



AFD GROUP 2020 RESULTS

April 13, 2021 #WeSayWeDo

#WorldInCommon

An aerial photograph of a rural landscape. In the foreground, a village with several small houses, some with thatched roofs and others with corrugated metal roofs, is nestled among lush green trees. The middle ground is a vast, open savanna with scattered trees and shrubs. In the background, a range of hills and mountains is visible under a sky filled with white and grey clouds. The most prominent feature is a large, rounded, reddish-brown mountain peak in the center-left of the background.

2020, NO ORDINARY YEAR

2020 THROUGHOUT THE WORLD: AN UNPRECEDENTED SHOCK

- A shock on an unprecedented scale, spreading rapidly across the globe and affecting economies and people's health worldwide
- A shock highlighting inequalities everywhere
- A shock reminding us of how interdependent societies are, thus making the long-term challenges of the 2030 Agenda all the more significant
- **A crisis demonstrating the crucial role of public development banks (PDBs) in the short and long term.** PDBs are all experiencing sharp growth. They are determined to respond to the crisis and to continue targeting the Paris Agreement and the United Nations Sustainable Development Goals (SDGs).

2020 IN FRANCE: A BOOST FOR DEVELOPMENT POLICY IS CONFIRMED

Throughout the crisis, France has done its part, and has fulfilled its objectives for sustainable development and international solidarity, as announced in 2017:

- **French ODA increased to 0.53% of GNI.**
- **Parliamentary debates and clear guidelines for France's solidarity policy.** Jean-Yves Le Drian, Minister for Europe and Foreign Affairs, presented the government's programming bill on inclusive development and the fight against global inequality.
- **A consolidated AFD Group reached critical size in the international arena.** With Proparco now a member of the Group and Expertise France soon to join, we were able to meet our strategic objectives. It now has all the instruments useful for development policy.

A photograph of two women in a rural setting, likely in South Asia, crouching on a wooden platform by a body of water. One woman is using a large earthenware pot to draw water. In the background, several traditional wooden boats are moored. The scene is bathed in the warm, golden light of a sunset or sunrise.

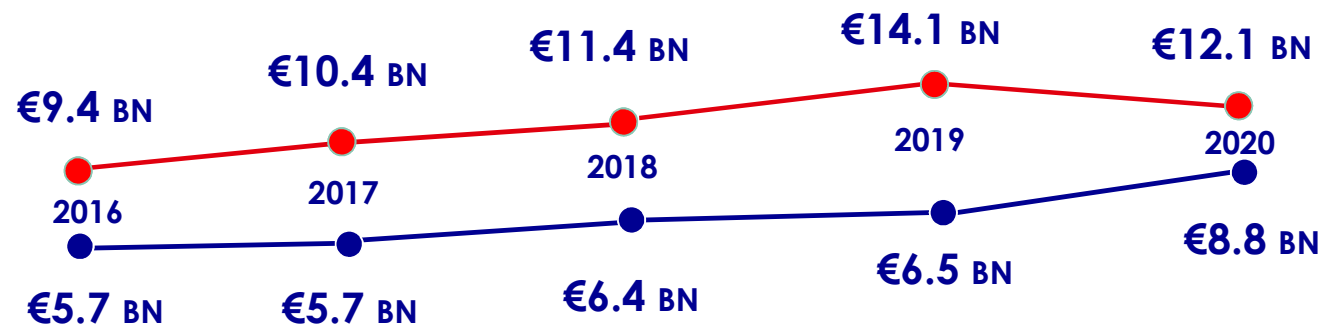
AFD IN 2020: FIGURES AND INITIATIVES

DESPITE THE CRISIS, AFD GROUP MAINTAINED ITS FINANCIAL BALANCE

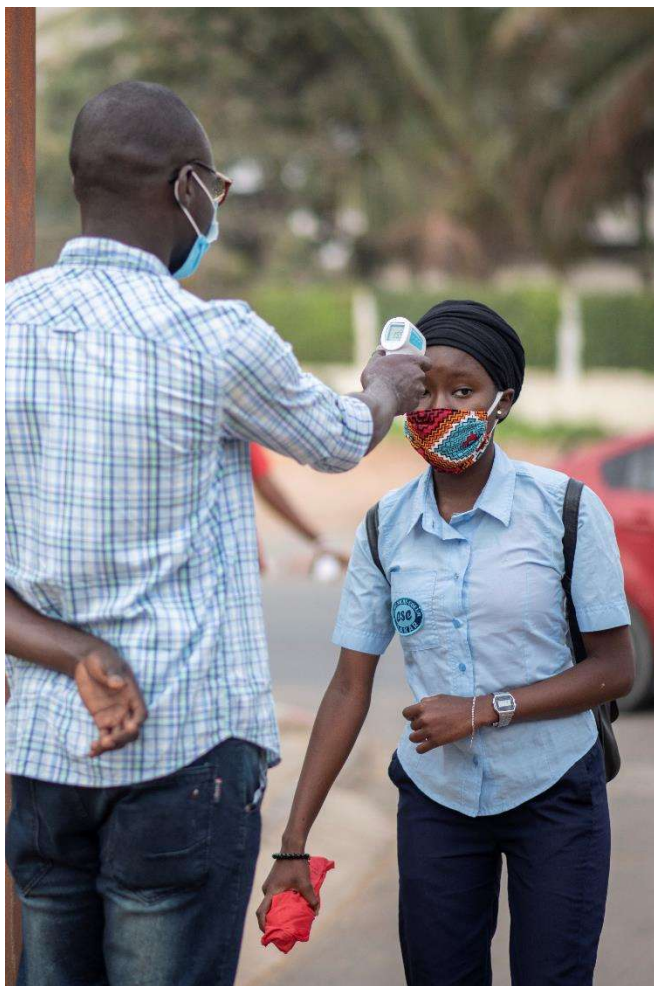
- **Net income** (IFRS basis): €40 M
- **Consolidated balance sheet**: €54.23 BN (+14% compared to 2019)
- **Net loans outstanding**: €39 BN (+4 BN in 2020, or +12%)
- **Solvency ratio as of Dec. 31, 2020** meeting the Group's prudential requirements: 16.29%
- **Regulatory equity capital at the end of 2020**: €7.9 BN (equity capital boosted nearly €1.5 BN by government, as voted in the 2021 Finance Act)
- **Total bond issues** of €9.9 BN in 2020, including:
 - €2 BN in SDG Bond issues, a first: issues backed by loans selected according to how effectively they contribute to the SDGs
 - €1 BN in climate-related issues

AFD GROUP COMMITMENTS AND DISBURSEMENTS REMAINED HIGH IN 2020; OPERATIONAL PERFORMANCE IMPROVED

- Commitments were stable, and disbursements increased.



- **996 new development projects** in all sectors combined
 - €3 BN for Covid-19 response
 - €5.4 BN for the climate
 - €4.9 BN for Africa
 - €511 M for the G5 Sahel countries
 - €2 BN in commitments for the private sector, via Proparco
 - €220 M of turnover for Expertise France



AFD GROUP'S REACTION TO THE CRISIS: SWIFT AND CONSEQUENTIAL

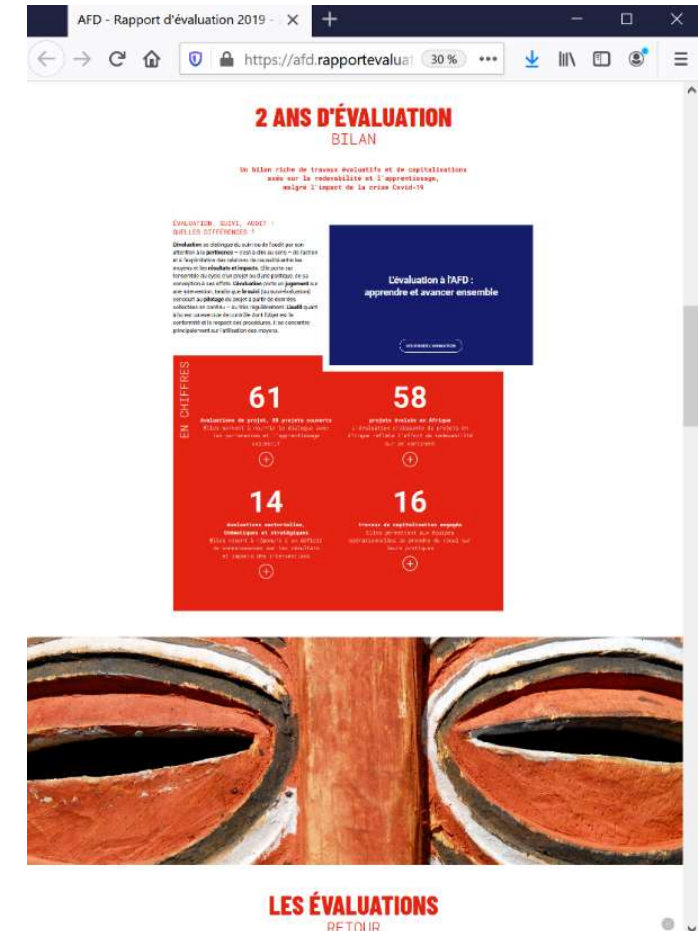
Four new initiatives made it possible to respond immediately to the health, economic, and social crises:

- **“Covid-19 – Health in Common”** from April 12, 2020: €1.2 BN to strengthen health systems in the priority countries targeted by French development policy
- **“Overseas France in Common”** from May 25, 2020: €1 BN to support French overseas local authorities and businesses
- **“Choose Africa Resilience”** in fall 2020: €1 BN via Proparco to help African VSEs and SMEs affected by the crisis
- **“Finance in Common Summit (FiCS)”**: €1.7 BN in financing provided by AFD Group to other PDBs

2020: MORE PROGRESS IN EVALUATION

Publication of the first part of AFD Group's biennial evaluation report backed up by figures: [available online](https://afd.rapportevalueur.fr/) (in French)

- Despite the constraints related to the global health crisis, **nearly half (44%) of completed projects were evaluated** in 2020.
- Significant efforts were made **in the Sahel, where 88% of completed projects were evaluated**.
- The evaluations conducted in the Sahel show that AFD-funded actions have high added value. Evaluations must check that infrastructure is sustainably maintained and that the capacity building of local stakeholders is carried out in the long term.



2020: EXAMPLES OF CONCRETE RESULTS

Sustainable access
to drinking water for
3.5 million people



Protection or
restoration of
**13.6 million hectares
of natural areas**



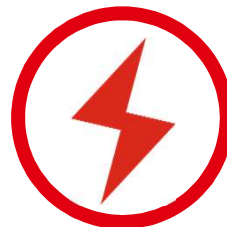
Education for
1.3 million girls



Access to sustainable urban
transportation improved for
2.5 million people



Improved access
to health care for
16 million people



Better access to
electricity for
7.4 million people

An aerial photograph of a lush green valley. The landscape is covered in dense tropical forest and rolling hills. A small cluster of buildings, possibly a village or farmstead, is visible in the lower-left quadrant of the image. The text "THREE PRIORITIES, ONE GOAL: THE 2030 AGENDA" is overlaid in large, white, bold, sans-serif capital letters across the center of the image.

THREE PRIORITIES, ONE GOAL: THE 2030 AGENDA

2020 PRIORITY: HEALTH AND SOCIAL PROTECTION

FINANCIAL COMMITMENT:

A record €2.2 BN committed in 2020!

THE COVID-19 COUNTERATTACK: THE “HEALTH IN COMMON” INITIATIVE

- €150 M in grants, €1 BN in loans
- 63 projects in 33 developing countries
- Emergency response to the crisis; health and social protection systems strengthened
- Partnership approach: States, NGOs, PDBs, research institutes, laboratories, etc.
- Support for the Pasteur Institutes, Ministries of Health in Africa (Alima), prevention of social impacts (Novissi project)

AND ALSO...

- Senegal: €8 M in funding for NGOs to improve access to sexual and reproductive health and rights (SRHRs)
- Mali: contribution to the SWEDD program (State, World Bank) to increase women's empowerment and reduce gender inequalities (€10 M)

IMPACTS

- 16 million people saw their access to care improved
- 4.6 million people benefited from improved social protection





2021: AND NOW?

“HEALTH IN COMMON”: CONTINUING AND STRENGTHENING OUR RESPONSE TO THE COVID-19 CRISIS...

- Approved by the Board of Directors on April 8, 2021
- Multi-year commitment: €1 BN including at least €500 M in loans and more than €150 M in grants this year for health and social protection
- AFD Group partnership approach with “Team Europe”
- 5 priority areas to support the ACT-A objectives supported by France

...WITHOUT SACRIFICING THE REST OF THE PUBLIC HEALTH SYSTEMS AND POLICIES

- Maintain efforts for SRHRs and against gender-based violence
- Fight malnutrition, especially in fragile states
- Promote mental health

2020, BIODIVERSITY: FOR A NATURE-FRIENDLY ECONOMY

FINANCIAL COMMITMENT:

- €565 M in 2020 (+25%)
- Objective: €1 BN in 2025

STRATEGIC INITIATIVE

- Biodiversity as a strategic cross-cutting marker for the Group
- Biodiversity mainstreamed into all sectors: sanitation, cities, agriculture, forests, fisheries management, etc., so that nature is reconciled with development, and communities with biodiversity.
- Seeking convergence in the climate and biodiversity agendas: 25% of AFD's climate finance is biodiversity-friendly. Objective: 30% in 2025

ILLUSTRATIVE PROJECT:

- AgriSecur in Burkina Faso: promoting agroecology to improve food security in the Boucle du Mouhoun and Est regions

IMPACTS

- 13.6 million hectares of natural areas protected or restored





2021: AND NOW?

SEVERAL EVENTS, MULTIPLE OPPORTUNITIES

- IUCN Congress in Marseille (September): all stakeholders will meet in France in advance of COP15
- COP15 - Kunming CBD (October): aiming for a new global agreement on preserving biodiversity (post-2020 framework)
- Convergence: Summit of 3 COPs at the UNGA and COP26 on Climate: the role of nature will be a core topic

AFD'S ROLE

- Provide expertise within Team France in the negotiation process
- Help implement this new framework and finance real greening of the economy; PDBs will play a crucial role as catalyst/accelerator
- Initiate and implement specific innovative initiatives: Great Green Wall, Task Force on Nature-related Financial Disclosure (TNFD), Prezode

2020, AFD AFFIRMS ITSELF AS A “FEMINIST DEVELOPMENT AGENCY”

KEY FIGURES:

- 100% of projects analyzed from a gender perspective
- 67% of projects graded DAC 1 and 2 (markers for gender equality), for a total of €5.8 BN (loans and grants)
- €375 M for DAC 2 loan and grant projects

THE STRATEGIC INITIATIVE

- November 2020: publication of the Finance in Common Summit gender declaration (26 signatory development banks)
- Launch of working groups (made up of 50 development banks) to work with UN Women on financing for equality and on good practices and accountability

AN ILLUSTRATIVE FUND:

- July 2020: launch of the Support Fund for Feminist Organizations (FSOF), co-sponsored by the French Ministry for Europe and Foreign Affairs (MEAE) and AFD: €120 M over three years (2020-2021-2022)
- In 2020, a project budget of €40 M co-financed by AFD and the MEAE
- Focus on the Feminists in Action project: call for projects for feminist CSOs in partner countries on SRHRs, gender-based violence, economic empowerment, and access to rights

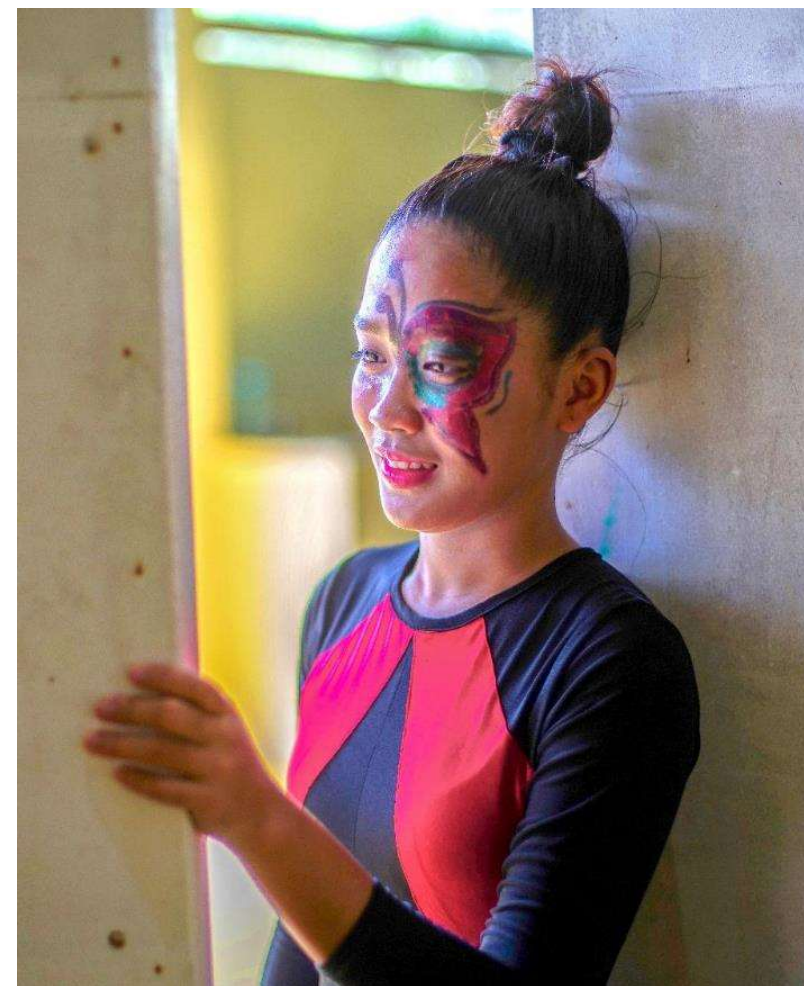
2021: AND NOW?

SEVERAL EVENTS, MULTIPLE OPPORTUNITIES

- Generation Equality Forum, June 2021, in France
- Initiated by UN Women, France, and Mexico, in close collaboration with civil society

AFD'S ROLE

- Co-organization of France's two main deliverables
 - Support Fund for Feminist Organizations (FSOF)
→ with the MEAE
 - Coalition of development banks on gender
→ with UN Women
- Contributing to four deliverables from France
 - SRHR Coalition
 - Equality in sports
 - Girls' education
 - Cultural and creative industries



A wide-angle photograph of a volcanic landscape. In the foreground, two surveyors wearing yellow hard hats and orange safety vests are working. One is standing and operating a surveying instrument on a tripod, while the other is kneeling and looking at a map or document. In the background, a large, snow-capped volcano rises against a clear blue sky. To the right, a group of people in safety gear are visible on a rocky ridge. The overall scene suggests a post-volcanic survey or reconstruction project.

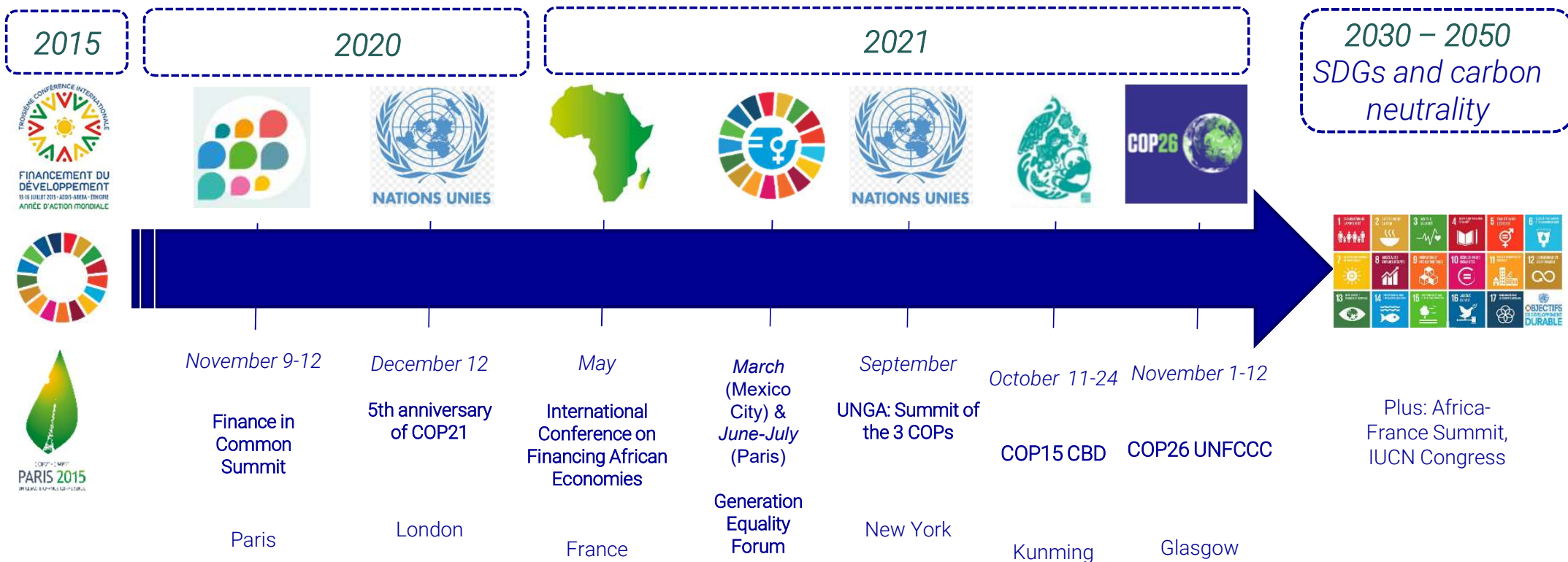
AND AFTERWARDS?

LINKS BETWEEN AFD GROUP AND OTHER PDBs STRENGTHENED DURING THE CRISIS

- The “Finance in Common” initiative, to maintain a long-term focus and build worldwide dialog on development experiences
 - Creation of a **coalition of 450 PDBs** from around the world
 - 10% of the world's public and private investments made each year
 - A first summit in November: 10,000 participants from 148 countries
 - **A collective process underway**
 - Joint declaration of alignment with the 2030 Agenda and the Paris Agreement
 - Commitments to aspects of gender equality, biodiversity, the private sector in Africa, sports, and other themes
 - The FiCS movement will participate along with the African Development Bank in the Summit on Financing African Economies on May 18 (event on May 11)
 - A second summit, FiCS 2, will be held in the fall of 2021



HELPING TO REVIVE MULTILATERALISM



CONTINUING TO INNOVATE TO PROMOTE DEVELOPMENT

In our methods:

- By hosting the **Fund for Innovation in Development (FID) chaired by Esther Duflo**: testing and experimenting new ideas, followed by large-scale implementation of the most efficient solutions with positive impact

In our projects:

- **Data4Covid Challenge**: innovative use of data to aid in policy-making, with a goal of better understanding Covid-19 problems in Africa
- **Shared innovations**: neonatal incubators in Cameroon, gender-sensitive budgeting in Morocco, Novissi Program in Togo, and others

In AFD financing:

- **The first SDG bond issues in October 2020**: the loans backing the future bond issues will be selected based on how effectively they contribute to the SDGs

In our partnerships:

- **Supporting our partners' innovations**: CSOs (€383 M in 2020, including €115 M to French CSOs), local authorities (57 FICOL projects underway), French companies, our strategic partners (Gates Foundation, Aga Khan Foundation, ICRC, and others)
- **Connecting sports and culture stakeholders to development**: NBA/BAL, FIFA, Paris 2024, Abomey Museum, etc.



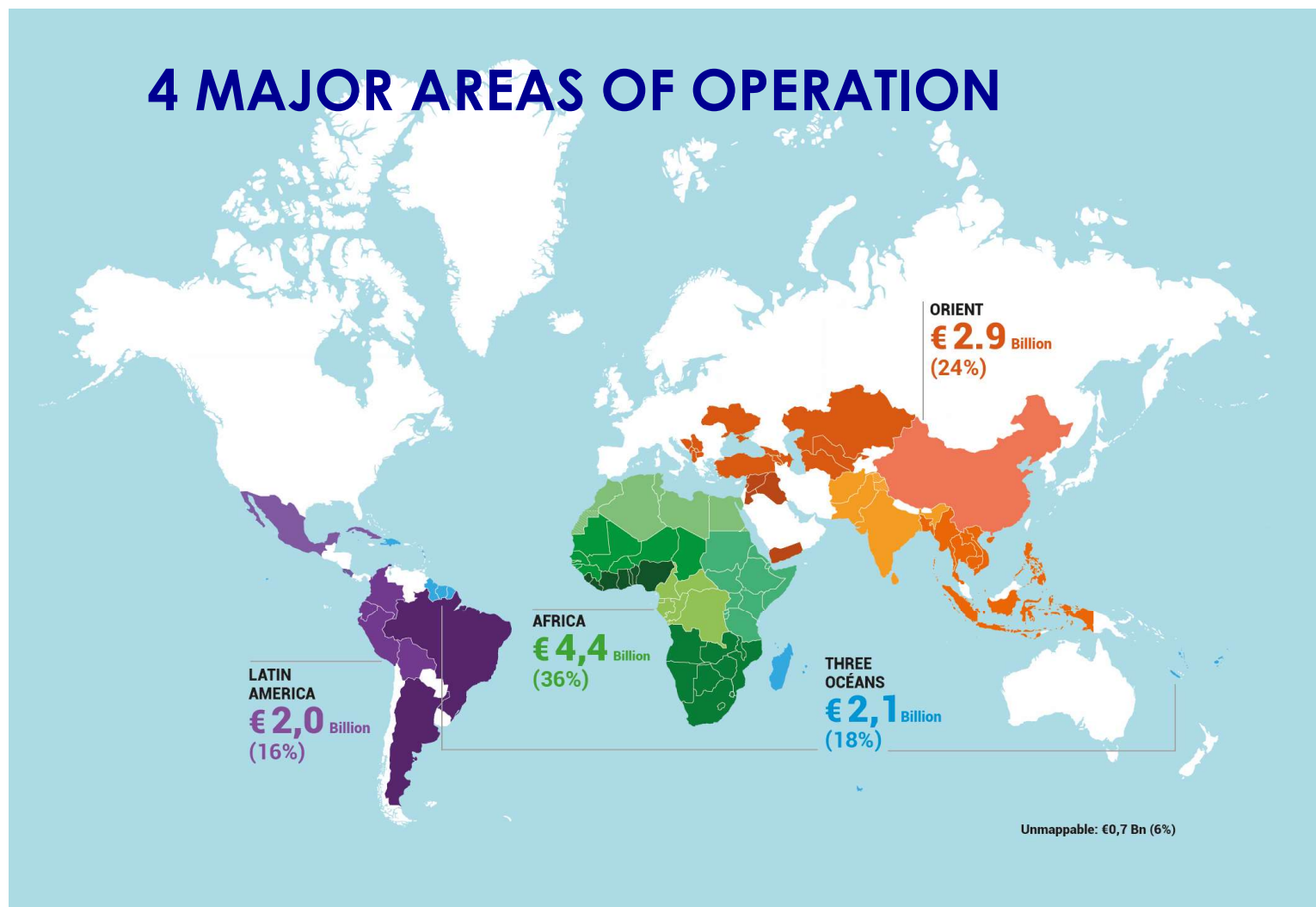
ANNEXES

#WorldInCommon

AFD GROUP, A WORLDWIDE NETWORK



4 MAJOR AREAS OF OPERATION





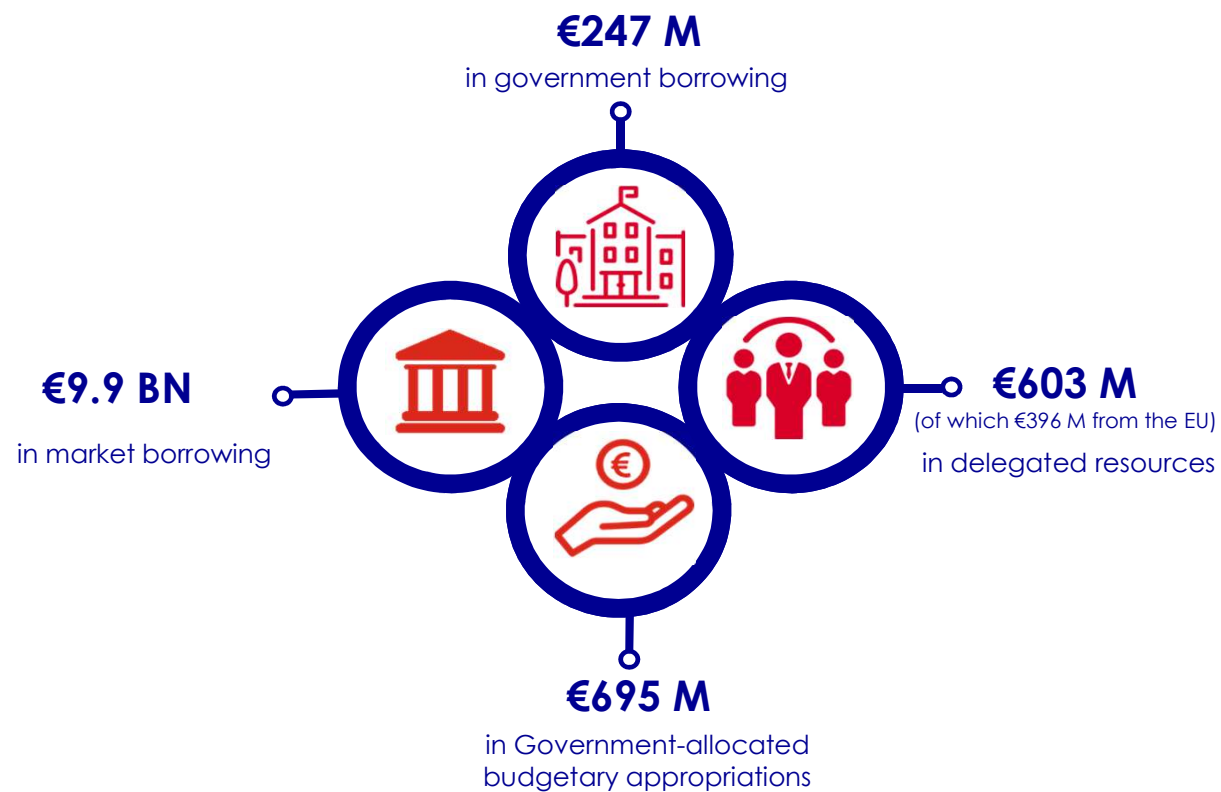
ALL AFRICA: FIGURES FOR THE CONTINENT

€4.9 BN

AFD Group's 2020
financing should
benefit 65 million
Africans, including
11 million Sahelians.

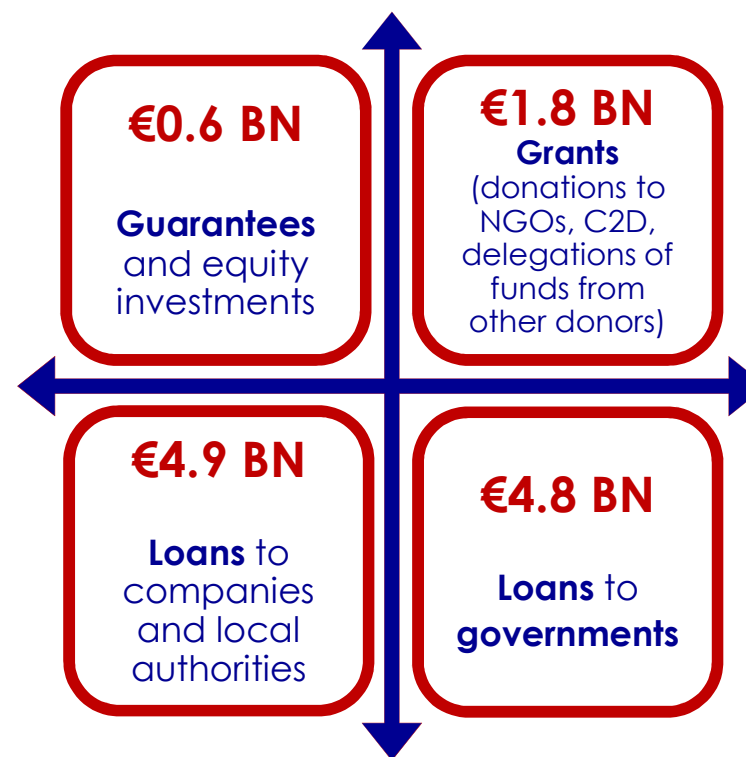


RESOURCES

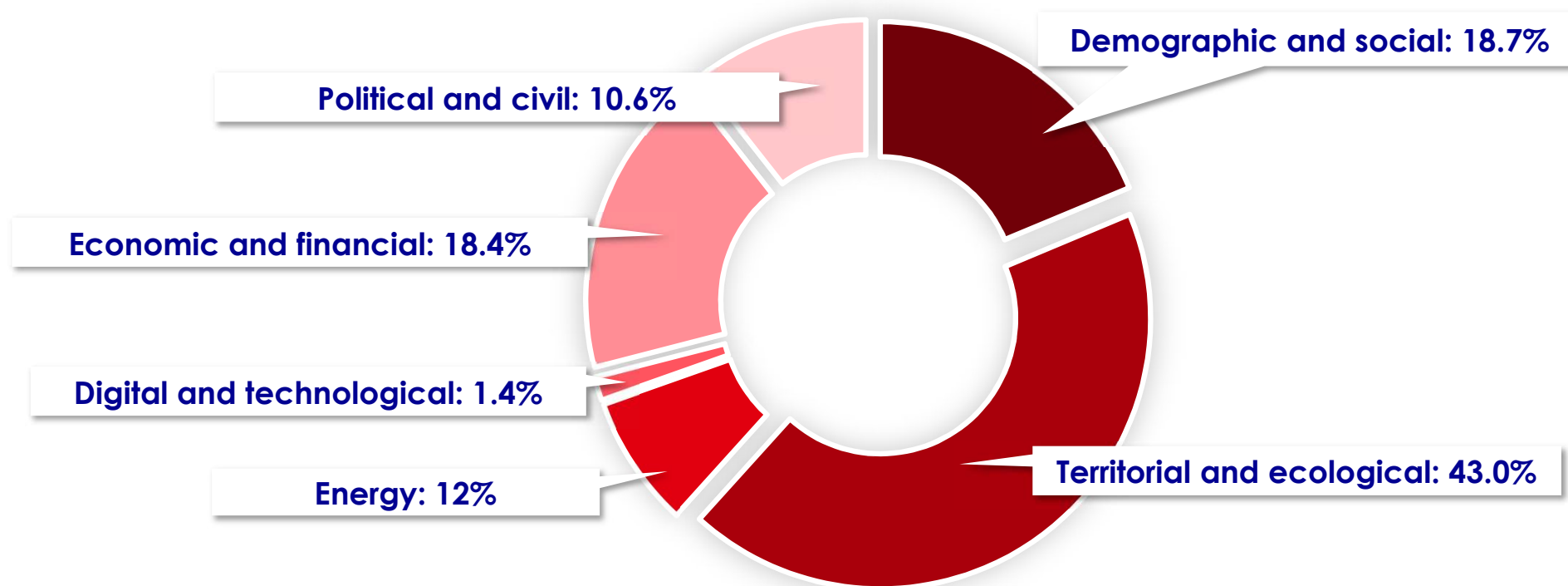




FINANCIAL TOOLS



BREAKDOWN BY TRANSITION



CICID (COMMITTEE FOR INTERNATIONAL COOPERATION AND DEVELOPMENT) SECTORS



€455 M

Agriculture and food security



€2.39 BN

Private-sector financing (productive sectors)



€445 M

Transport



€801 M

Water and sanitation



€1.13 BN

Health and social protection



€936 M

Energy



€430 M

Education and training



€1.48 BN

Infrastructure and services



€36 M

Crises and fragile situations



€1.06 BN

Climate, environment, and natural resources



€1.69 BN

Multi-sector



€491 M

Governance

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THANK YOU!



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