French Development Agency

Promoting inclusive, productive and resilient cities

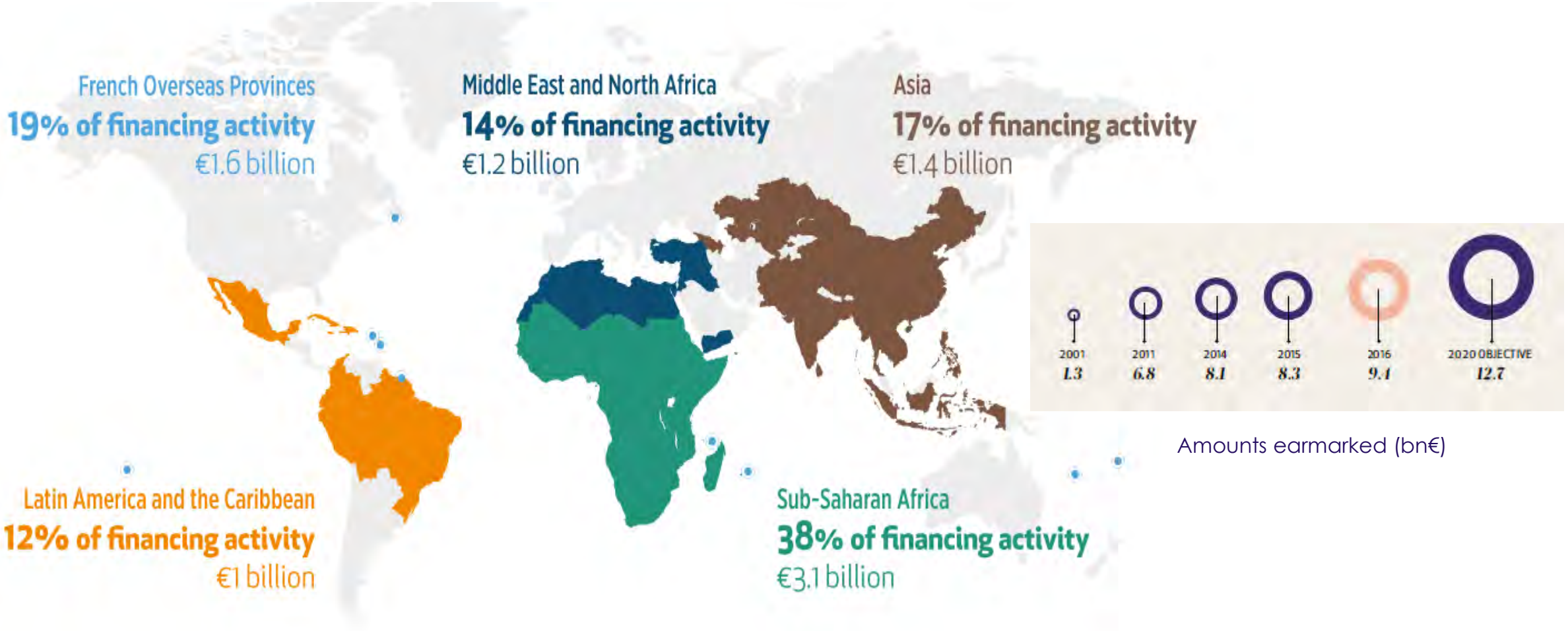
1. AFD Presentation

The French Development Bank for International Cooperation

- **The Public financial institution that implements the policy defined by the French Government**
  - Works to fight against poverty and promote sustainable development
  - Operates on four continents and **108 countries** via a network of **85 offices**
  - Finances and supports projects to improve living conditions for populations, boost economics growth and contributes to Planet protection
  - In 2016, AFD earmarked **EUR 9,4bn euros** to finance projects in developing countries and for France overseas. The target for 2020 is to earmark 12,7bn euros

1. AFD Presentation

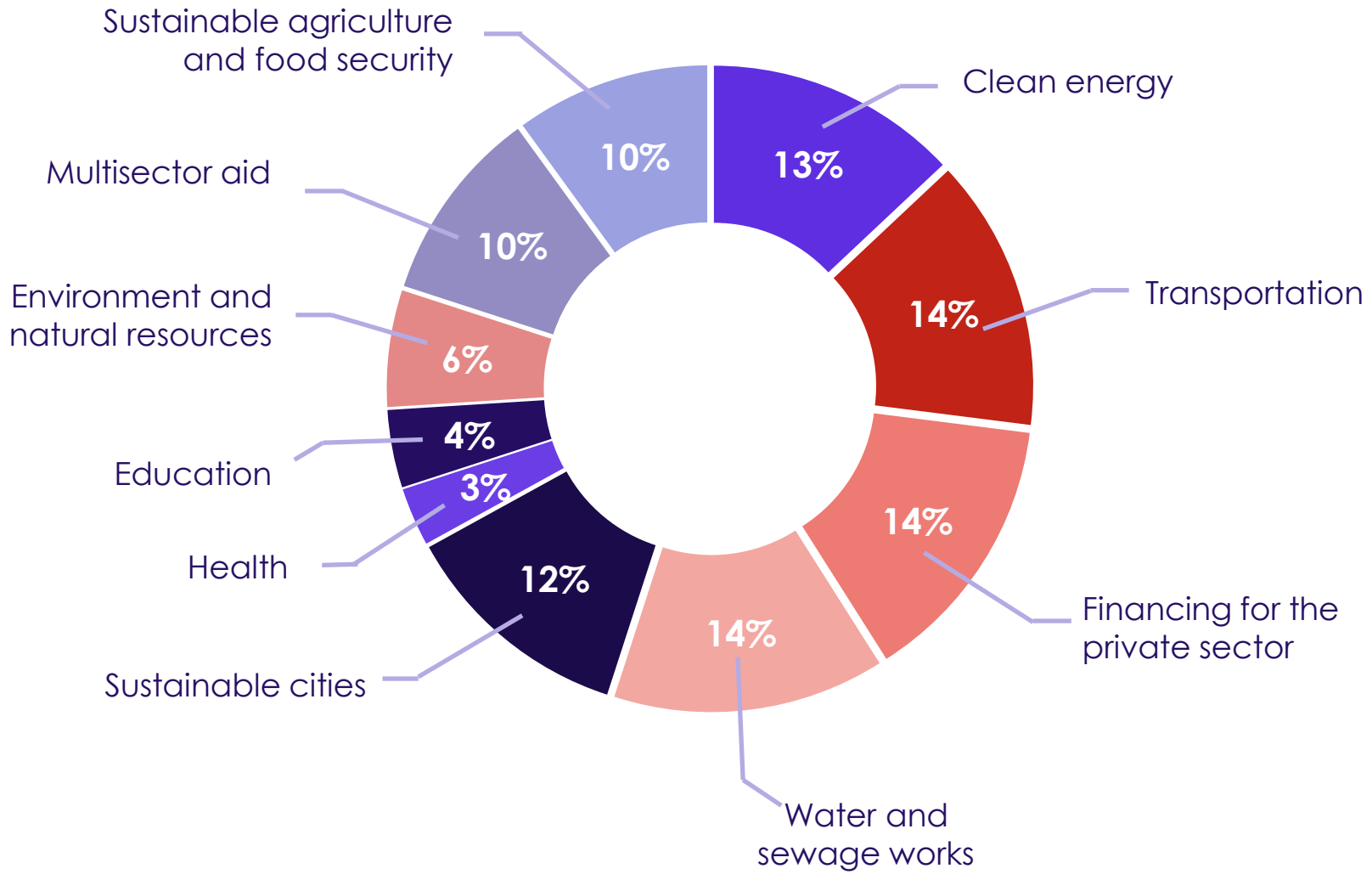
A global footprint



Amounts earmarked (bn€)

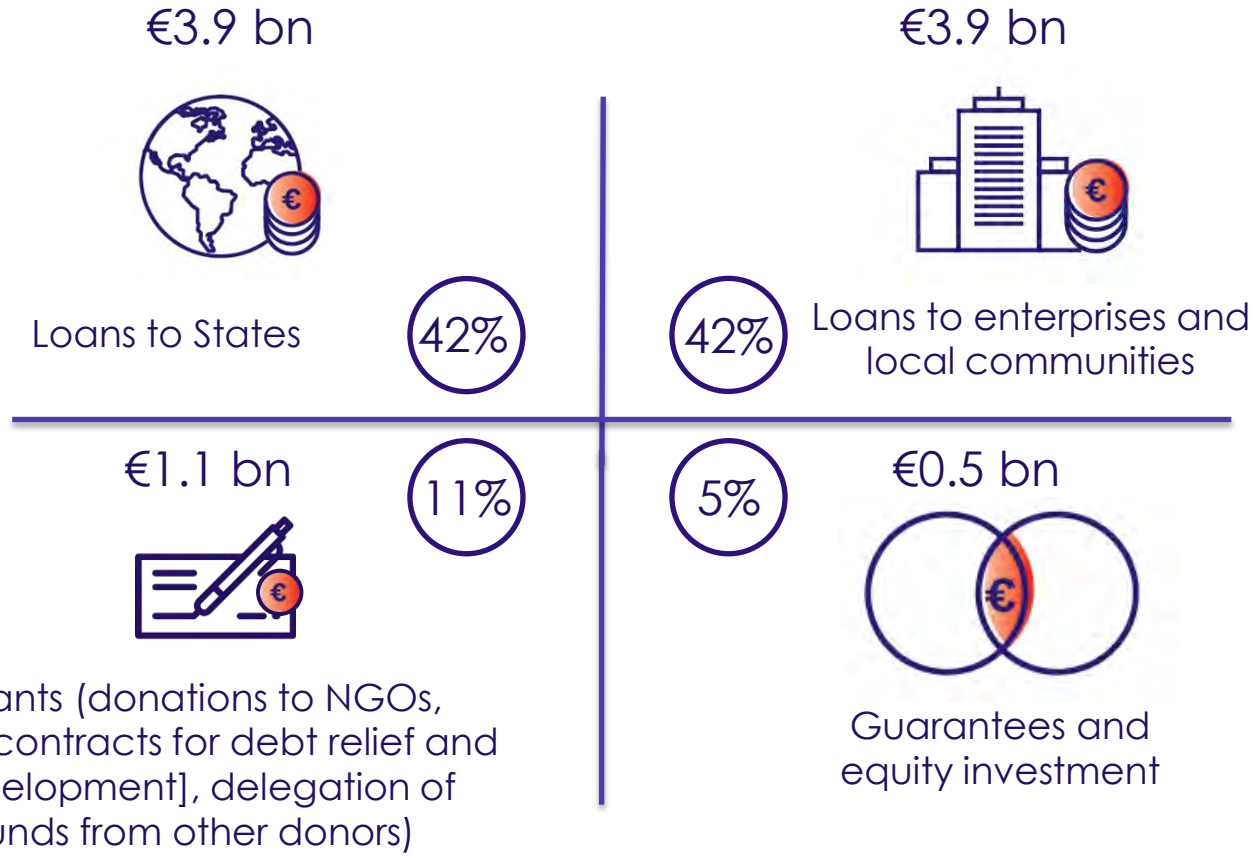
1. AFD Presentation

Solutions to match needs



1. AFD Presentation

A full range of Financial instruments



→ A SUBSIDIARY DEDICATED TO ENTERPRISES: **PROPARCO**

2. AFD & Sustainable Urban Development

Strategy on sustainable urban development

One purpose

Promote inclusive, productive and resilient cities

Four strategic targets

Cross-cutting target
Finance and assist local urban stakeholders in their territorial development strategies

Strategic target #1
Promote environmentally friendly and low-carbon cities

Strategic target #2
Encourage social cohesion and cities accessible to all

Strategic target #3
Strengthen local economical dynamics and job creation

2. AFD & Sustainable Urban Development

AFD Approaches

- **Sectorial approaches: Supporting sectors with local economic dynamics**

Urban Economic Sectors	→	City feeding Tourism and Heritage
Urban Services	→	Water and sanitation Solid waste management

- **Territorial approaches**

Supporting facilities dedicated to economic activity

Supporting integrated urban development promoting functional diversity

- **Cross-sectional approaches**

Supporting sector	→	Vocational training and integration Entrepreneurship and business creation

2. AFD & Sustainable Urban Development

A wide range of projects and approaches

Informal settlements/slums rehabilitation

Access to basic services (transport, water, sewerage …)

Green infrastructure

Urban renewal & heritage preservation

Public markets

Industrial brownfield regeneration

New towns following sustainable urban design principles

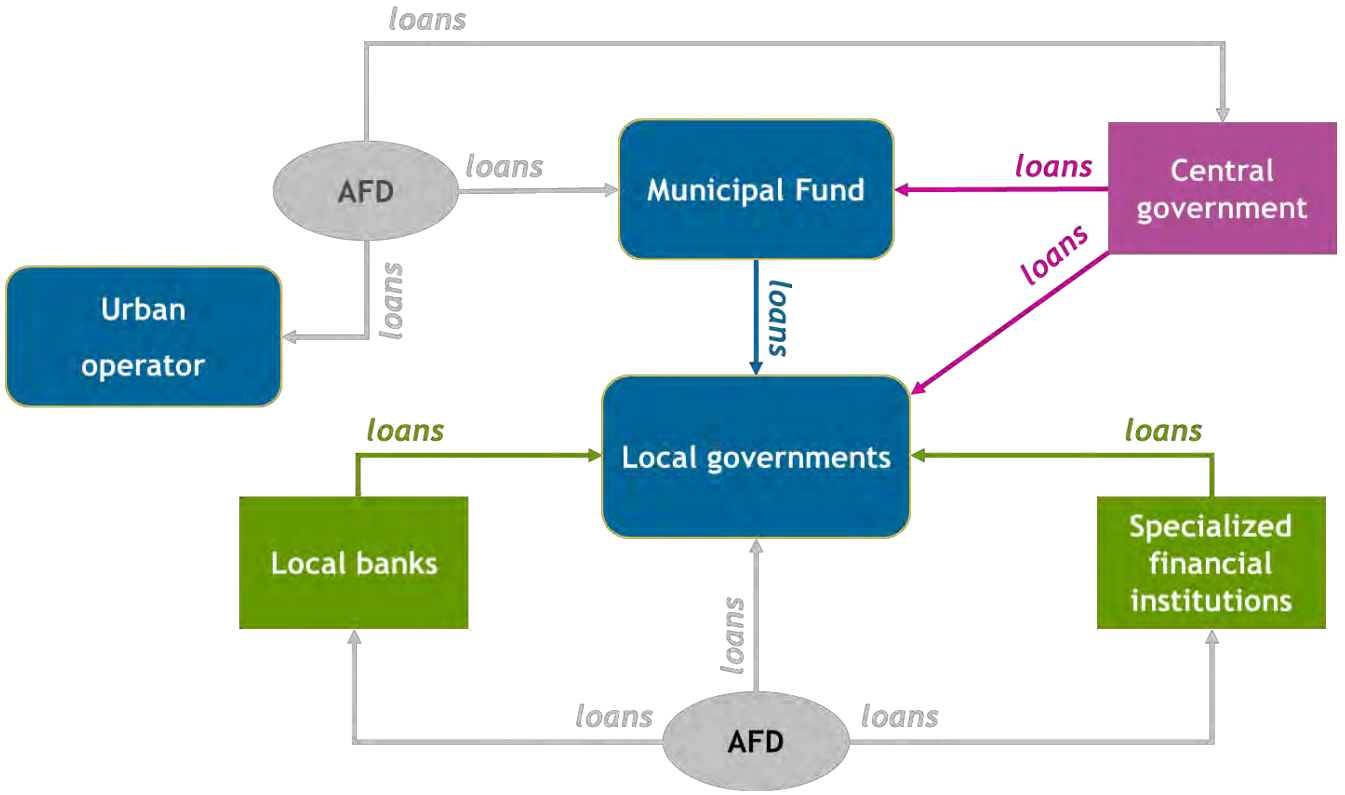
Housing

Mobility and Transit Oriented Development (TOD)

2. AFD & Sustainable Urban Development

Financial instruments

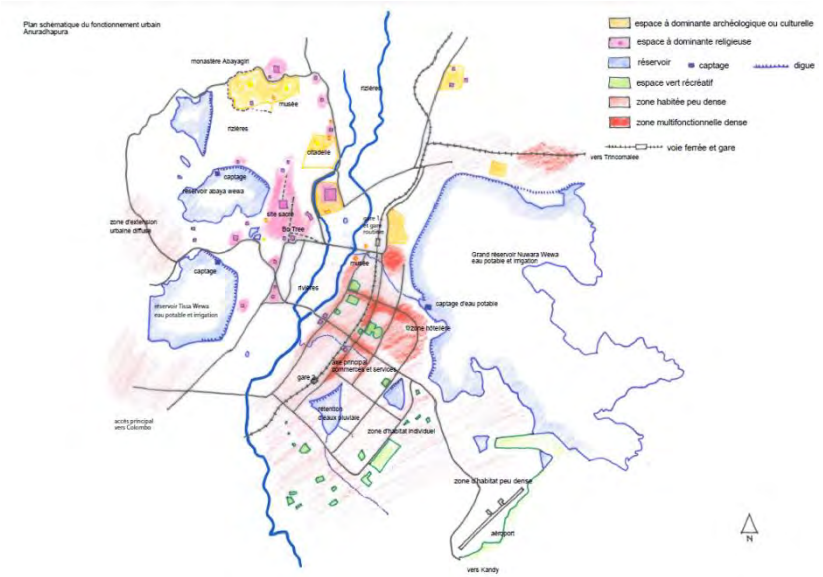
A TAILORED FINANCING OFFER TO ADRESS VARIOUS BARRIERS TO CITY FINANCING



2. AFD & Sustainable Urban Development

Tourism and urban development – Anuradhepura Project, Sri Lanka

- Exceptional site with strong management constraints, risks associated with the diffuse development of the modern city, and untapped potential
- AFD request motivated by French expertise in the conservation of heritage sites and tourist promotion
- 52M€ loan blended with 0,2M€ grant, in order to:



- Structure an urban project around the challenges of **preserving and enhancing heritage**
- **Improve the attractiveness of the site** to increase attendance: renovation and construction of storm water management facilities, construction of new infrastructures, requalification of public spaces → improve access to the site, orientation and services
- Support the **emergence of national financing methods** for heritage preservation and local economic dynamics

2. AFD & Sustainable Urban Development

Integrated urban approach: Zenata Eco-city in Morocco

- **Project objectives: Develop a sustainable city (1,600 hectares) integrated into Greater Casablanca**
  - Bioclimatic city, integrated water resources management, public transport, eco-mobility, green spaces and ecological corridors (470 hectares – 30% of the surface area)
  - Combination of housing and economic activities, urban density (objective of creating a middle class)
  - Job creation a priority (100,000 jobs in five sectors)

- **Financing method: EUR 30m AFD loan (+ EIB) + EUR 4m grant (EU, for the technical cooperation).**

- **Beneficiary: Development company for the implementation of the new city of Zenata**
  - Functions: Acquisition of land, urbanization and sale of land to developers.
  - Owned by a public finance institution.
  - Strong technical and financial skills are crucial to the development of the project (risk management, feasibility, implementation).

Axe metropolitain de la Ville Nouvelle de Zenata

2. AFD & Sustainable Urban Development

Improving the environment and transport - Curitiba, Brazil

- **Project objectives: Improve the environment and extend the capacity of the integrated transport network**
  - **Strengthen the municipal policy to reduce greenhouse gas emissions caused by travel.**
  - **Strengthen urban biodiversity.**
  - Transport infrastructure, ecological corridor, relocation and improvement in housing conditions for populations at risk, awareness-raising for residents in terms of environmental issues.

- **Financing method: EUR 36m loan (+ EUR 36m of self-financing by Curitiba).**

- **Beneficiary: Municipality of Curitiba**
  - Guarantee from the Brazilian State.
  - Municipality of Curitiba is responsible for most of the contracting authority.
    Counterpart already has the skills required for the management of this type of investment works.

3. AFD in Georgia

- French Development Agency authorized to work in Georgia **in April 2012**
- A mandate aiming at promoting **a green and inclusive growth**
- **Priority sectors of intervention:**
  - Urban development
  - Agriculture and rural development
  - Green energy infrastructure and energy efficiency
  - Governance, health, education and social protection
- A regional representative office located in Tbilisi opened **in December 2016**
- **First financial commitments expected in 2017**

Thank you for your attention

AFD