



# IFFIm

International Finance Facility for Immunisation



THE WORLD BANK

**“Vaccines taken for granted in rich countries still don’t get to millions of children in the developing world. This is a solvable problem.”**

**-- Melinda Gates, The Bill & Melinda Gates Foundation**



## What is IFFIm?

- **IFFIm supports the GAVI Alliance** by providing immediate funding for immunisation
- **Multilateral development institution** established in 2006
- **AAA/Aaa/AAA issuer**
- **Zero percent BIS risk weighting**
- **Granted “sovereign issuer status”** under Japanese Securities Law in 2007
- **The World Bank** is IFFIm’s Treasury Manager



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## IFFIm's goal: provide US\$4 billion upfront for immunisation by 2015

- Aim to protect **more than 500 million children** through immunisation
- **Strengthen health systems** in the world's poorest countries



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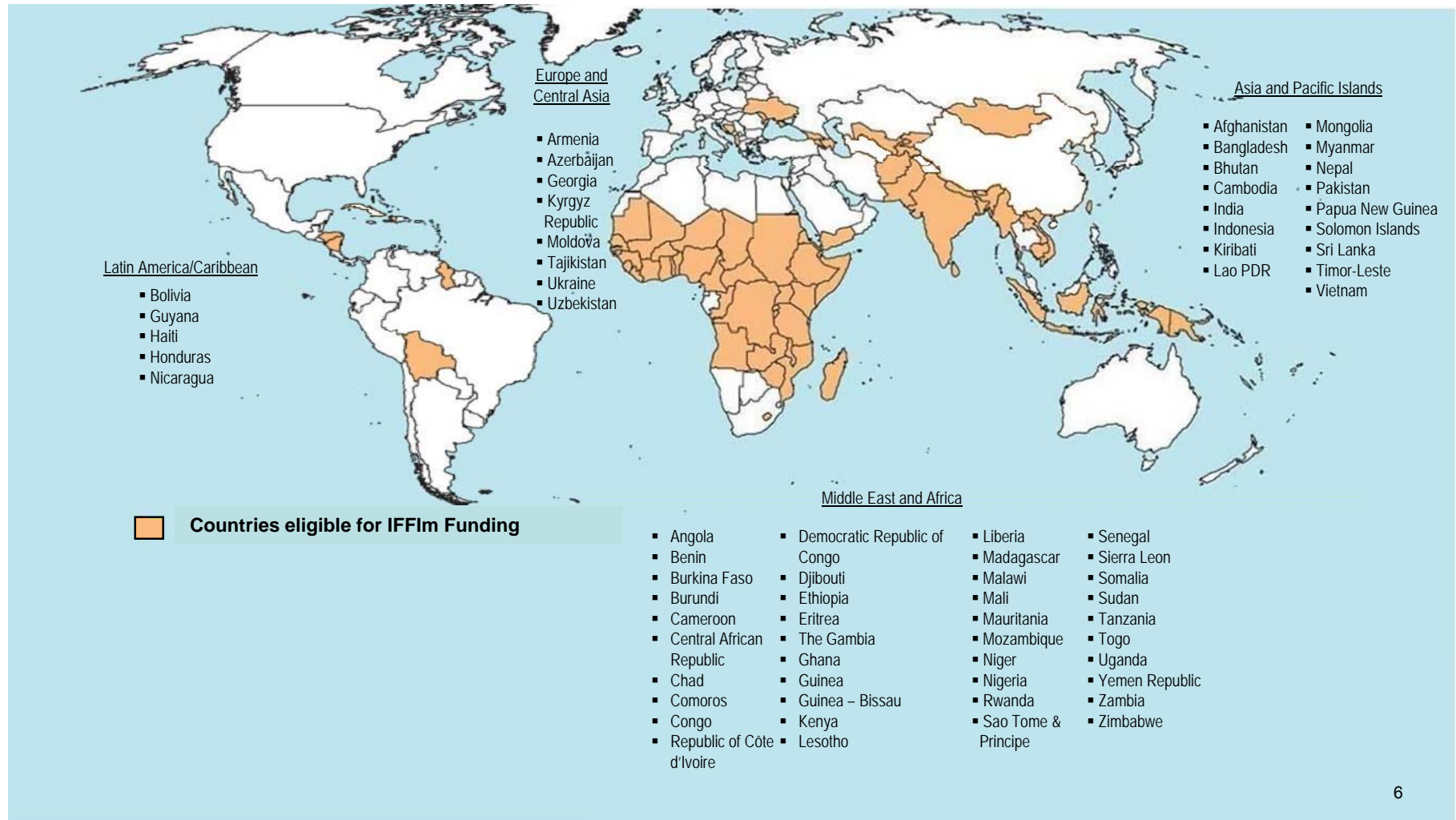
## IFFIm provides immediate funding to GAVI

**Frontloading**, or providing the funds up-front for immunisation, can prevent and reduce the disease burden rapidly, thereby saving more lives.



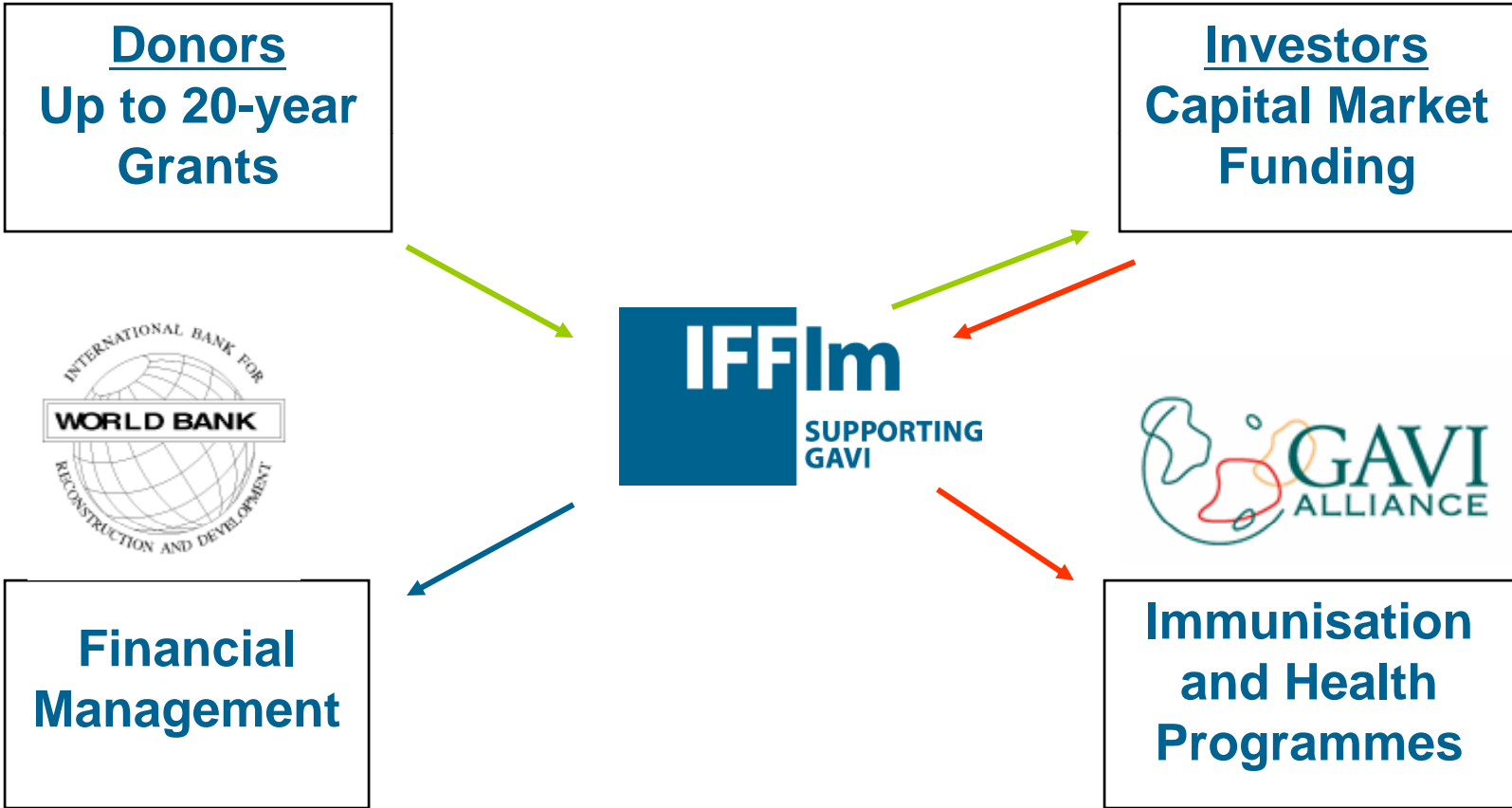
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# IFFIm funds GAVI programmes in 70 of the world's poorest countries













# How does IFFIm operate?





# IFFIm donors

Governments have entered into long-term legally binding grant agreements; and IFFIm has been constructed to accommodate additional donors

Donors*	Rating	Grant Amount	
 <b>United Kingdom</b>	AAA/Aaa/AAA	£1,380.0 mm	} <b>Approximately US\$5.3 bn**</b>
 <b>Republic of France</b>	AAA/Aaa/AAA	€1,239.96 mm	
 <b>Republic of Italy</b>	AA-/Aa2/A+	€473.45 mm	
 <b>Kingdom of Spain</b>	AAA/Aaa/AA+	€189.5 mm	
 <b>Kingdom of Sweden</b>	AAA/Aaa/AAA	SEK276.15 mm	
 <b>Kingdom of Norway</b>	AAA/Aaa/AAA	US\$27.0 mm	
 <b>Republic of South Africa</b>	A/A2/A+	US\$20.0 mm	
 In June 2009, the Netherlands announced its intention to pledge €80 million over 8 years			

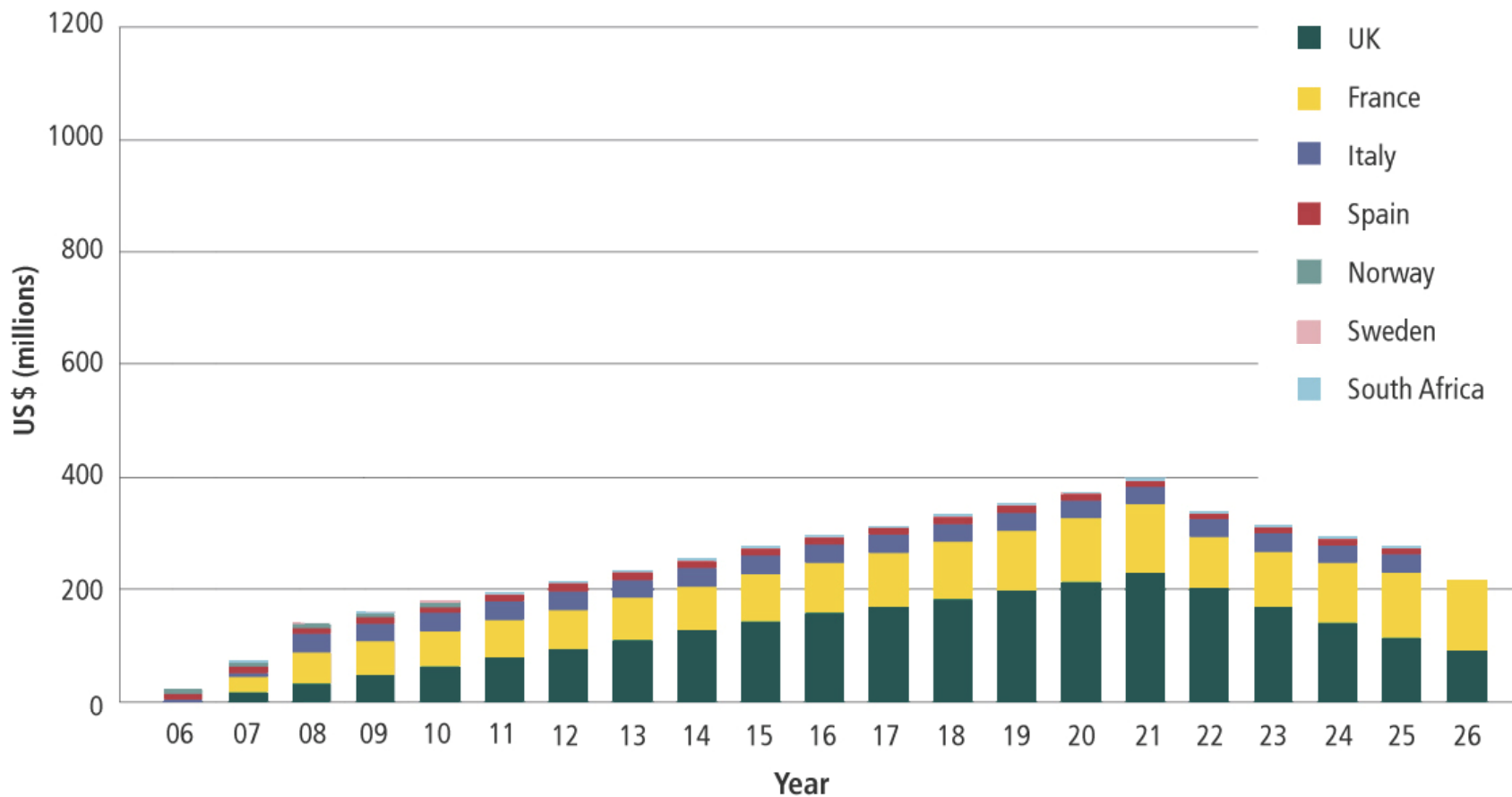
\*\* US\$5.3 billion is the USD equivalent of the pledges using the prevailing exchange rates at the time of signing of the grant agreements.



# IFFIm's sources of funds from donor countries

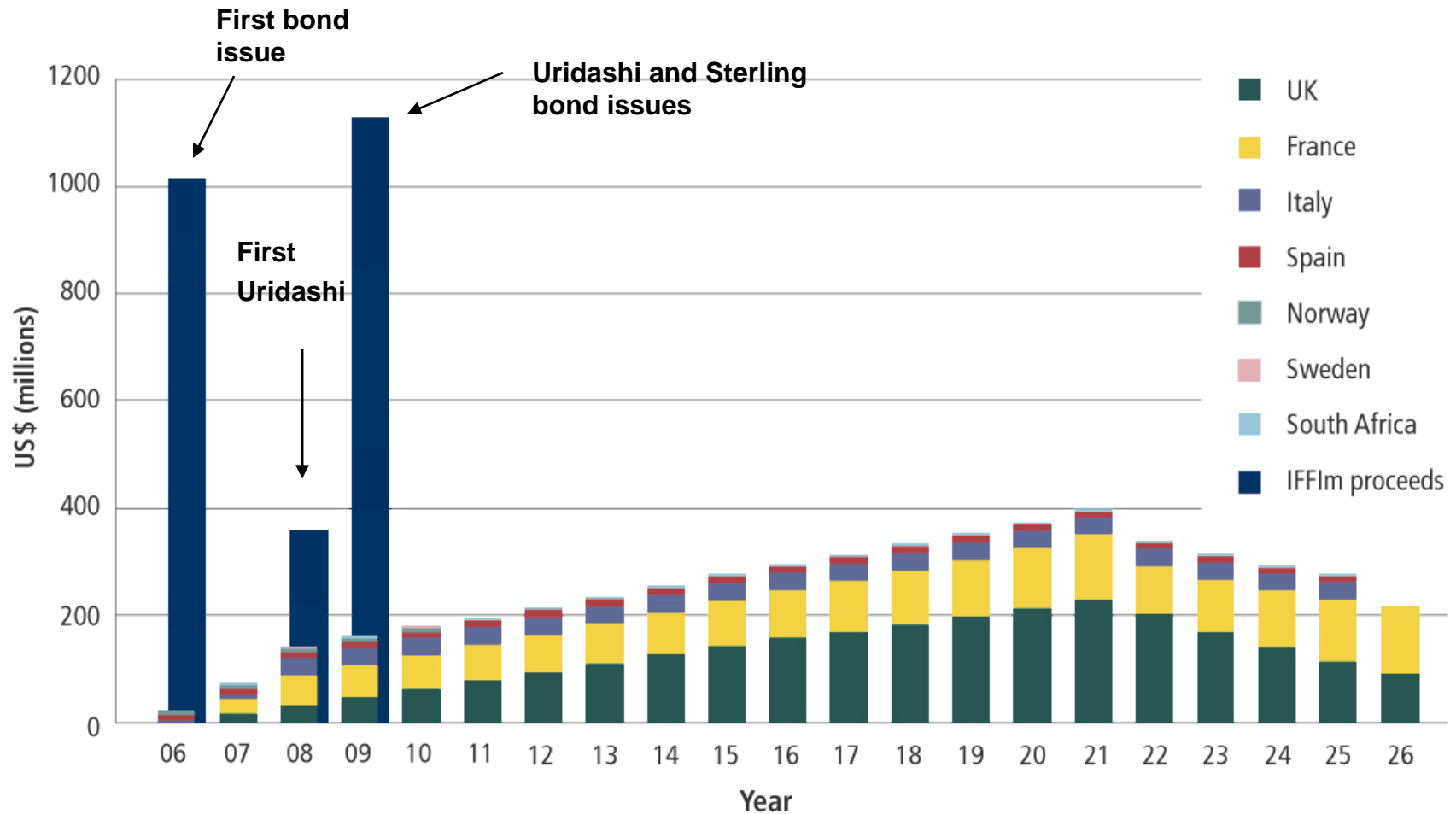
(US\$ million)

▪ Donor countries make payments over 20 years.



Source: World Bank, as at July 2009

# Financial value of frontloading



Source: World Bank, as at July 2009



## IFFIm since inception

(November 2006 through June 2009)

- **\$2.4 billion has been raised for IFFIm in the capital markets**
  - 2006 Inaugural benchmark: \$1 billion
  - 2008 Daiwa uridashi: \$223 million
  - 2009 Daiwa uridashi: \$429 million
  - 2009 HSBC UK ISA/Sterling Benchmark: \$400 million
  - 2009 Mitsubishi uridashi: \$143 million
  - 2009 HSBC Japan uridashi \$130 million
  
- **\$2 billion approved for programmes**
  
- **\$1.2 billion spent**
  - GAVI immunisation and health strengthening programmes
  - Accelerated disease control programmes



**“Investing in IFFIm bonds is a sound investment, with both financial returns and human benefits. The payback in lives saved is immediate.”**

**-- Dr. Alan Gillespie, Chair, IFFIm Board**

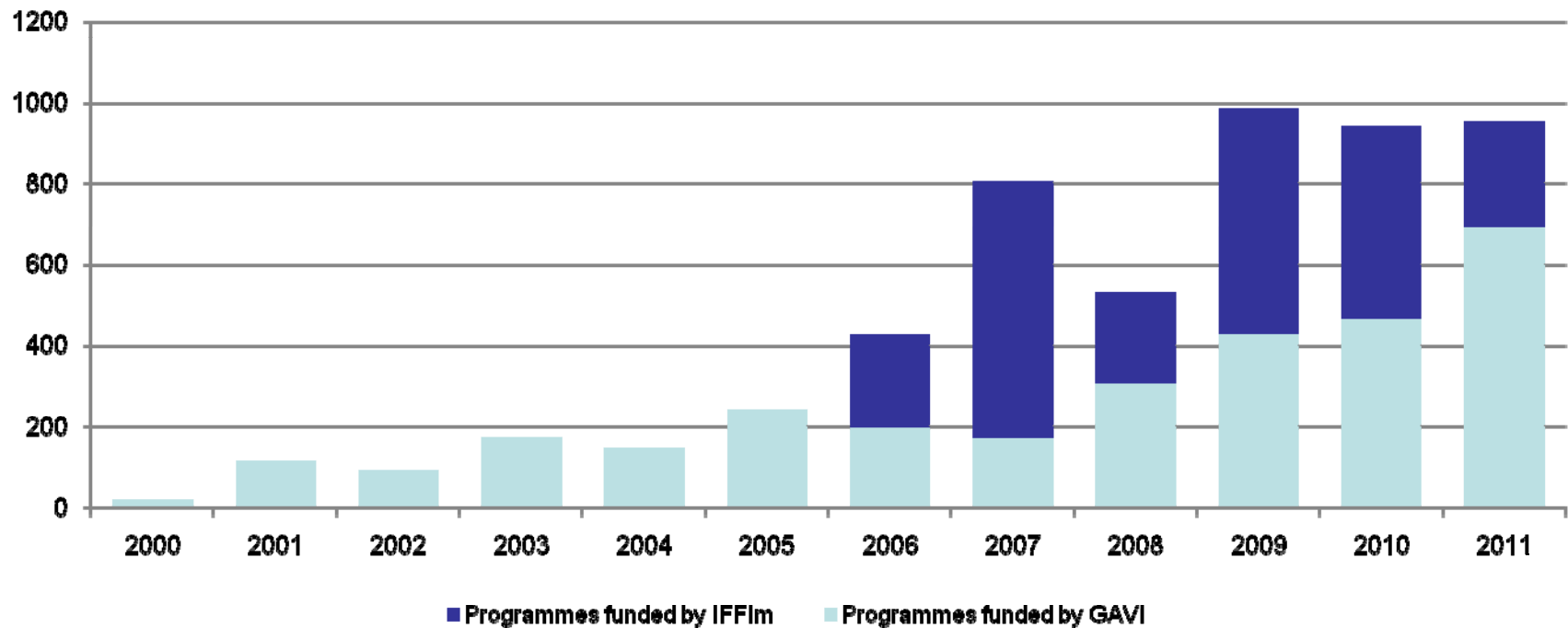


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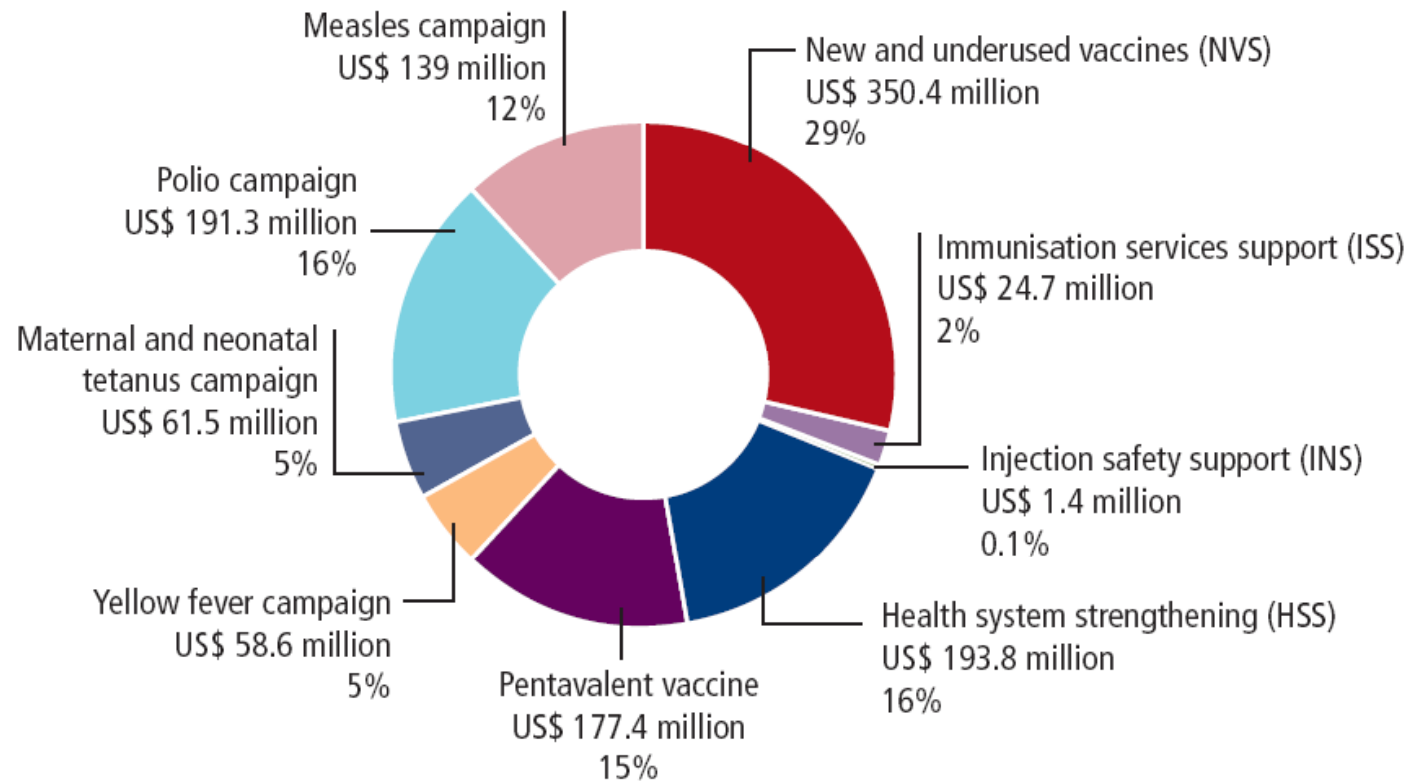


# GAVI programme disbursements and overview of projected expenditures

(US\$ million)



# GAVI disbursement of IFFIm funds 2006 through 30 June 2009



▪Total: US\$ 1.2 billion



## IFFIm’s UK Placement: 2009

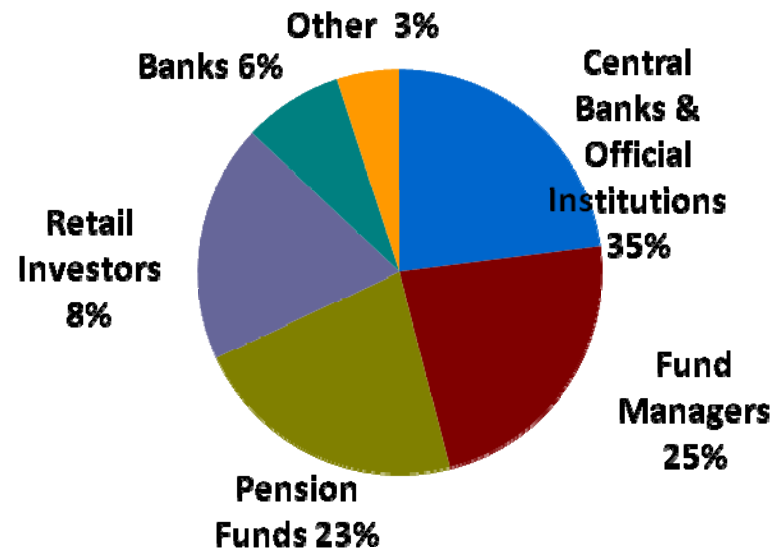
- IFFIm raised more than GBP 266 million (over US\$400 million equivalent) in five-year funds from UK retail and institutional investors

Summary of the final bond terms for the offering:

Issuer:	International Finance Facility for Immunisation (“IFFIm”)	
Issuer Ratings:	AAA/Aaa/AAA	
Aggregate Amount:	GBP 266,227,290	
Settlement Date:	May 15, 2009	
Lead Manager:	HSBC	
Listing:	Luxembourg	
Denominations:	£10	

Summary of terms for individual tranches:

Tranche:	Institutional	Retail
Currency and Amount:	GBP 250,000,000	GBP 16,227,290
Issue Price:	99.435%	100%
Redemption Price:	116.2%	116.2%
Denomination:	GBP 1,000	GBP 10
Coupon:	3.375% p.a.	0% p.a.



25% of the orders were from “ethical” investors that integrate social considerations in their investment strategy



# Websites

IFFIm: [www.iff-immunisation.org](http://www.iff-immunisation.org)



GAVI Alliance: [www.gavialliance.org](http://www.gavialliance.org)



World Bank: [www.worldbank.org](http://www.worldbank.org)

