



Perspectives and requirements for AFD financing

February, 6th 2018

#MondeEnCommun
AGENCE FRANÇAISE DE DÉVELOPPEMENT

EU-Central Asia Working
Group on Environment and
Climate Change



I. GLOBAL STRATEGY OF AFD

1. AFD IN A NUTSHELL

AFD is France's international development bank. AFD is the world's oldest development institution, committed for the last 75 years to the service of the peoples of the South and of Overseas France.



2,400 employees

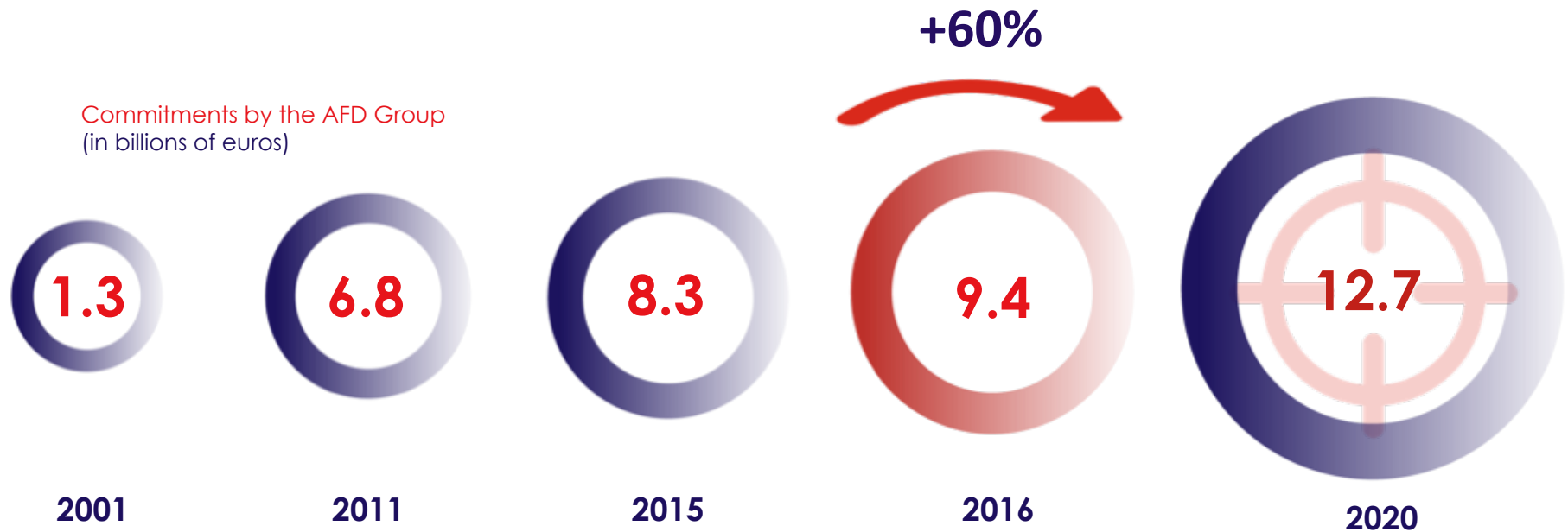


108 countries in which we work



85 branches

2. A SHARP RISE IN COMMITMENTS



↳ 657 new development projects, all sectors combined in 2016

↳ A milestone towards the ambitious objective for c. 2022 set by the President of the Republic

3.

GUIDING THE 5 TRANSITIONS

HOW WE INTERPRET THE SDGs...



Demographic and social

Towards a fairer world, via ambitious health and education policies



Energy

Towards sustainable energy, at an affordable price for everyone



Political and civic

Towards shared prosperity in a safer world



Digital and technological

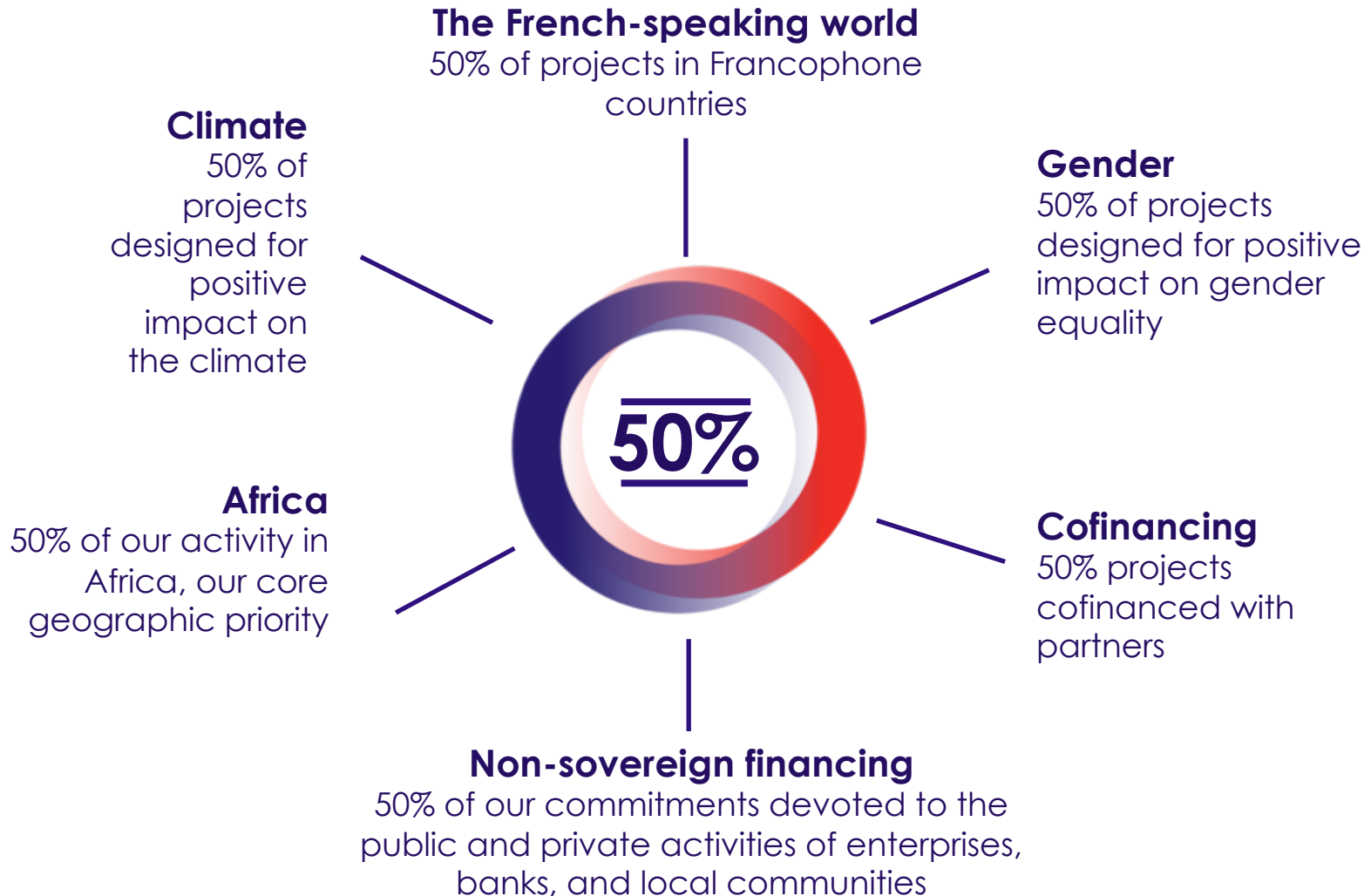
Towards technologies that benefit everyone



Local and ecological

Towards a world of sustainable communities, by protecting natural resources and controlling urbanization

4. OUR MARKERS



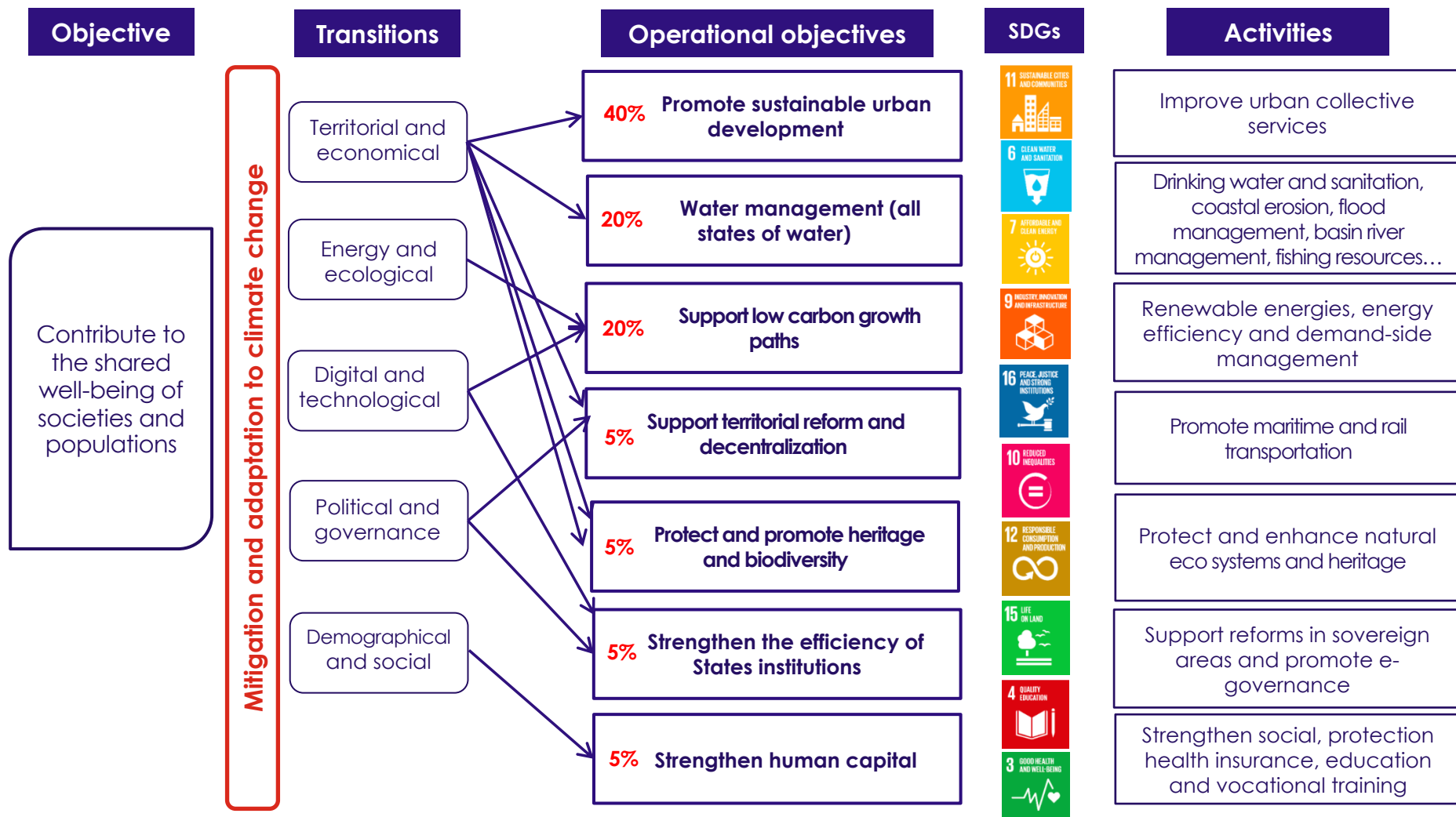


II. AFD STRATEGY IN ASIA

1.

OUR STRATEGY

A new regional scope of intervention for 2017-2021



2. OUR TOOLS

Financial tools over the period 2013-2016

95%

▶ LOANS AND GUARANTEES

€4.4 BILLION

INCLUDING **55%** GRANTED
AT MARKET CONDITIONS

5%

▶ SUBSIDIES

€211 MILLION

- Donations
- EU subsidies
- Technical support
- Capacity building

PROJECTS FINANCED WITH OTHER DEVELOPMENT BANKS ◀

EU, ADB, BIRD, JICA, KFW

48%



III. AFD PROJECT CYCLE

1. Introduction

AFD project cycle follows the following main stages:

- Project identification
- Project assessment
- Board Approval
- Project Signing
- Project implementation and monitoring

The length of AFD procedures for board approval can be highly variable depending on the type of project and the level of project readiness. This process takes a minimum of one year.

2. Identification Phase

Agency

- Needs identification / design of project concept
- Dialogue with authorities
- Reception of country financing request

Head Office

- First analysis of the project concept (Read-through risks, strategy, etc.)
- Mobilization of experts (financial, legal, E&S, climate, TA, etc.)

Project team

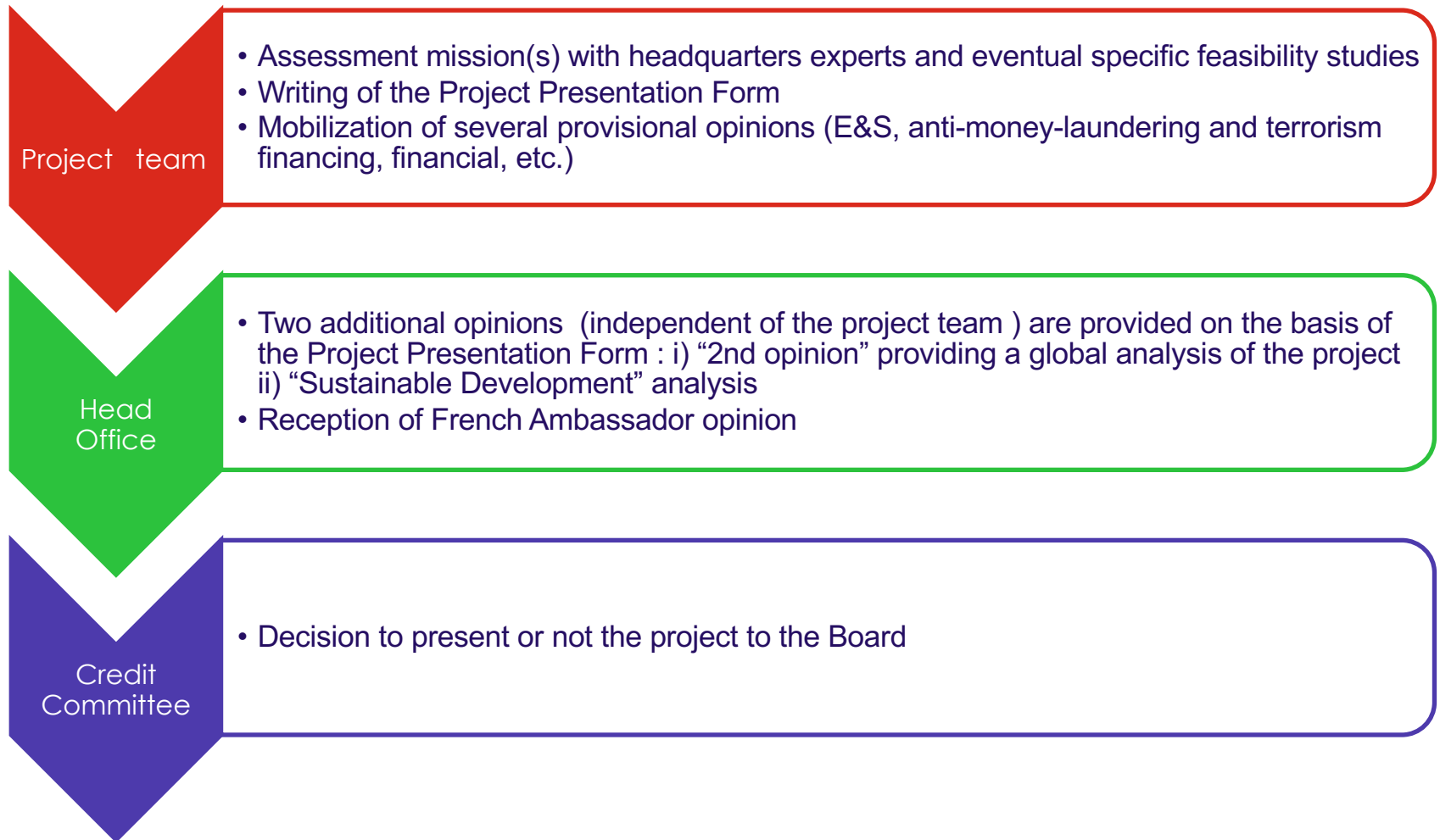
- Preliminary due diligences (technical, financial, social and environmental, ...),
- Writing of the the Project Identification Form (PIF),

Committee at Head Off

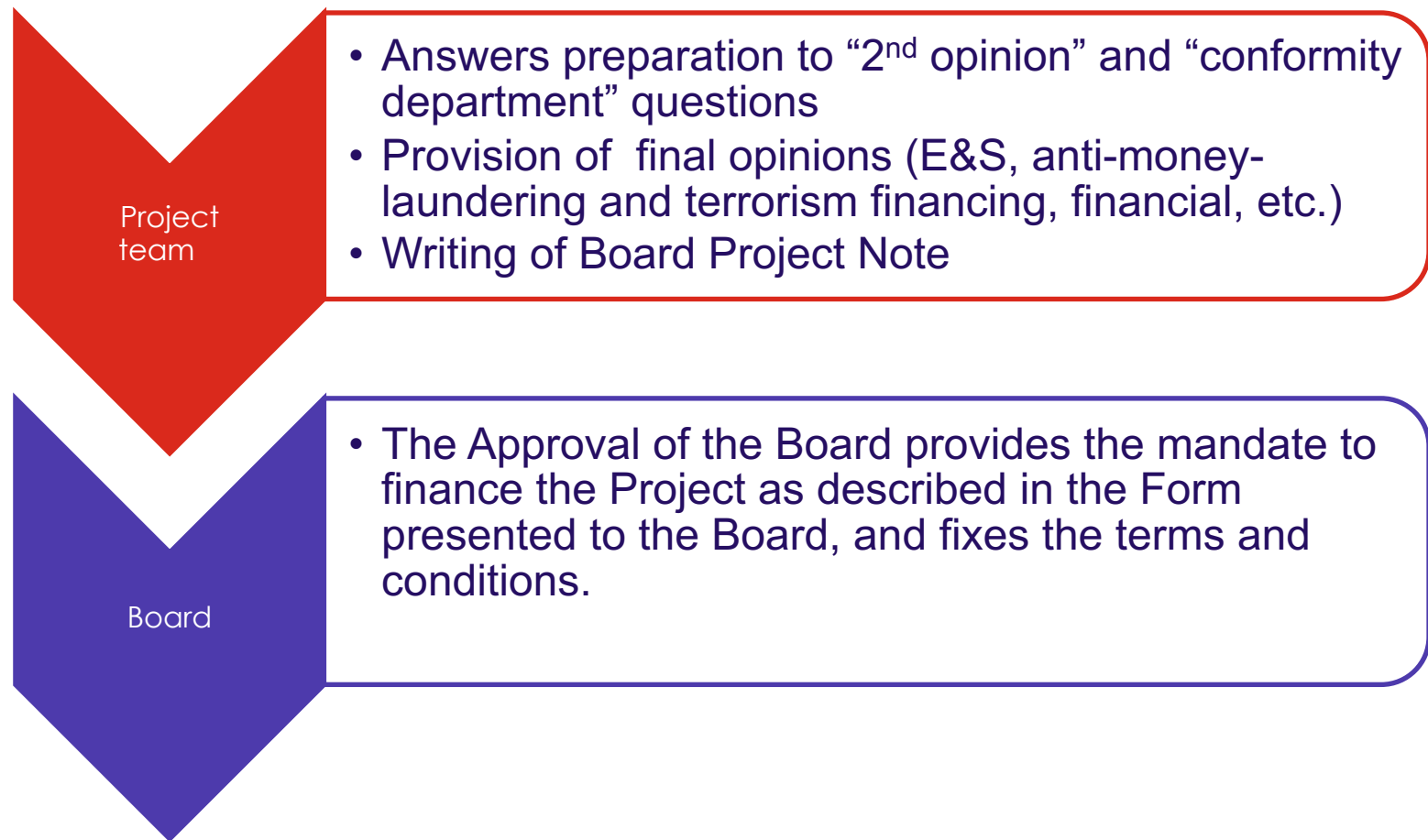
- Presentation of the Project Identification Form (PIF) at AFD intern Project Identification Committee
- The committee grants the mandate to launch the project assessment phase and to discuss with the Beneficiary the project design, the perimeter and the conditions
- Definition of the mandate of project assessment and the composition of the project team

3. Appraisal phase

The assessment stage is led by the Headquarters Project Team Leader, based on feasibility studies provided by the Beneficiary, several headquarters assessment missions and eventual complementary feasibility studies (carried out by external consulting firms).



4. Board approval



This phase is followed by the writing of the financing agreement, the negotiation of the financing agreement, the fulfillment of condition precedents and the signing of the financing agreement.

5. Implementation and monitoring phase

Agency	Headquarters Project Manager	Headquarters Country Desk
<ul style="list-style-type: none">• Regular monitoring of project process• Dialogue with authorities• Updating of LAB-FT due diligences• Follow-up of disbursements	<ul style="list-style-type: none">• Main project decisions• Review of LAB-FT diligences• Provision of « No objection » opinions	<ul style="list-style-type: none">• Mobilization of technical specific experts• Coordination of activities



THANK YOU