IDA has established a US$5.7 billion Scale-up Window (IDA19 SUW) for country-specific and/or regional operations during the IDA19 period. These resources are in addition to the regular concessional resources that countries will receive in IDA19, making them especially useful where core IDA allocations are insufficient to support transformational initiatives.

IDA19 SUW credits are offered to Blend and IDA-only countries at IBRD lending terms, i.e., non-concessional terms.

**Eligibility**

Current IDA client countries that are at low or medium risk of debt distress are eligible to access IDA19 SUW.

Implementation will be consistent with the Sustainable Development Framework Policy (SDPF) and the IMF Debt Limit Policy. Both single country and regional operations are eligible.

IDA19 SUW Credits support 1) investment project financing in any sector, including the use of guarantees; 2) development policy financing, including the use of the Catastrophe Deferred Drawdown Option (CAT DDO); and 3) program-for-results financing. The operation is expected to be consistent with IDA19 policy priorities and World Bank Group goals. Projects supported are expected to be of high-quality and transformational with strong development impact. Programs supported are expected to focus on interventions that will help clients remove critical constraints to development and mobilize private financing.

**Currency**

IDA19 SUW credits are committed and repayable in the following currencies: USD, EUR, GBP, and JPY. IDA may also be able to provide financing in other currencies that it can efficiently intermediate, including local currency.

**Tenor**

Maximum final maturity is 35 years, including grace period. The maximum weighted average maturity or average repayment maturity (ARM) is 20 years.

**Repayment Schedule**

Recipients have a choice of two types of repayment schedules:

**Commitment-linked Repayment Schedule:** The repayment schedule begins at credit commitment. Principal repayments are calculated as a share of the total credit amount disbursed and outstanding.

**Disbursement-linked Repayment Schedule:** The repayment schedule is linked to actual disbursements. Each semester's group of disbursements is similar to a tranche with its own repayment terms (i.e., grace period, final maturity, and repayment pattern). Each semester's group of disbursements will have the same repayment terms.

Credits under IDA19 SUW are not subject to IDA's acceleration repayment clause.

**Amortization Profile**

The recipient may customize the repayment schedule of the credit as needed, subject to the average maturity and final maturity limits.

**Interest Rate**

The interest rate consists of a market-based floating reference rate and a spread. The reference rate varies by currency (SOFR for USD, TONA for JPY, SONIA for GBP and EURIBOR for EUR).

**Fees**

Fees include front-end fee and commitment fee.

**Interest rate and currency conversions**

Currency and interest rate conversion options are embedded in the credit agreement and can be executed at the recipient's request.
**Interest Rate**
The interest rate is reset semi-annually, on each interest payment date, and applies to interest periods beginning on those dates. The interest rate is subject to a floor of zero. The reference rate is the value of the applicable market rate for a six month interest rate period (SOFR for USD, TONA for JPY, SONIA for GBP, and EURIBOR for EUR). The spread is variable and aligned with the spread of the IBRD Flexible Loan. It consists of IBRD's average cost margin on related funding relative to the applicable reference rate plus IBRD's contractual spread of 0.50% and a maturity premium for loans with average maturities greater than eight years. The spread is recalculated on a quarterly basis and applies to the interest period commencing on the interest payment date falling on, or immediately following the recalculation date, but falling prior to the next recalculation date.

**Fees**
Front-end fee of 0.25% of credit amount is due within 60 days of effectiveness date of the project, but before the first withdrawal from the credit, and may be financed out of credit proceeds. Commitment fee of 0.25% is charged on undisbursed balances, and starts to accrue 60 days after signing date.

**Maturity Limits and Repayment Schedules**
**Policy Limits:** Final maturity is 35 years including grace period (during which only interest is paid), while maximum weighted average maturity is 20 years.

Recipients have the flexibility to tailor the repayment schedule during credit preparation. Once the credit is approved, the repayment schedule cannot be changed, except for the Catastrophe Risk DDO (CAT DDO) for which the repayment schedule may be changed at the time of drawdown within prevailing maturity limits.

**Currencies**
**Currency of Commitment:** Credits are offered in most major currencies like EUR, GBP, JPY and USD. Other currencies may be available if the IDA can fund itself efficiently in the market. Recipients may contract credits in more than one currency.

**Currency of Disbursement:** Disbursements may take place in any currency, as requested by the recipient. Currencies are acquired by IDA and passed on to the client at market terms. The credit obligation, however, remains in the currency of commitment.

**Currency of Repayment:** The principal, interest, and any other fees must be repaid in the currency of commitment. However, currency conversion options may be available as specified below.

**Currency Conversion**
**Undisbursed Amounts:** All or part of the undisbursed balance may be converted from one major currency into another major currency which IDA can efficiently intermediate (see “Currency of Commitment” above).

**Disbursed Amounts:** All or part of the disbursed and outstanding balance may be converted into another currency, including the recipient’s local currency, subject to the availability of a liquid swap market for that currency.

**Interest Rate Conversion**
The reference rate applicable to the disbursed balance of the loan may be fixed and subsequently unfixed by using the loan conversion option. Note that the spread will not be converted.

**Conversion Fees**
Transaction fee(s) for currency and/or interest rate conversions may apply (see [http://treasury.worldbank.org](http://treasury.worldbank.org)).

**Payment Dates**
Debt service payment dates will be on the 1st or 15th day of a month and semi-annually thereafter, as decided by the recipient during negotiations.

**Prepayment**
Recipients may prepay, at any time, all or part of the outstanding credit balance. Prepayment charges apply based on (i) IDA’s redeployment cost of the prepaid credit amount and (ii) the cost of unwinding any outstanding interest or currency conversions plus any transaction fees applicable to amounts that were previously converted.

The above is not necessarily a complete treatment of the terms and conditions of the credit. Borrowers should refer to Financing Agreements and General Conditions with respect to their individual loans.