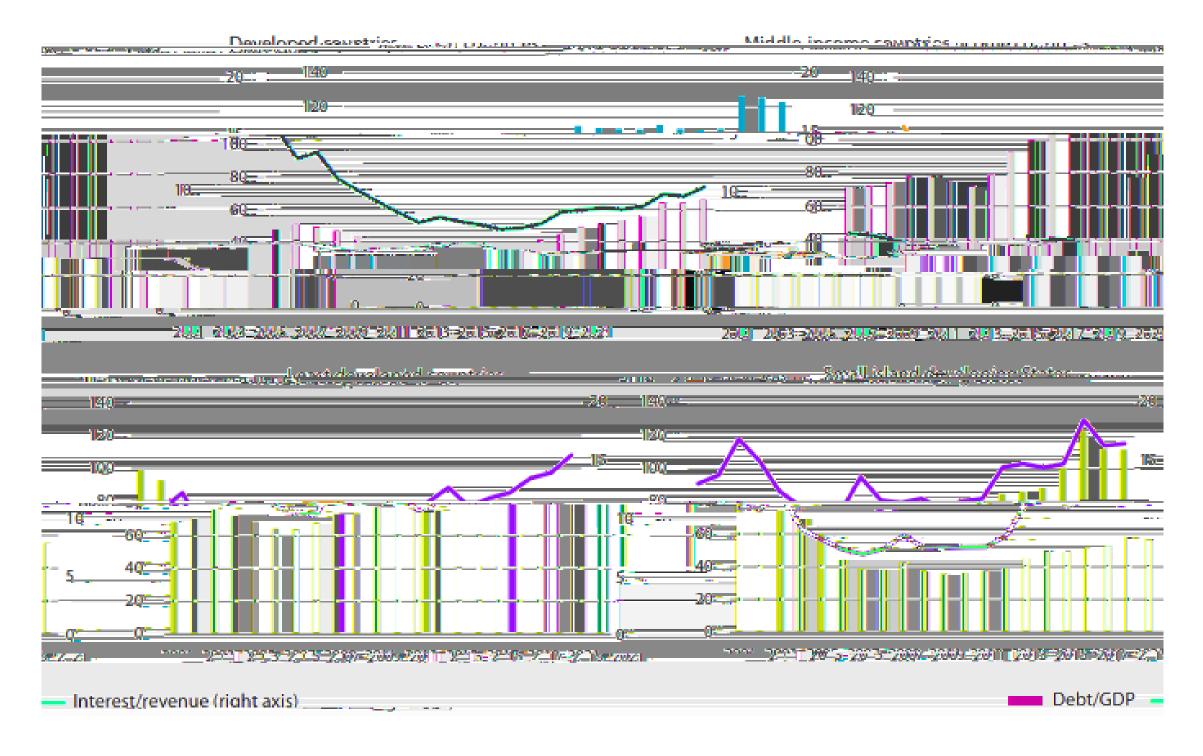
Finance divide is driving recovery gap and puts SDGs at risk

Interest cost of outstanding debt



Source: 2022 Financing for Sustainable Development Report

Debt stock / GDP and interest / revenue



Global action needed: SDG Stimulus Plan

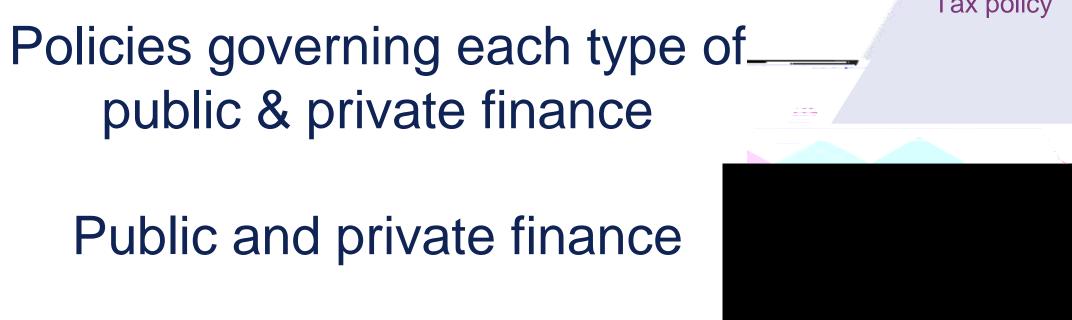


What are INFFS?

Integrated national financing framework

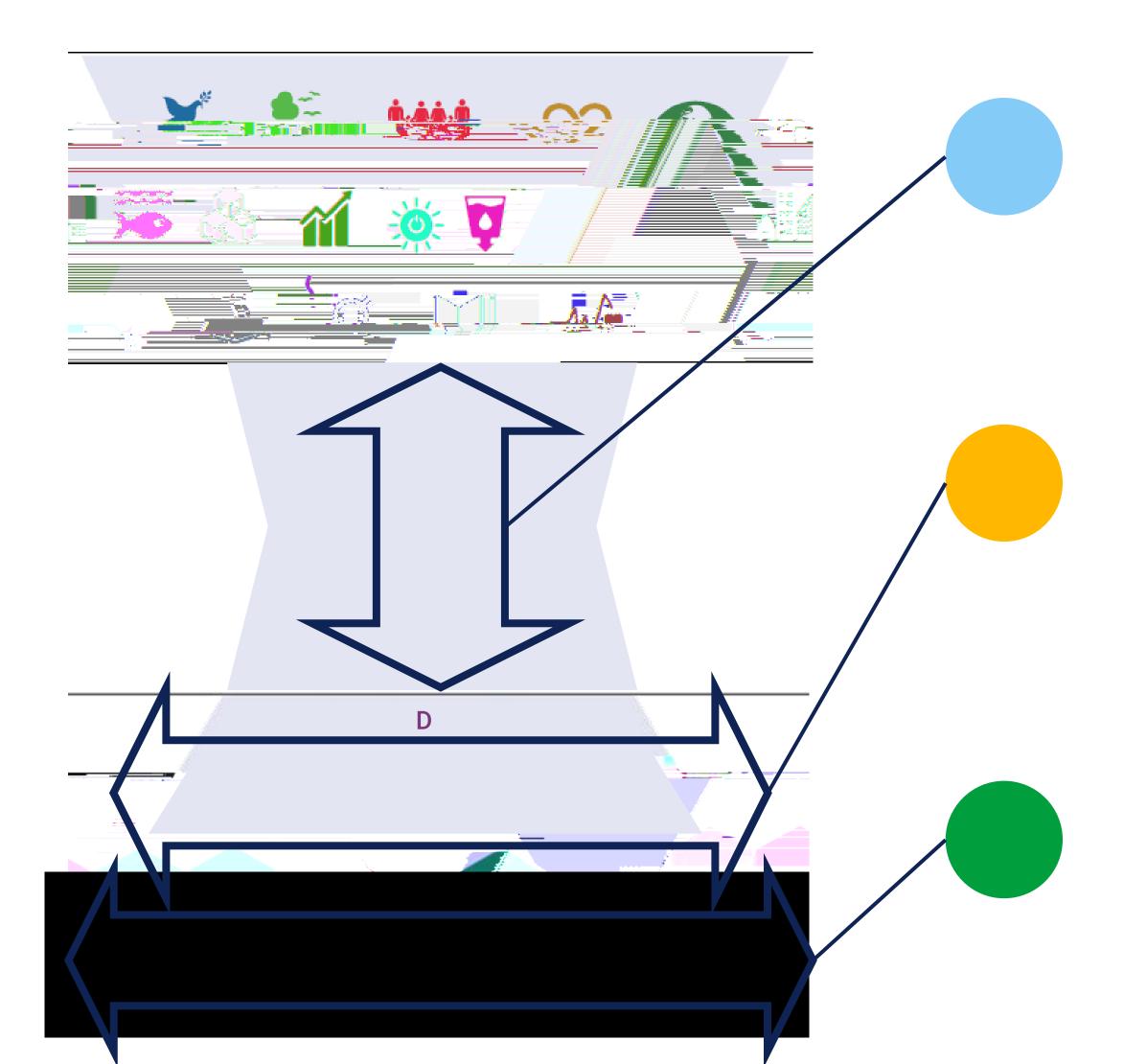
National sustainable development plan





Gap between plans and financing policies

Integrated national financing framework



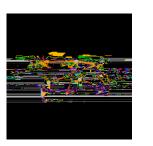
Why should countries adopt INFFs?





Enhance coherence:

Across financing policies across ministries





enhance transparency



to support national action

Raise SDG financing and align all financing with sustainable development

Between economic, climate and environmental, social impacts, and

- Better manage risk and an increasingly complex financing landscape
- Help countries better articulate their development cooperation needs and
- Streamline the wide variety of tools offered by the international community



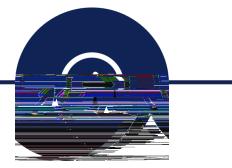
Governance & Coordination

Governance and coordination mechanisms guide the process and enhance coherence across government.

Monitoring & Review

Monitoring and review helps governments track progress and draw lessons for policy design and implementation.

The inception phase starts the process and brings together relevant policymakers and stakeholders.



Inception phase

Assessments and diagnostics provide a complete picture of financing: i

Financing Strategy

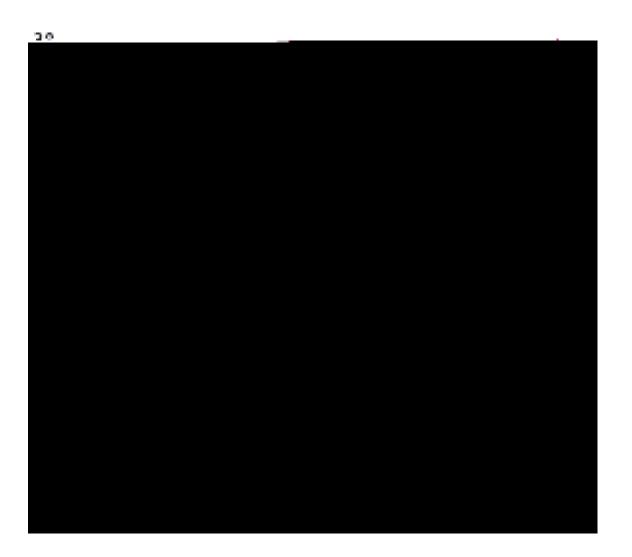
Financing strategies set out a set of sequenced actions to finance national development strategies and goals, and mobilise and align financing with national priorities.

S INFFs in vulnerable countries

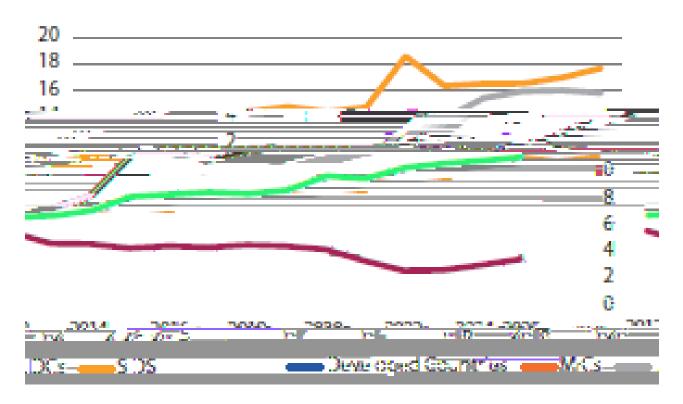
Financing challenges in LDCs (and SIDS)

Low domestic revenue, ... high debt burdens, ...

Revenue / GDP



Interest payments / Revenue



Source: 2022 Financing for Sustainable Development Report

and a lack of financial depth...

Bank credit / GDP



Financing challenges in LDCs (and SIDS)

Leads to greater dependence on external public finance ...

Official flows and sovereign borrowing in USD

... and vulnerability to changes in access to such financing (transition financing challenges).

Special considerations in vulnerable countries

Absorptive Capacity 3

3

Build on existing knowledge (institutions, policies and partnerships)

Prioritize (focus areas, building blocks)

Phased approach

Important role of development cooperation + 'transition finance' challenges

Special considerations in vulnerable countries – financing strategy

Financing strategy

Institutional level: ministries responsible for planning and budgeting

Policy level: PFM and SDGs

Partnership level: leveraging existing partnerships/ platforms

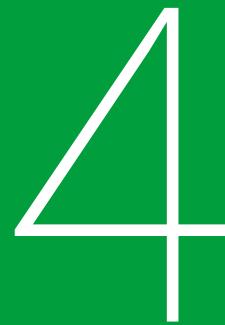
Consider the impact of Consider immediate challenges

Assess resource requirements, focus on strategic areas (including access to concessional finance)

Undertake macro, coherence and risk checks – e.g. impacts ofgraduation

implementing the on policy prioritization financing strategy over phases depending on the maturity level; adopt a 'basics first' approach where needed

INFF Facility

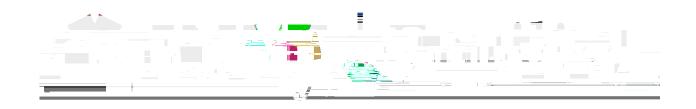




Momentum for knowledge and partnerships

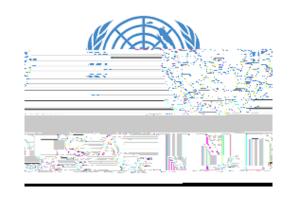






CORE PARTNERS







SUPPORTING PARTNERS

