



IFFIm Report

René Karsenti, Chair, IFFIm Board

Gavi Alliance Board Meeting

Geneva, Switzerland

10 December 2014



- **Funding Gavi**
- **IFFIm Sukuk issuance**
- **Making IFFIm even more efficient**

IFFIm supporting Gavi

- IFFIm has raised about US\$5 billion since 2006
- Through Q3 2014 IFFIm has funded US\$2.5 billion of Gavi programmes
- Represents 38% of total Gavi disbursement since 2006
- 2011-15 funding period: US\$600 mil in assured resources provided by IFFIm
- 2016-20 funding period: US\$1.180 billion forecasted proceeds from IFFIm to Gavi from existing pledges
- The goal is to obtain new pledges of at least US\$1 billion as part of the Gavi replenishment

Gavi disbursement of IFFIm funds
2006 through 30 Sept 2014

Programme	US\$ mil
Pentavalent vaccine	1,279.9
Health System Strengthening	281.9
Pneumococcal vaccine	194.4
Polio eradication	191.3
Measles mortality reduction	139.0
Yellow fever stockpiles	90.9
Other country-specific programmes	81.2
Tetravalent vaccine	45.4
Meningitis elimination	62.6
Maternal and neonatal tetanus	61.4
Yellow fever vaccine	38.1
Rotavirus vaccine	15.2
Hepatitis B vaccine	13.1
Measles vaccine	3.1
Measles-Rubella vaccine	3.6
Total	2,501.1

IFFIm Sukuk issuance

A new market reached to raise funds for Gavi

- 27 November, IFFIm issued a Sukuk: US\$500 million 3 year floating rate
- All-in cost: 3 month \$Libor + 13.5 bps
- Largest Sukuk al-Murabaha issuance in the public markets and largest inaugural Sukuk by a supranational
- Provides institutional investors with a socially responsible investment that will help protect tens of millions of children against vaccine preventable diseases
- Global Coordinator: Standard Chartered
- Joint Lead Managers: Barwa Bank (Qatar), National Bank of Abu Dhabi (UAE), NCB Capital Company (Bahrain), CIMB (Malaysia)
- Co-lead managers: Bank Islam Brunei Darussalam (Brunei), Union National Bank of Abu Dhabi (UAE)
- 85% of investors are new to IFFIm: 68% in the Middle East, 21% in Asia, 11% in Europe



Making IFFIm more efficient

Swap reassignment

- IFFIm captured the imagination of the capital markets, with one of the first socially responsible bonds sold to the global market in 2006
- IFFIm remains today a key part of Gavi's overall funding strategy, providing its only source of long term capital
- As part of prudent financial management, an adjustment to the gearing ratio has been made to account for current foreign exchange swap positions: current ratio at 57%
- The IFFIm Board, World Bank, Gavi Secretariat and Bill & Melinda Gates Foundation are exploring ways with donors to restore IFFIm's funding capacity to make it even more efficient
- If discussions are successful, it could mean more IFFIm funding for Gavi



*Gavi Alliance Board meeting
10-11 December 2014*

IFFIm

**SUPPORTING
GAVI**

Thank You

