

# WHAT?

VECTORS FOR COOPERATION

# HOW?

COOPERATION FORMATS

# WHY?

COOPERATION ADVANTAGES



Mobilizing capital

1

- Co-financing
- Fund-like arrangements
- Loan guarantees

- Implement large-scale projects
- Close EMDCs' financial gap
- Unlock economic potential of EMDCs
- Share risks of the MDBs



Capital markets

2

- Participation in equity
- Mutual bonds purchases
- Climate finance & GSS bonds
- Trust funds
- Regional agents & consulting
- Islamic finance

- Development of EMDC financial markets
- Diversification of geography
- Increased sources of funding for MDBs
- MDBs' rating support



Financing in local currencies

3

- Mutual bonds purchases in local currencies
- Hard currency targeted loans for local currency project finance
- Cross-currency swaps

- Meet EMDCs' needs
- Better terms for MDBs compared to market conditions
- More capabilities for local currency financing
- Improved conditions for capital-intensive infrastructure
- Currency risk mitigation for borrowers



Project expertise

4

- Sharing experience & best practices
- Coordinating technical expertise
- Being a "mediator" in PPP projects
- Sharing knowledge of the region

- Improve MDBs' project outcomes
- Leverage comparative advantages from regional specialization
- Reduce risk and facilitate better project implementation



Pooling knowledge

5

- Comparative analysis
- Joint research
- Long-term research projects (e.g., databases)
- Joint forums and workshops

- Facilitate open access research as a public good
- Improve the efficiency and save resources of EMDC-MDBs
- Develop joint action to address development challenges



Technical assistance

6

- Cost sharing through joint TA
- Pooling knowledge and regional expertise
- Harmonising TA approaches and procedures

- Increase the scale and reach of projects
- Increase the quality and effectiveness of projects
- Align and coordinate MDB development efforts
- Reinforce future cooperation post-TA



Cross-border projects

7

- Expertise at the national level
- Coordinating interactions among EMDCs
- Co-financing
- Fund to promote investment in private companies

- Increase the scale of cross-border projects
- Be an anchor for commercial financing
- Increase trade & investment and create jobs
- Mitigate EMDCs' political risks