



African Development Bank

Corporate Governance

“Value Added Operations”

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This presentation is organized in four parts



- **CG in project selection**
- **Resources for CG improvements**
- **Examples**
- **Next steps**

There are 4 main criteria for the Bank's involvement in a project



Criteria for the Bank's Involvement in a Project

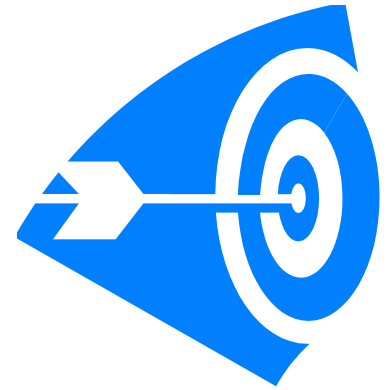
- **Strategic Alignment**
 - Fit with various development priorities
- **Commercial Viability**
 - Likelihood of sustainable financial success – **CG analysis**
- **Development Outcomes**
 - Expected economic, environmental and social benefits
- **Additionality / Complementarity**
 - The Bank's "value added" and synergy with the efforts of other development partners – **CG assistance**

The Bank can provide resources to clients for CG improvements



CG Technical Assistance

- **Resources**
 - Fund for Private Sector Assistance (FAPA)
 - Part of multi-donor EPSA initiative
 - \$40 million pledged and resource mobilization on-going
- **Uses**
 - 12 operations for \$10 million completed since 2006
 - Financial institutions, associations, governments
 - Credit processes, financial mgt , environmental mgt



The Bank's CG support in currently concentrated in FIs and EIs

Examples

- **Financial Institutions**
 - Sub-regional DFIs- e.g. PTA Bank
 - Commercial banks – e.g. SME lending workshop with USAID
- **Extractive Industries**
 - Madagascar – e.g. EITI support
 - Guinea – Guinea Alumina

Next steps...



- **More systematic assessment of CG in private sector operations: develop CG tool kit.**
- **Established a dedicated focal point for CG issues within private sector operations.**
- **Continue to support CG working group and other CG activities.**