
Subject **IFFIm Chair Report**

Category **For Information**

Overview

- This report provides the Board with an overview of the activities of IFFIm's support to date for Gavi's 2021-2025 strategic period and expected future capacity.
- IFFIm remains central to donors' participation in Gavi programmes. We are pleased that Canada has finalised its pledge to IFFIm becoming IFFIm's 11th sovereign donor.
- As part of continued efforts to maximise IFFIm's strategic value for Gavi, the Gavi Secretariat, The World Bank (as IFFIm's Treasury Manager), donors and the IFFIm Board are coordinating to establish a Contingent Financing Mechanism to support Gavi's Pandemic Preparedness and Response (PPR) work.
- IFFIm has reviewed administrative aspects of its operations including a transition of its listing to the Euro MTF exchange and a transition in external legal counsel. Additionally, IFFIm plans to recruit a board member in the coming months.
- The IFFIm Chair report is attached in the form of a presentation as Annex A, which will be presented and discussed during the forthcoming Gavi Board meeting.

Annexes

Annex A: IFFIm Chair Report

IFFIM CHAIR REPORT

BOARD MEETING

Kenneth Lay

26-27 June 2023, Geneva, Switzerland

gavi.org



Annex A



IFFIm contribution to Gavi's funding requirements

- In the 2021-2025 period (Gavi 5.0/5.1), IFFIm has the capacity to provide US\$ 3.2 billion
 - US\$ 2.193 billion for core funding
 - US\$ 975 million for COVAX Advance Market Commitment (AMC)
- Disbursements for Gavi in this period as of end of March 2023 are US\$ 1.461 billion
 - US\$ 1.232 million for core funding
 - US\$ 229 million for COVAX AMC
- IFFIm has provided c. 17% of Gavi resources to countries since 2006
- Ready to support Gavi in the next strategic period

IFFIm remains an important tool for donors' participation in Gavi programmes

- Frontloading donor pledges provides flexibility for donors
 - IFFIm has 11 sovereign donors, with Canada being the newest
- IFFIm's financing terms remain cost-effective
 - With a double-A credit rating and conservative financial policies
 - IFFIm has raised funding in challenging financial markets with its strong social mandate
- IFFIm provides strategic value as Gavi's funding needs change
 - Funding for COVAX
 - Guarantee facility for market shaping
 - Funding for CEPI

IFFIm can be a useful element in Gavi's work in PPR

- Proposed IFFIm Contingent Financing Mechanism
 - Donors would pledge to confirm grants to IFFIm on the occurrence of a defined pandemic event
 - This would provide Gavi assured resources in case of another pandemic
- Donors pledge now to confirm grants when needed
 - Confirmed grants would be used solely to support Gavi's response to the defined event
 - Would significantly accelerate IFFIm's funding of Gavi's pandemic response
- IFFIm's ability to provide surge financing is tried and tested
 - IFFIm was an important element of Gavi's COVID-19 pandemic response
 - Enables donors to spread out fiscal commitments in times of competing priorities

Recent activities

- Transition of listing to Euro MTF
 - Completed in January, therefore, there is no longer a requirement of keeping a dual set of accounts. Saves money, time, and there is a more efficient consolidation of accounts
- Completed review of external legal services
- 2022 Accounts complete
- Board Recruitment and succession planning
 - Jessica Pulay, Co-Head of Policy and Markets for the UK Debt Management Office, was re-elected to the Board for a second term in March
 - Additional recruitment planned over the next 12 months
- Participation at Madrid MTR

Thank you