

Annex B: Terminology Used in the Financial Forecast

Terms used in this paper have the meanings described below, and are relevant to Gavi's Programme Funding Policy:

- a) Assured Resources comprise:
 - Cash and investments of Gavi, in the amount that exceeds the Cash and Investments Reserve (see (g) below)
 - Expected proceeds from IFFIm, based on existing donor pledges
 - Expected AMC and any other contributions that are contingent on programmatic expenditure included in the expenditure forecast
 - Confirmed direct contributions to Gavi that are pledged under already-signed agreements or otherwise confirmed in writing
 - Projected investment income
- b) Allowance for Further Direct Contributions (for the purpose of approving funding decisions): An allowance for further expected direct contributions from existing donors who have not confirmed their pledges for each year, based on current overall contribution levels. The allowance is mandated by the Programme Funding Policy and is important towards enabling programme funding decisions to be made while pledges have yet to be completed for particular years. The allowance assumes that in years where currently confirmed direct contributions total less than the current level, further contributions will bring the total to that level. The Allowance for Further Direct Contributions currently included within the Financial Forecast is nil as it is reported as an opportunity.
- c) Qualifying Resources: The sum of Assured Resources and the Allowance for Further Direct Contributions (i.e. (a) plus (b) above).
- d) Existing Programmes: Country programmes (for vaccine and cash-based programmes and investment cases) that have already been approved for support by Gavi, the Partners' Engagement Framework and the Secretariat budget.
- e) New Requests: Projected demand from country applications that are currently being recommended by the Independent Review Committee for approval.
- f) Expected Future Requests: Projected demand from countries expected to request Gavi support in the future for the currently approved portfolio of vaccines and cash-based programmes. It does not include any additional vaccines that Gavi may consider for support in the future.
- g) Cash and Investments Reserve: The reserve required by the Programme Funding Policy to be maintained at a minimum equalling eight months of expected annual expenditures.