• Partners in development

• Two possible futures for our work in Africa

• Implications for our programmes

• Coda: the three Challenges for our Institutes
Learning from Japan

- Human security
- Private Sector
- Growth
- Infrastructure
- Cool earth
- Vibrant Africa
Two possible futures: both very different
Facing the current crisis

<table>
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<th>Projections</th>
<th>Difference from WEO of October</th>
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<td>World output</td>
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<td>5.4</td>
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<td>Developing Asia</td>
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<td>India</td>
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<td>WHemisphere</td>
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Transmission belts:

- Price and quantity of exports
- FDI
- Portfolio flows
- Remittances
- Aid?
What is our ‘narrative’?

- Recognise risks and vulnerabilities
- A principled response
- Make the case for development
- Micro and macro instruments
- A holistic response
- The importance of collective action
Two possible futures: both very different
Figure A21 Growth in Sub-Saharan Africa has accelerated markedly...

Real GDP (percent change)


Global Economic Prospects; Technology Diffusion in the Developing World (2008), World Bank – Figure A.21, p194
The rise of middle income countries

With per capita growth at 3% p.a.:

• India is a MIC by 2010
• Senegal by 2010
• Pakistan by 2013

With per capita growth at 5% p.a.:

• India is a MIC by 2008
• Pakistan and Senegal by 2009
• Bangladesh by 2017
• Uganda by 2028

Poverty projections to 2015

Source: DFID
Chronic Poverty in the world
The 20% Club and the 0.2% Club

By 2015:
No of IDA eligible countries down from 49 to 38
No of people in those countries down from 2.5 bn to 1.1 bn
Three elephant issues

- China and the analytics of globalisation
- Security and development
- The shift from national development to global public goods
Net barter terms of trade, selected countries, 2000–2007
Connecting development and foreign policy
A wider perspective on development cooperation
Using aid differently

• From:

• To:
Implications

- Messaging
- Spending
- Institutions
Messaging

- Recognise risks and vulnerabilities
- A principled response
- Make the case for development
- Micro and macro instruments
- A holistic response
- The importance of collective action
• Better instruments

• Better geographies
Coda: the three Cs

• Coverage
• Capacities
• Communications