IDA20 SOURCES OF FINANCING

IDA funds are allocated to recipient countries in relation to their income levels and record of success in managing their economies and their ongoing IDA projects. When eligible, countries can tap into additional resources through the following IDA financing windows:

- Regional Window
- Crisis Response Window
- Scale-Up Window
- Private Sector Window
- Window for Host Communities and Refugees

IDA Country Allocations

- Performance-Based Allocations
- FCV Envelope (if eligible)

IDA Windows (If Eligible)

- Regional Window
- Crisis Response Window
- Scale-Up Window
- Private Sector Window
- Window for Host Communities & Refugees

Concessional □ Non-concessional □

ida.worldbank.org | #IDAworks
Regional Window
Promotes regional solutions by “topping up” IDA country allocations for multi-country projects.

Eligibility:
- Minimum of two participating countries, at least one of which is IDA-eligible.
- Can involve regional organizations.
- May be used for COVID-19 vaccine, therapeutics, and diagnostics (VTD) operations if other criteria are met.

Instruments:
Investment Project Financing (IPFs) and Development Policy Financing (DPFs).

Financing and terms:
Countries typically contribute 1/3 of project cost from their country allocation. Financing terms aligned with Country Allocations (excluding PBA-SMLs).

$7.9 billion

Crisis Response Window
Provides additional and predictable financing to IDA-eligible countries hit by crises.

Eligibility:
IDA countries responding as last resort to the impact of natural disasters, economic crises, or public health emergencies.

Early Response:
Window can also be leveraged at an earlier juncture for slower-onset crises, namely disease outbreaks and food insecurity.

Instruments:
IPF (usually via additional financing), DPO, PforR.

Financing and terms:
- Aligned with country allocations (excluding PBA-SMLs).
- For severe natural disasters (damages and losses greater than 1/3 of GDP), adjustments of financing terms are possible (based on updated Debt Sustainability Analysis).

$3.3 billion
**Scale Up Window**

**Regular Scale-Up Window**

**Purpose:**
Provides countries with healthy debt outlooks the opportunity to pursue selected high-impact operations on top of their country allocations.

**Eligibility:**
- Countries at low or moderate risk of debt distress.
- Subject to non-concessional borrowing ceilings with the World Bank or the IMF.

**Financing and Terms:**
Non-concessional: IBRD Terms (Group A).

**SUW Shorter Maturity Loans**

**Purpose:**
Scale up investments needed in the short- and medium-term as part of COVID-19 response.

**Eligibility:**
- Countries at low or moderate risk of debt distress, as well as Gaps and Blends (except red-light Small States).
- On track with implementation of Performance and Policy Actions under IDA’s Sustainable Development Finance Policy.
- Debt Sustainability Analysis confirming that financing will not exacerbate debt risks.

**Financing and Terms:**
Concessional: Zero interest or service charge, 12-year maturity, six-year grace period.

**Private Sector Window**

**Supports IFC and MIGA to scale up high-impact private sector investments in the most difficult markets.**

**Eligibility:**
- Only IDA countries.
- IDA Gap and Blend Fragile and Conflict affected Situations (FCS).
- Fragile sub-national regions of non-FCS IDA Gaps and Blends.

**Type of support:**
Loans, equity, guarantees, local currency support and risk-sharing facilities.

**Financing and terms:**
Pricing and tenors determined on a case-by-case basis in consideration of the minimum concessionality and other concessional blended finance principles.
WINDOW FOR HOST COMMUNITIES AND REFUGEES

Creates medium- to longer-term development opportunities for refugees and host communities.

Eligibility: IDA countries...
- Hosting more than 25,000 refugees or 0.1 percent of population;
- Adequate refugee protection framework; and
- Government action plan, strategy, or compact on country’s response.

Borrowing limit per country:
$500 million.

Financing and terms:
- High risk of debt distress: 100 percent grants.
- Moderate or low risk of debt distress: 50-50 percent grants/credits.
- 100 percent grants to countries with a sudden massive inflow of refugees.
- Blend and Gap countries are eligible to receive grants per above.

$2.4 billion