

INTERNATIONAL DEVELOPMENT ASSOCIATION



SECTOR	SUPRANATIONAL
RATINGS	AAA/Aaa
RATING OUTLOOK	BOTH STABLE
PAID-IN CAPITAL (30 JUN 2019)	US\$162.9BN
CALLABLE CAPITAL (30 JUN 2019)	N/A
FUNDING VOLUME FY19/FY20 (TO 30 JUN FISCAL YEAR-END)	NIL/US\$3BN
KANGAROO VOLUME 2018/2019 (FULL YEAR/TO 30 JUN)	NIL/NIL
KAURI VOLUME 2018/2019 (FULL YEAR/TO 30 JUN)	NIL/NIL
USD BENCHMARK SIZE	US\$1-6BN
EUR BENCHMARK SIZE	€1-3BN
RBA REPO ELIGIBLE	YES (EXPECTED)
RBNZ REPO ELIGIBLE	YES (EXPECTED)

About International Development Association

International Development Association (IDA), a member of the World Bank Group, is an international organisation created in 1960. It operates as a global development cooperative owned by 173 nations. Like World Bank (International Bank for Reconstruction and Development, IBRD) (see p56), IDA provides its members with financing, expertise and coordination services so they can achieve equitable and sustainable economic growth in their national economies and find effective solutions to pressing regional and global economic and environmental problems. World Bank Treasury is the treasury for IBRD and IDA.

IDA has two main goals: to end extreme poverty and to promote shared prosperity. It seeks to achieve these primarily by providing loans, grants, risk-management products and technical expertise to countries with low per-capita income, as well as by coordinating responses to regional and global challenges.

IDA has financed its operations over the years with its own equity, periodically increased through contributions by member countries as part of a three-year replenishment process. As a result of the strong support of member countries, IDA has built up a substantial equity base, amounting to US\$163 billion as of 30 June 2019. To make the most efficient use of this strong equity base and contribute more to achieving the UN Sustainable Development Goals, in FY18 IDA included public-market debt in its business model for the first time. It launched its inaugural public bond in April 2018 – a US\$1.5 billion benchmark bond with five-year maturity.

Risk policy

IDA's governance structure for risk management is the same as World Bank. The same teams manage the funding

programme as well as risk, asset-liability and liquidity management operations.

Capital adequacy is ensured using a solvency-based framework that conservatively estimates all potential losses for IDA's activities and assets and measures the capital available above this minimum requirement and a deployable strategic capital (DCS) conservation buffer. The DCS ratio was 35.3% as of 30 June 2019.

Funding strategy

Following its successful inaugural bond deal in 2018, IDA plans to develop its medium- and long-term funding programme to include a broad range of currencies, maturities and formats, including AUD and NZD domestically and offshore. IDA's funding strategy leverages its triple-A rating, its exceptionally strong capitalisation and governance structure, and the expertise of World Bank staff.

ISSUANCE BY CURRENCY

(TOTAL OUTSTANDING AT 30 JUN 2019)



SOURCE: INTERNATIONAL DEVELOPMENT ASSOCIATION

FOR FURTHER INFORMATION PLEASE CONTACT:

World Bank (IDA's treasury)
Capital Markets
+1 202 477 2880
debtsecurities@worldbank.org
www.worldbank.org/debtsecurities