

# WELCOME

## CONFERENCE:

# Finance for Refugees; making it work 7 September 2018

#FI4Refugees

# Background

- An estimated **250** million **international economic migrants** worldwide
- **65** million **forcibly displaced persons**, the vast majority of whom are hosted by developing countries
- **Climate change** could displace up to **300** million by 2050
- Managing well the movement of people is essential to achieving the Sustainable Development Goals (SDGs).

# Need for Complementarity

- Bridging the **humanitarian** – **development** divide
- Complex and multi dimensional phenomena, at times unpredictable, requiring multi faceted responses:
  - ❖ Rapid response / humanitarian
  - ❖ Upholding human rights / conflict prevention
  - ❖ Diplomacy and political dialogue
  - ❖ Long term sustainable development and inclusive growth
  - ❖ Preparedness and resilience to shocks
  - ❖ Targeting specific groups / geographies
  - ❖ Private sector investment

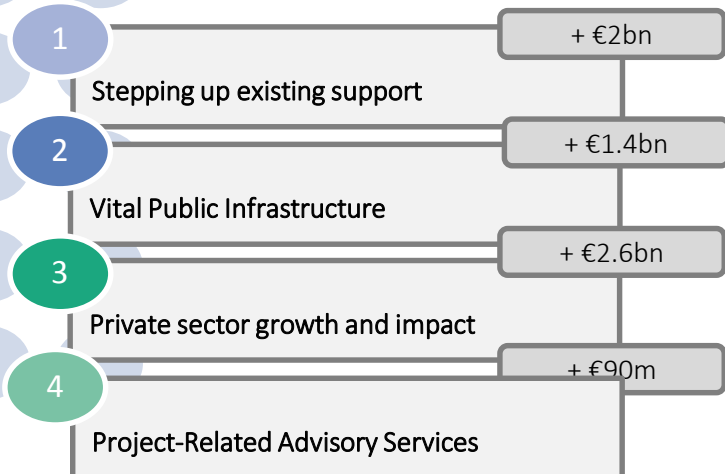
# EIB's Global Approach to Migration and Forced Displacement

## Outside EU

EU Council Request

Economic Resilience Initiative (ERI)

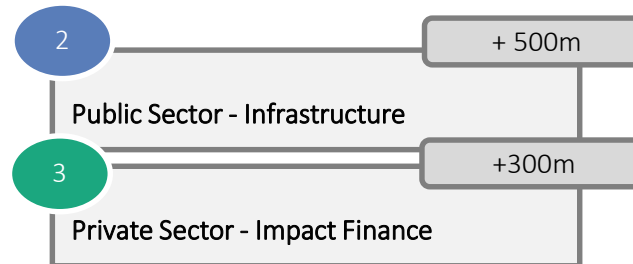
ERI aims to rapidly mobilise **additional financing in support of growth, vital infrastructure and social cohesion** in the Western Balkans and Southern Neighbourhood.



EU Member State Request

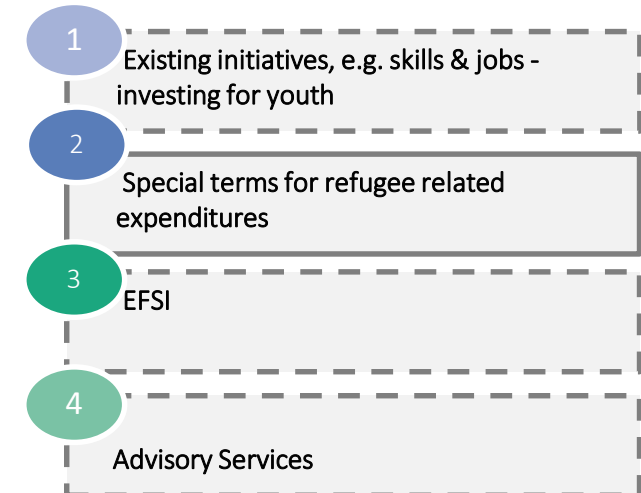
African Migration Package (ACP)

The EIB's ACP supports activities in Africa in particular when it comes to the support of the **private sector and entrepreneurship**.



## Inside EU

- The Bank has been instrumental in **financing social infrastructure** and SMES which create jobs for the future.
- The EIB has put in place **special terms for refugee related expenditures** (e.g. social housing).
- The EU Bank collaborates with the **European Commission** under the EU Urban Agenda **Partnership on Migration** and Inclusion.



1

More volume

2

More concessionality

3

More risk

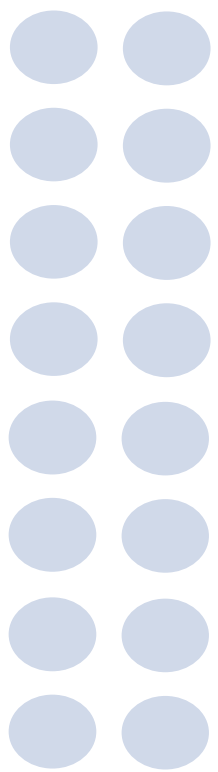
4

More support

# Investing in Economic Resilience



By implementing **long term development solutions** ERI will help build the capacity of these economies to **absorb and respond to crises** and shocks, while **maintaining strong growth**.



# What is the Economic Resilience Initiative?

Comprehensive support package that concentrates on:

Areas where the EIB has expertise and experience

Impactful projects

Regions that are vulnerable to or affected by crises

It deploys the **full range of EIB expertise and products** to:

Invest in vital and social infrastructure

Contribute to social inclusion

Mitigate & adapt to climate change

Foster an enabling environment for growth, including support to private sector led growth and job creation

# MDB Platform on Economic Migration & Forced Displacement

## *Enhanced MDB collaboration*

*African Development Bank, European Investment Bank, Asian Development Bank, European Bank for Reconstruction and Development, Inter-American Development Bank Group, Islamic Development Bank, World Bank Group*

- MDBs – vast and varied experience in terms of geography, instruments, partnerships
- All already engaged in programmes related to forced displacement and economic migration
- Potential for strong partnership built on comparative advantages
- **G7 call on MDBs**, and the international community, to do more and better at the Bari Summit
- Momentum of the **UN Global Compacts** on Refugees and Migrants, the **EU External Investment Plan**, the **EC** country level **Compacts** on migration ...

# MDB Platform: Priority Areas

***Common framework for MDB engagement:*** strategic alignment and exchanges; development of common principles and procedures; joint capacity building in client countries.

***Knowledge, evidence and data:*** forum to share experience and learning; coherence and economies of scale in the collection, analysis, and dissemination of data; ensuring evidence is collected and disseminated.

***Coordination on key issues on the ground:*** shared diagnostics; agreeing on priority and “critical paths” interventions, and responsibility-sharing arrangements; fostering a “single voice” by strengthening alignment at the level of individual country or regional programs.

***Facilitate further joint MDBs engagement under better-targeted instruments and/or products:*** supporting the development of a pipeline of “bankable projects”; focus on employment generation and financial inclusion; discussing new initiatives and pilots.



# Anticipated Outcomes

- **Enhanced knowledge and data sharing** to strengthen evidence base on the root causes / drivers of movement
- Better **understanding of potential barriers** to MDB instruments, products, incentives and mandates having a lasting impact on forced displacement/migration
- Clear value proposition offered by this type of work, e.g. new markets, social impact, innovation, labour markets
- **Designing and/or supporting pilots and innovative products** to test approaches to addressing the challenges and harness the opportunities presented by migration
- **Developing and designing partnerships, joint initiatives/ground-level operations, project and products** that contribute to enhanced impact and mutual learning, and build on the platforms work (e.g. take pilots to scale)

# In Dialogue with Partners...

- **Partnership** with the private sector
  - Platform foresees involvement of private sector actors in all four priority areas, e.g.
  - Evidence, data, analysis: to benefit public and private actors
  - Coordination on the Ground: integrated engagement, private sector perspective key
  - Better targeted instruments : innovative approaches to crowd in private investment

... *we need you as partners and stand ready to discuss how to engage with you*
- **Financing** for refugees requires us to work together
  - Microfinance / Equity: expanded EIB impact finance products
  - Loans for SMEs / MidCap: higher EIB risk bearing capacity
  - Infrastructure: EIB integrated packages (loan, grant, TA)

... *new opportunities for collaborating with you*



# IKEA Foundation



[www.inclusivefinanceplatform.nl](http://www.inclusivefinanceplatform.nl)