Aid for Trade Flows

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Outline

Financing for Development

Aid for Trade
  o Disbursements
  o Commitments

Trade-related Other Official Flows

Private flows mobilised

Prospects
Net external resource flows 2018 (usd billion)

- Remittances: 529
- ODA: 166
- FDI: 94
- OOF: 25
- Private grants: 42
- Official flows: 55
External Finance for Development
The Importance of ODA for LDCs
Measuring aid for trade

Clear and agreed benchmarks to monitor global efforts and assure accurate accounting to assess additionality
USD 451 bn. disbursed since 2006
Oceania received USD 371 mln since 2006

(USD billion, 2018 prices)
Latin America and the Caribbean received USD 35 bn
Europe received USD 42 bn since 2006
Africa received USD 163 bn since 2006
Asia received USD 170 bn since 2006
Oceania highest AfT per capita recipients (USD 2018)

- Oceania: 67 USD
- Europe: 20 USD
- Africa: 14 USD
- Asia: 6 USD
- America: 5 USD
LMICs largest share of cumulative disbursements

- **LMICs**: 46%
- **LDCs**: 32%
- **UMICs**: 24%
- **Other LICs**: 3%

USD 381 billion
LICs highest AfT per capita recipients (USD 2018)

20.3 USD

Low-Income

7.9 USD

Lower MIC

2.8

Upper MIC
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Prospects
TPR Commitments doubled since 2006

![Bar chart showing Trade policy and regulations in USD billion from 2002-05 to 2018. The commitments have doubled since 2006.](chart.png)
BPC commitments up USD 10 bn since 2006

USD billion
2018 constant


Productive capacity
Trade policy and regulations & Trade-related adjustment
Infrastructure commitments up USD 22 bn since 2006
AfT commitments up 140% since 2006...
...and jumped by 1/3 after the 2008 crisis
Additional AfT: share up 670 bp since 2006

Sector allocable ODA

AFT share

(USD billion, 2018 prices)
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Prospects
Trade-related Other Official Flows quadrupled to USD 71 bn
and doubled after the 2008 crisis
MIC get 90% of Trade-related Other Official Flows

USD billion, 2018 prices)
Support to MICs almost doubled after the financial crisis.
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Private flows mobilised

Prospects
Trade-related private finance mobilised USD 32.5 bn (by sector 2017-18 average)
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Prospects
Possible impact of COVID-19 on 2021 ODA levels
Conclusions

2018
- Aid for Trade: USD 57 bn
- Trade relate OOF: USD 61 bn
- Mobilised private finance: USD 35 bn

2019
- Likely more or less the same

2020
- More likely less???
Thank you
External Finance for Development
Source and Destination (2018, USD billion)
Grants and loans commitments

Loans surpass grants since 2009 in DC...

... and since 2014 in LDCs
Trade-related private finance mobilised by region 2017-18 average

- **America**: Credit lines, Direct investment in companies and SPVs, Guarantees, Shares in CIVs, Simple co-financing, Syndicated loans
- **Africa**: Credit lines, Direct investment in companies and SPVs, Guarantees, Shares in CIVs, Simple co-financing, Syndicated loans
- **Asia**: Credit lines, Direct investment in companies and SPVs, Guarantees, Shares in CIVs, Simple co-financing, Syndicated loans
- **Europe**: Credit lines, Direct investment in companies and SPVs, Guarantees, Shares in CIVs, Simple co-financing, Syndicated loans
- **Global**: Credit lines, Direct investment in companies and SPVs, Guarantees, Shares in CIVs, Simple co-financing, Syndicated loans
- **Oceania**: Credit lines, Direct investment in companies and SPVs, Guarantees, Shares in CIVs, Simple co-financing, Syndicated loans