Germany – DCED Member Update

DCED Annual Meeting, 8th of June 2018, Toronto / Canada
Federal Government / BMZ

- New / Old Government and Leadership

- Federal Ministry of Economic Cooperation and Development (BMZ):
  - Federal Minister Dr. Gerd Müller
  - Parliamentary State Secretaries: Dr. Maria Flachsbarth, Norbert Barthle
  - State Secretary: Martin Jäger
  - BMZ Commissioner for Africa: Günther Nooke

- BMZ Principles and objectives: 2030 Agenda for Sustainable Development, Addis Ababa Action Agenda, Aid Effectiveness Agenda, Climate Agenda
BMZ Re-Structuring (Organigramm)

Minister
Dr. Gerd Müller

Delegate of the Federal Government for worldwide freedom of religion
Markus Grübel

Parliamentary State Secretary
Dr. Maria Flachsbarth

State Secretary
Martin Jäger

Parliamentary State Secretary
Norbert Barthle

Directorate-General Z
Civil Society, Churches

Directorate-General 1
Policy Issues, Economy, Trade, Rural Development

Directorate-General 2
Marshall Plan with Africa, Displacement and Migration

Directorate-General 3
Middle East, Asia, Latin America, Southeastern and Eastern Europe

Directorate-General 4
Future Global Challenges

Directorate-General 5
International Development Policy

bmz.de
BMZ – Economic Development, PSD and PSE Priorities under the Current Government

- **Africa Focus**: Marshall-Plan and G20 Compact with Africa (first 7 countries: Côte d’Ivoire, Ethiopia, Ghana, Morocco, Rwanda, Senegal and Tunisia); BMZ contribution to CwA: Reform Partnerships

- **Job Partnership Programme** – Special Economic Zones, Industrial Parks, Investment Promotion, FDI, Investors Round Tables, Skills Development, Investment Climate, PSE, Mobilizing private investment

- **„African Mittelstand“** Promotion Programme – Conducive Business Environment, SME & Start-Up Promotion, SME Finance, Access to markets

- **One World No Hunger Initiative** (SEWOH) – Agriculture, Agro-processing, Innovation, Private Sector Engagement, Investments

- **Stabilization and Development in Northern Africa and Middle East** – Cash for Work, Employment, Skills, Infrastructure
BMZ PSD and PSE Portfolio

Cooperation with the private sector - annual budget since 2007 (mio. €)

Private Sector Development - annual budget 2015-2017 (mio. €)

<table>
<thead>
<tr>
<th>Year</th>
<th>PSD (mio. €)</th>
<th>FSD (mio. €)</th>
<th>TVET (mio. €)</th>
<th>Total (mio. €)</th>
</tr>
</thead>
<tbody>
<tr>
<td>2015</td>
<td>161.3</td>
<td>225.9</td>
<td>193</td>
<td>709.9</td>
</tr>
<tr>
<td>2016</td>
<td>168.2</td>
<td>306.1</td>
<td>220</td>
<td>859.3</td>
</tr>
<tr>
<td>2017</td>
<td>146.7</td>
<td>336.9</td>
<td>157.3</td>
<td>862.7</td>
</tr>
</tbody>
</table>

PSD = Private Sector Development
FSD = Financial System Development
TVET = Technical and Vocational Training / Labor Market
Inclusive Business Action Network (iBAN)

**Mission:** engaging established inclusive businesses and policy makers in emerging and developing markets to increase knowledge and develop new models and policies that address challenges to scale and replicate inclusive business models.

**Integrated Strategic Approach:** going wide in reach (iBAN blue largest online knowledge platform) and going deep (iBAN weave Capacity Building for selected companies and policy makers in developing and emerging markets).
Collaboration Opportunities
Current funding until 12/2019 by BMZ and EU

iBAN blue: the largest global online knowledge platform on inclusive business (www.inclusivebusiness.net)

- Potential to become the multi-donor knowledge platform on inclusive business

iBAN weave: linking private sector with public sector is unique selling proposition of iBAN

- Intensify public-private cooperation to improve IB framework conditions in 2-3 countries in Sub-Saharan Africa

Contact: Dr. Christian Jahn, Executive Director (Christian.Jahn@ib-an.net)
Alliance for Integrity
Businesses Take Action. Get involved!

Objective:
Raise business integrity and strengthen capacities to prevent corruption in the private sector through a global multi-stakeholder initiative.

Approach:
• Peer-to-Peer Learning and Collective Action
• Capacity Building and compliance trainings
• Public-Private Dialogue
• Awareness Raising and Information-Sharing

Achievements so far:
• Global business integrity network established
• Local engagement fed into global policy dialogue
• More than 1600 participants trained globally
Collaboration Opportunities
Current funding until 06/2021 by BMZ

Engage in the Alliance for Integrity

- Upscale a tried-and-tested solution to level the playing field globally
- Promote business integrity among your private sector and its business partners in global supply chains through Collective Action
- Make use of the Alliance for Integrity to create enabling framework conditions for private investment in Africa and other regions

Contact: Susanne Friedrich, Director, Alliance for Integrity (Susanne.Friedrich@giz.de)
SANAD – Fund for MSME
Investing in Employment in the Middle East and North Africa Region

**Objective:**
Economic development, job creation and prosperity in the MENA Region

**Approach:**
• Provides debt and equity financing to local partner institutions for on-lending to local MSMEs
• Focus on sub-loans below USD 20,000; sub-loan ceiling generally USD 500,000
• Hands-on support to partner institutions via its Technical Assistance Facility

**Structure:**
• Donors and investors can provide funding for the investment fund of the SANAD Fund for MSME as well as SANAD's Technical Assistance Facility
• SICAV-SIF Fund which issues both shares and notes to investors
Collaboration Opportunities

- Currently funded by BMZ, EU, FMO, GLS Bank, KfW, OeEB, SECO, GLS Treuhand, finance in motion, Hauck & Aufhäuser

- Debt Fund with tiered structure, currently at 252.8 Mio. USD

- Technical Assistance Facility 10 Mio. USD

- Results show positive development impact on income and employment generation through access to finance that was facilitated by SANAD

Contact: Ines Ebrecht, Project Manager, KfW Development Bank, (ines.ebrecht@kfw.de)
Cooperation with the Private Sector; Sustainable Economic Policy Department (114) at BMZ

- Head of Department: Ms. Anja Wagner
  anja.wagner@bmz.bund.de

- Senior Policy Officer – Private Sector Development: Ms. Silvia Heer (silvia.heer@bmz.bund.de)

- Senior Policy Officer – Economic Policy: Mr. Andreas Beckermann (andreas.beckermann@bmz.bund.de)

- Senior Policy Officer – Financial System Development: Ms. Natascha Beinker (natascha.beinker@bmz.bund.de) and Ms. Alexandra Rudolph (alenxandra.rudolph@bmz.bund.de)

- Senior Policy Officer – Private Sector Engagement: Christian Hagemann (christian.hagemann@bmz.bund.de)
Thank you!

Further information about sustainable economic development and cooperation with the private sector can be obtained from the BMZ web presence at: