MEMBER UPDATE 2015/16:
SELECT DEVELOPMENTS
- UNIDO -

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IN A NUTSHELL...

- Recall: UNIDO all about improving the operating environment for private sector/industry
- Alignment of (new) Dec 2013 mandate...
- ...with the 2030 Agenda / SDGs
- Organizational adjustments (‘fine-tuning’) 
- Strong and increasing focus on partnerships of various kinds
  - Pilot Programmes for Country Partnerships (PCPs)
  - Business partnerships
- Stepping up industrial policy support (design & implementation)
  - Enhancing the Quality of Industrial Policies (EQUIP)
  - UNIDO Institute
- UNIDO Open Data Platform
- Gender: mainstreaming continued
NEW MANDATE: INCLUSIVE AND SUSTAINABLE INDUSTRIAL DEVELOPMENT (ISID)

- Lima Declaration “Towards inclusive and sustainable industrial development” (ISID, 15th UNIDO General Conference, Dec 2013)

ISID enhances and reinforces economic growth and diversification in a socially inclusive and environmentally sound manner, guided by four overarching principles:

- Every country achieves a higher level of industrialization, and benefits from the globalization of markets for industrial goods and services.

- No one is left behind in benefiting from industrial growth, and prosperity is shared among all parts of society in all countries.

- Broader economic and social progress is supported within an environmentally sustainable framework.

- New approaches are introduced to harness and share available knowledge, technology and innovation.
OPERATIONALIZING ISID

- Donor meetings (actual use of funds & results)
- ISID Operation Platform: [https://isid.unido.org/index.html](https://isid.unido.org/index.html)
- ISID events continued:
  - UN Summit, New York, Sep 2015
    (‘Operationalizing post-2015 development agenda for Africa’s industrialization’)

- Industrial Development Report 2015
  - In cooperation with UN University in Maastricht
  - Explores the different dimensions of ISID and dwells specifically on technology and innovation as engines of structural transformation
  - Launch at UNIDO General Conference, Dec 2015
ISID

FULLY ALIGNED WITH SUSTAINABLE DEVELOPMENT AGENDA

17 SDGS

AND A SPECIFIC FOCUS ON SDG 9...
Goal 9: Build resilient infrastructure, promote inclusive and sustainable industrialization and foster innovation

- Develop quality, reliable, sustainable and resilient infrastructure, including regional and transborder infrastructure, to support economic development and human well-being, with a focus on affordable and equitable access for all.
- Promote inclusive and sustainable industrialization and, by 2030, significantly raise industry’s share of employment and gross domestic product, in line with national circumstances, and double its share in least developed countries.
- Increase the access of small-scale industrial and other enterprises, in particular in developing countries, to financial services, including affordable credit, and their integration into value chains and markets.
- By 2030, upgrade infrastructure and retrofit industries to make them sustainable, with increased resource-use efficiency and greater adoption of clean and environmentally sound technologies and industrial processes, with all countries taking action in accordance with their respective capabilities.
- Enhance scientific research, upgrade the technological capabilities of industrial sectors in all countries, in particular developing countries, including, by 2030, encouraging innovation and substantially increasing the number of research and development workers per 1 million people and public and private research and development spending.
NEW PROGRAMMATIC FOCUS 2016-19
- Medium-term Programme Framework 2016-2019
- Programme and Budgets 2016-2017

3 THEMATIC PRIORTIES:

1) **Creating shared prosperity**,
2) **Advancing economic competitiveness**, 
3) **Safeguarding the environment**
NEW PROGRAMMATIC FOCUS 2016-19:
MAIN ACTIVITY LINES

Includes
- Agribusiness and Rural Development
- Women and Youth in Productive Activities
- Human Security and Post-crisis Rehabilitation

Creating shared prosperity:
Inclusive growth with equal opportunities for all people, via partnerships with all relevant stakeholders

Advancing economic competitiveness:
Industrial growth, increased trade, and technological progress, via modern industrial policies

Inclusive and Sustainable Industrial Development (ISID)

Safeguarding the environment:
Environmentally sustainable growth, via cleaner industrial technologies and production methods

Includes
- Investment, Technology and SME Development
- Competitive Trade Capacities and Corporate Responsibility
- Entrepreneurship Development

Includes
- Resource-efficient and Low-carbon Industrial Production
- Clean Energy Access for Productive Use
- Implementation of Multilateral Environmental Agreements (MEA)
NEW: DEPARTMENT OF TRADE, INVESTMENT AND INNOVATION (TII)

3 Divisions:
- Business Environment, Cluster and Innovation
- Standards and Trade Facilitation
- Investment Promotion
- Packaging of key services under review
- Renewed emphasis on SEZ, industrial parks/zones

NEW: DEPARTMENT OF TRADE, INVESTMENT AND INNOVATION (TII)
EMPHASIZING PARTNERSHIPS AT ALL LEVELS

PROGRAMMES FOR COUNTRY PARTNERSHIP (PCP) = PILOTING NEW DELIVERY MODE

- ISID requires larger resources than any one entity can provide – collective actions and partnerships needed
- Strong government ownership (level of commitment and number of line ministries involved)
- Catalyzes development partners to provide necessary support, knowledge and financial resources
- UNIDO brings actors together & coordinates partnership
- Focused on fewer sectors & constraints
- Designed to upscale UNIDO TC for increased development impact
- Strong M&E component (multi-stakeholder platforms for programme management, National Steering Committee [Chair: Prime Minister], Donor and Partner WG [Chair: Minister of the Economy & Finance])

- Pilot PCPs: Ethiopia, Senegal, Peru: https://isid.unido.org/pcp-overview.html
1. Developing or adapting **products** for rural/low income populations

2. Localizing the business value **chain** by using local suppliers and service providers or creating local distribution networks

3. Integrating practices that protect and preserve the environment by improving resource management

1. **Investing within the value chain** through strategic financial and in-kind investments within the company’s supply chain and/or broader operating context

2. **Applying technology** to enhance reach and access for current and new programs with social goals

1. **Addressing systemic issues** by leveraging the core competencies of a broader range of actors from the public, private and non-profit sectors

2. Securing commitments and mobilize concrete **action** to develop innovative solutions and create new playing fields in industrial sectors

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**Basis:** UNIDO policy on business partnerships, June 2013

[www.unido.org/businesspartnerships](http://www.unido.org/businesspartnerships)
RECENT PARTNERS INCLUDE

- DNV·GL
- Heineken
- VOLVO
- Tetra Pak
- SCANDIA
- Carlsberg
- Chevron
- METRO Group
- PHILIPS
- SAMSUNG
- hp
- intel
- Aeon
- ECOLAB
- AkzoNobel
- Matrunita Mediterranea
- illy
- Komatsu
- Microsoft
LEARNING AND KNOWLEDGE DEVELOPMENT FACILITY (LKDF) PROMOTES INDUSTRIAL SKILLS DEVELOPMENT IN DEV. C’S.

Key Facts:

- LKD Facility was initiated by the Swedish International Development Agency (Sida) and the United Nations Industrial Development Organization (UNIDO).

- LKDF’s mission is to equip youth in developing countries and countries in transition with industrial skills and know-how. Thereby LKDF aims to counteract unemployment and poverty.

- LKDF’s mission is to establish, in partnership with global manufacturing companies, training academies for the operation and maintenance of heavy equipment in order to expand access of youth to labor markets. This is done in partnership with the private sector in so-called Public Private Development Partnership (PPDP)

- Through rigorous M&E of PPDPs, LKDF captures best practices and uses the lessons learnt to develop new projects

- LKDF is currently active in Ethiopia, Iraq, Morocco, Liberia, Zambia, South Africa and Uruguay

LKDF is an umbrella to several PPDPs:

- Ethiopia Volvo
- Iraq Scania
- Morocco Volvo
- Liberia Komatsu
- Zambia Volvo
- SA SMEs
- Uruguay Festo

Benefits from the LKDF

- Benefit from UNIDO’s contacts to donors to ensure funding
- Benefit from various implementing experience
- Networking
- Knowledge exchange with other companies, donors and VTCs on Vocational Education and Training PPDPs
- Profound monitoring and evaluation system ensures results-oriented project management
http://lkdfacility.org/
https://www.youtube.com/watch?v=MIAKY6SdMZQ
**ENHANCING THE QUALITY OF INDUSTRIAL POLICIES (EQuIP)**

- Joint GIZ/UNIDO project
- Supports policymakers in developing countries to formulate and design evidence based strategies for inclusive and sustainable industrial development.
- Seeks to answer key questions:
  - How is our industrial sector performing relative to competitors?
  - Where is there potential for expansion, upgrading, employment generation or enhanced energy efficiency in our industrial sector?
  - How diversified and embedded is our industry?
- Phase 1 (completed): Diagnostic toolbox (plus training materials: E-Learning course) offers stakeholders a range of methodologies to consider for industrial diagnosis and strategy design.
- Phase 2 (ongoing): Enriching toolbox on specific policy instruments and institutional requirements for effective industrial policy implementation.

[http://www.equip-project.org/](http://www.equip-project.org/)
UNIDO INSTITUTE (https://institute.unido.org/)

Objective: to enhance the ability of UNIDO Member States in their industrial policymaking by generating, disseminating & sharing world-class knowledge resources and by building capacities for the formulation & implementation of strategies towards creating shared prosperity, advancing economic competitiveness and safeguarding the environment.

NEW INITIATIVE:
- UN system established a technology facilitation mechanism (TFM) to advance science, technology and innovation (STI) policies and measures
- UNIDO = core member of UN Interagency Task Team on STI; purpose: to advance TFM
- Proposal: establishment of capacity building facility, including global data platform, on industry-related aspects in SDGs.

FORTHCOMING:
UNIDO OPEN DATA PLATFORM

GENDER EQUALITY AND EMPOWERMENT OF WOMEN
www.unido.org/gender

Gender policy:
• Commits to exceed requirements set by the UNSWAP;
• Strengthens UNIDO’s gender architecture, in particular senior level mechanism to ensure accountability for gender equality and empowerment of women.

Gender architecture:
• Gender Mainstreaming Steering Board, chaired by the Director General;
• Gender Coordinator & Gender officer in Office of the Director General;
• 20 Gender Focal Points at HQ;
• Gender Focal Points in field offices.

Work programme 2016/17:
• UNIDO budget allocated for research and training on gender and industrial policy, industrial statistics and advocacy campaign; Finland decided to support & activities started.
• Programme on Women economic empowerment under development.
• Gender mainstreaming in TC guidelines, gender marker in open data.

Gender strategy 2016-2020:
• Approved by UNIDO management
• Resolution in support passed by Member States
• Identifies organizational and thematic priority areas
• Strengthens programmatic nexus gender – industrial development (funds allocated for 2016/2017 related to industrial policy, statistics and advocacy campaign)

2008
Experts Meeting
2009
Gender Policy
2012
CEB endorses UNSWAP
2008
Gender Policy
March 2015
Revised Gender Policy & Architecture
December 2015
Gender Strategy – General Conference
Gender Strategy 2016 - 2020

FORTHCOMING

- 1st International Agro-Industry Investment Forum, Addis Ababa/Ethiopia, 5-7 Oct 2016 (ETH Prime Minister; partnering with DFIs: AfDB, WBG/IFC)
- 50th Anniversary of UNIDO, Vienna, Nov 2016