

The Region's Poverty Challenge

- Two-thirds of the world's poor live in the region
- 828 million people live on less than \$1.25 a day
- 1.7 billion live on less than \$2 a day

ADB's Vision

An Asia and Pacific region
free of poverty

ADB's Mission

To help our developing member countries
reduce poverty, and improve quality of life



Founded in 1966

- 67 members
- 48 in the region
- 41 borrowing members
- Japan and the United States are the 2 largest members





ADB's Local Character

- Focus on Asia and the Pacific
- Concern for small economies
- Promoting regional and subregional cooperation
- Developing domestic bond markets

ADB's

Core Business

- Finance and Advice for Development Solutions
- Loans
- Technical Assistance
- Grants
- Guarantees
- Equity Investments
- Policy Dialogue
- Knowledge and Partnerships

How ADB is Funded

- Ordinary Capital Resources (OCR)
- Borrowings
- Paid-in capital
- Accumulated reserves
- Repayment of loans

Special Funds

- Asian Development Fund (ADF)
- Technical Assistance Special Fund (TASF)
- Japan Special Fund (JSF)
- ADB Institute Special Fund (ADBI)
- Asian Tsunami Fund (ATF)
- Pakistan Earthquake Fund (PEF)
- Regional Cooperation and Integration Fund (RCIF)
- Climate Change Fund (CCF)
- Asia Pacific Disaster Response Fund (APDRF)

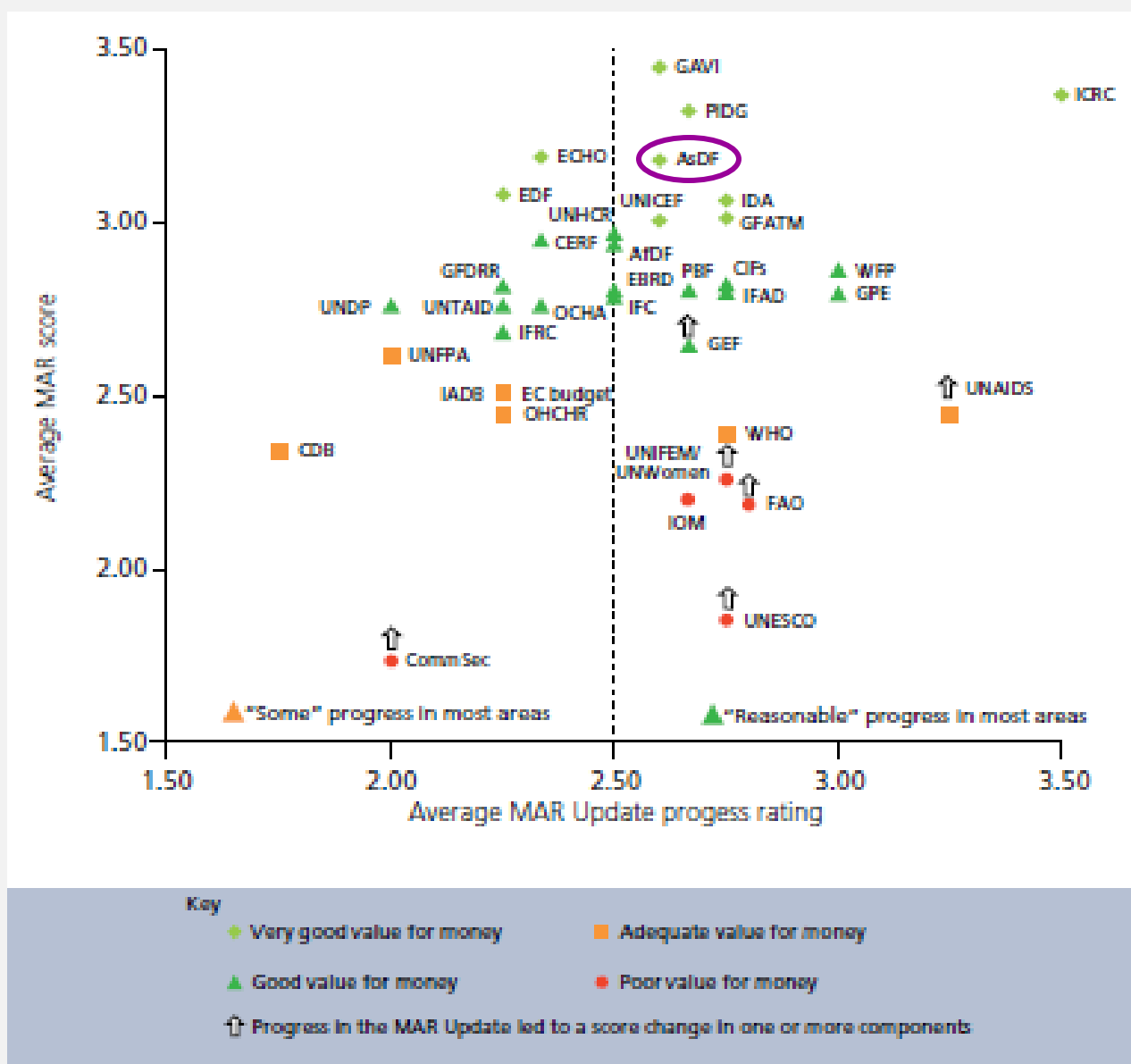
Our Achievement ...

During 2006-2012, ADB, through the Asian Development Fund has:

- built or upgraded over 135,000 classrooms;
- trained over 660,000 teachers;
- built or upgraded over 44,300 kilometers (km) of roads;
- installed or rehabilitated over 17,800 km of water supply pipes;
- upgraded sanitation in over 269,000 households;
- improved over 1.8 million hectares of land as a result of irrigation, drainage, and flood management initiatives;
- installed 300 megawatts of new generating capacity, and built or upgraded more than 34,127 kilometers of transmission and distribution lines; and
- enabled new microfinance accounts and end borrowers to grow to over 2.7 million.

Note: as of 2012

UK Multilateral Aid Review, 2013





Strategy 2020

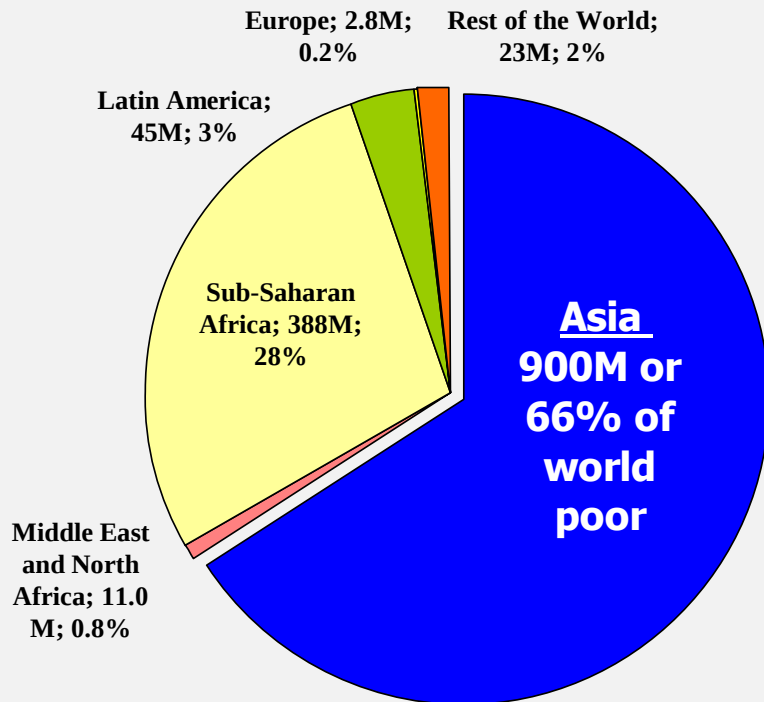
ADB's Long-Term
Strategic Framework 2008–2020

Three Strategic Agendas

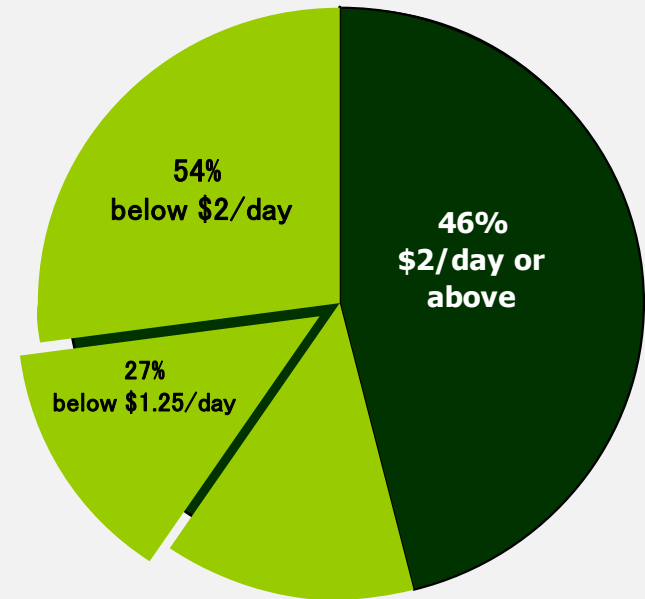
- Inclusive Growth
- Environmentally Sustainable Growth
- Regional Integration and Cooperation

Key Challenge 1: Poverty

Majority of the world's poor in the region...



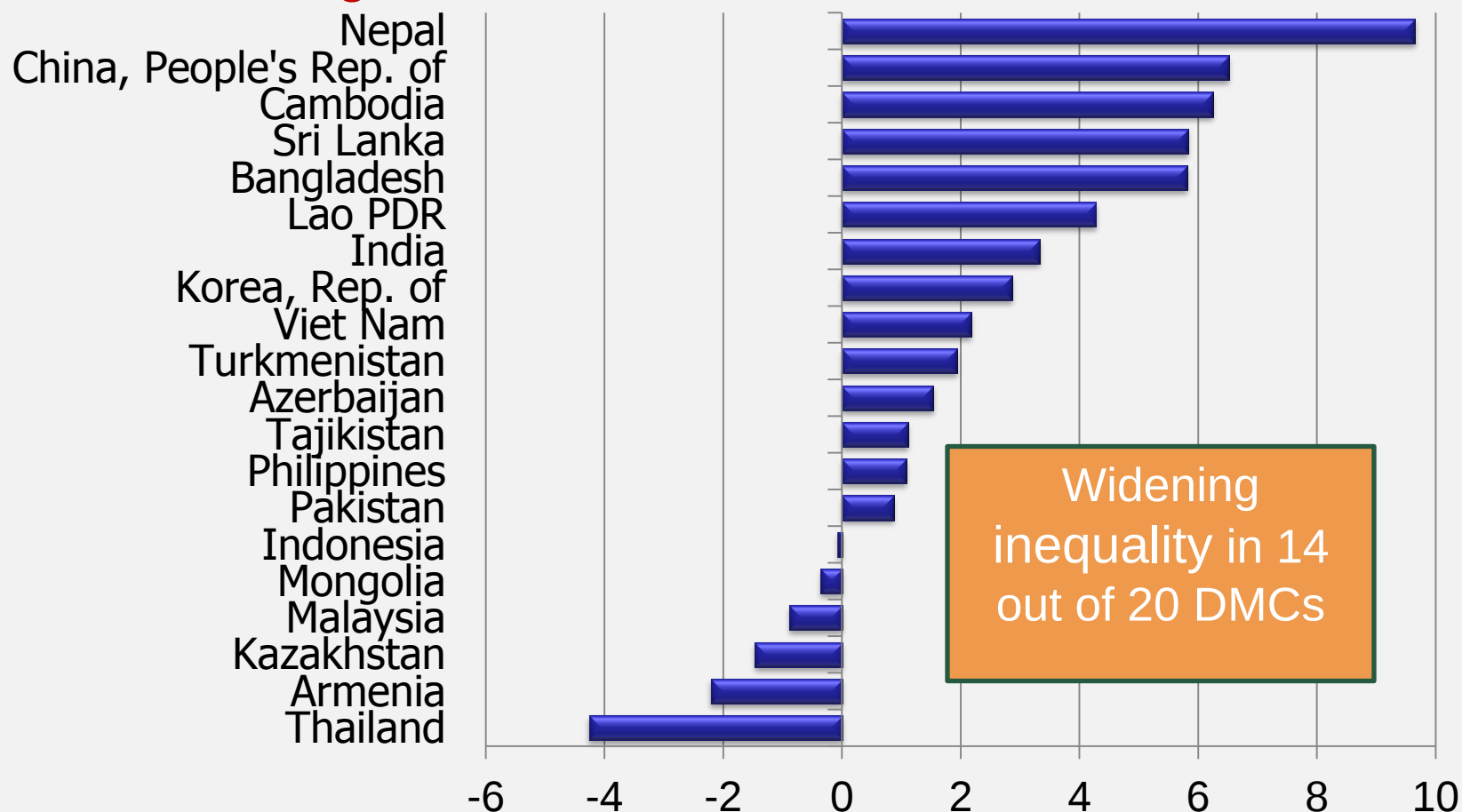
Poverty in the World



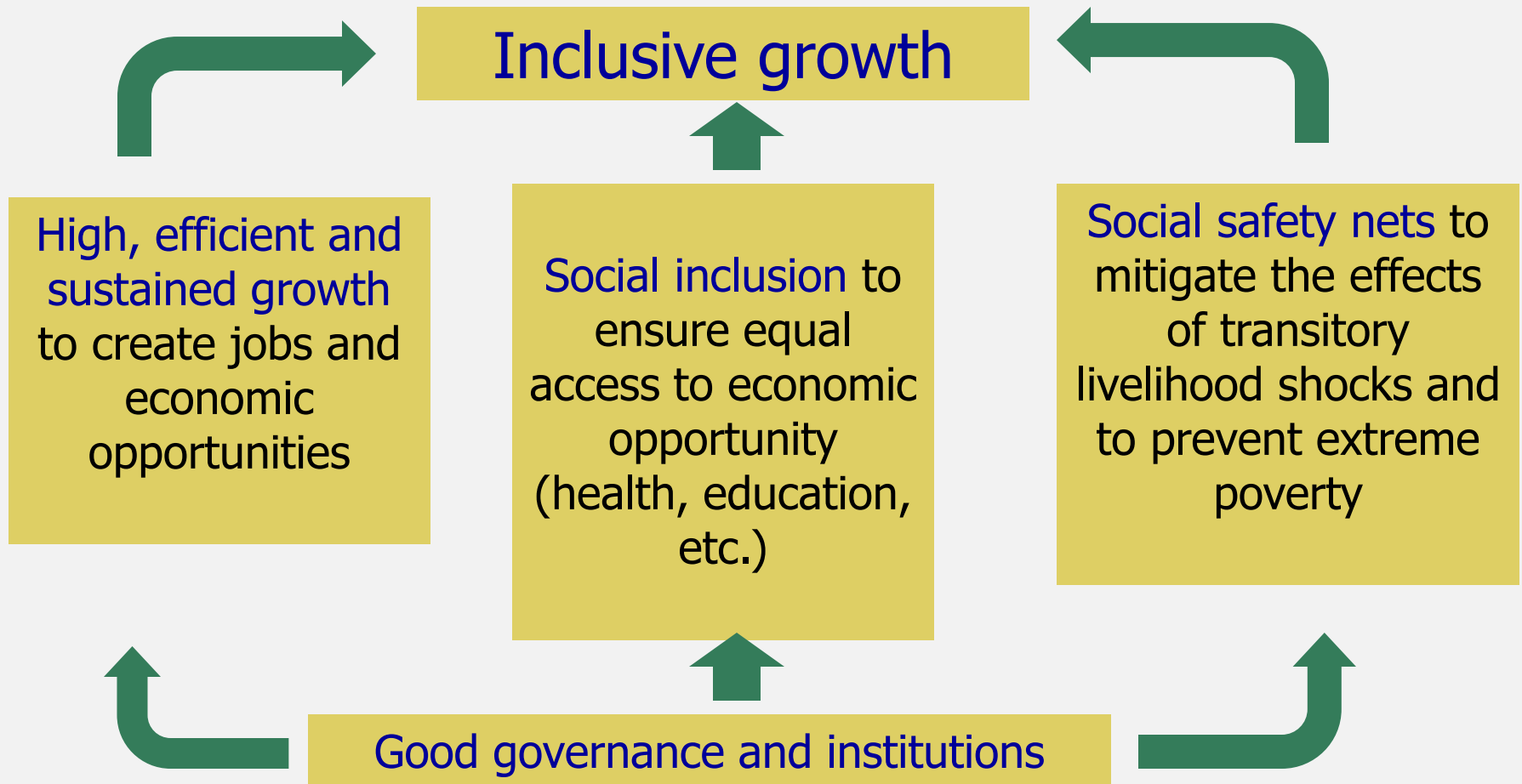
Poverty in Asia

Inequalities are rising in the region...

Change in Gini coefficient, 1990s to 2000s

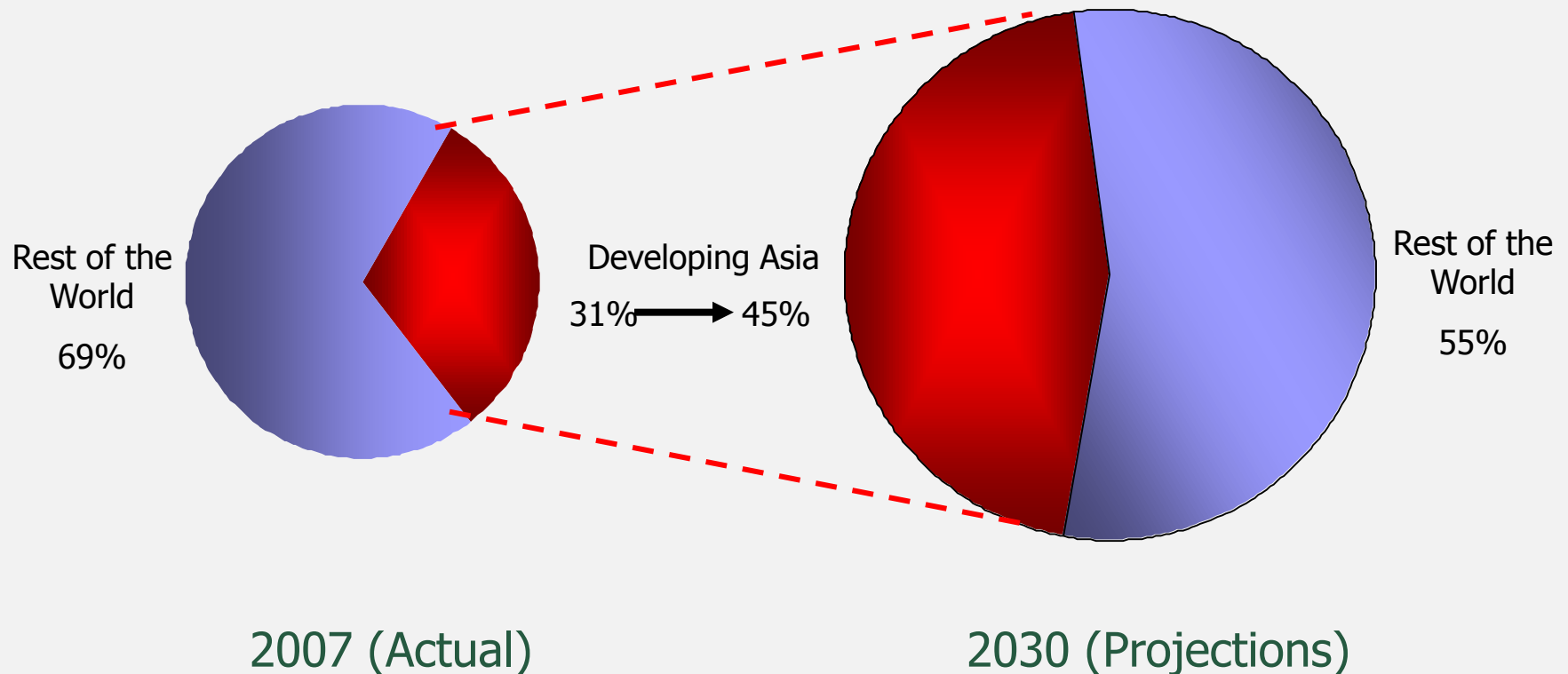


Policy Pillars of Inclusive Growth



Key Challenge 2: Climate Change

Significant increase in Asia's contribution to greenhouse gases...



Key Challenge 2: Climate Change in Asia and Pacific — Projected Impacts

- 2050, 50% Viet Nam's rice fields disappear
- 2050, 25% of Jakarta submerged
- 2060, 20 million Bangladeshis displaced by 1 meter sea rise

Key Challenge 3: Regional Cooperation and Integration – Potential not fully realized...



Strategy 2020

Drivers of Change

- Private Sector Development
- Good Governance and Capacity Development
- Gender Equity
- Knowledge Solutions
- Partnerships

Strategy 2020

Core Operational Areas

- Infrastructure
- Environment
 - Climate change
 - Livable cities
 - Complementary actions
- Regional Cooperation and Integration
- Finance Sector Development
- Education

Strategy 2020

Other Areas of Operations

- Health
- Agriculture
- Disaster and
Emergency
Assistance



Strategy 2020

Advancing Partnerships

- Greater number and diversity of partnerships
- Increased cofinanced operations
- Greater knowledge sharing

Country Partnership Strategy (CPS)

- Defines ADB's strategy and program over a 5-year period at country level
- Developed in partnership with a country and its long-term development objectives
- Includes a pipeline of lending and non-lending assistance
- Updated annually in the Country Operations Business Plan (COBP)

ADB- Thailand Country Partnership Strategy (2013-2016)

Country Context - 1

- **Development Achievements:**

- ✓ Impressive economic growth and poverty reduction
- ✓ Upper middle income country status reached in 2011
- ✓ Strategic location, economic size, regional economic hub, regional integration (ASEAN/AEC 2015)

- **Development Challenges:**

- ✓ Since late 1990s, global economic shocks, natural disasters and socio-political tensions have resulted in fluctuating growth
- ✓ Risk of “getting stuck” in the middle income country trap
- ✓ Persisting economic inequality, aging population, and environmental degradation

Key Development Issues -1

- **Inequality**
- **Competitiveness / middle income trap**

Transition from low-cost/low-skill to knowledge based economy focused on value creation

- ✓ Infrastructure/logistics (low investment rate, access to services and markets, logistics costs, climate change, urbanization, regionalization, etc.)
- ✓ Low Technological sophistication and capacity for innovation
- ✓ Education quality and skills mismatch
- ✓ Access to finance
- ✓ Preparedness for external shocks

Key Development Issues -2

- **Regionalization**

- ✓ ASEAN/AEC, GMS, IMT-GT, BIMSTEC

- **Environment**

- ✓ Environmental consideration in econ development planning and enforcement of ENV safeguards and quality standards
- ✓ integrated sustainable urban development
- ✓ strengthening climate resilience and disaster preparedness

- **Governance**

- ✓ corruption
- ✓ rule of law

Program Overview -1

- **Infrastructure**
 - ✓ Transportation
 - ✓ PPP
 - ✓ ADB's private sector operations: opportunities in transport, clean energy, water and sanitation, and waste management
- **Finance**
 - ✓ Inclusive Finance
 - ✓ Pension reform
 - ✓ Regulatory reform (SFIs and non-bank)

Program Overview –2

- **Environment**

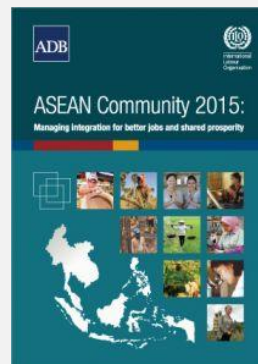
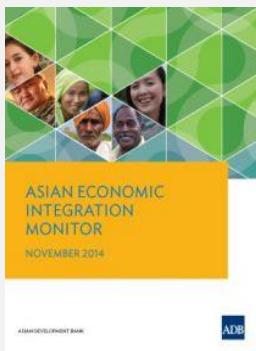
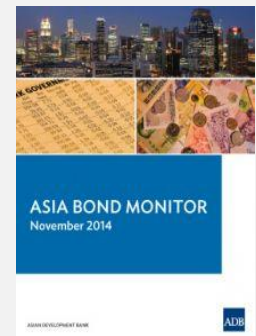
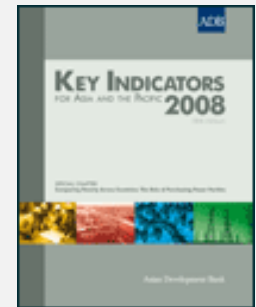
- ✓ Private sector – clean energy investment opportunities
- ✓ Mainstreaming ENV/CC in transport planning
- ✓ Low carbon transport
- ✓ Green cities (pilot)
- ✓ Water resources and flood risk management

- **Regional Cooperation and Integration**

- ✓ Bilateral cooperation with Thai government (NEDA, TICA, line ministries) on neighboring countries
- ✓ Subregional economic cooperation programs – ASEAN/AEC, GMS, IMT-GT, BIMSTEC

Knowledge Products

- ✓ Asian Development Outlook
- ✓ Key Indicators
- ✓ Asian Economic Integration Monitor
- ✓ Sustainability Report
- ✓ ADB Working Paper Series
- ✓ Asia Bond Monitor
- ✓ Asian Bonds Online (website)



Thank you

