

# Member update 2022 FINLAND

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### PSD in Finland's development policy



- Government's "Development Policy Program" is embedded in the Government Program (Government term runs up to April 2023)
- Parliament has approved the Report on Development Policy Extending Across Parliamentary Terms
- PSD, cooperation with PS, leverage of other resources important,
   Minister is very interested

10 June 2022

### **Funding**



- Funding to PSD (e.g. BEE) fairly small  $\rightarrow$  evaluation paid attention to it
- Funding to PSE (instruments, Finnish companies) growing moderately
- BIG THING: shift from grant-based funding to investments and loans
  - In 2015, Government introduced development policy investments and loans
  - Funding level 130 million € per year (= 10–15 % of ODA)
  - The money should come back to Finland after 10–25 years
  - DFIs main beneficiaries
- Interesting initiative: OP—Finnfund Global Impact Fund (a hybrid fund of DFI and commercial bank to invest in frontier markets)

#### **Results-based management**



- RBM improved dramatically
- 1<sup>st</sup> comprehensive Results Report for Parliament in 2018
- 2<sup>nd</sup> Report under preparation for end 2022
- All projects etc. encouraged to use some common aggregate indicators (e.g. jobs, enterprises).
- DCED has helped with methodological work

#### **Human resources**

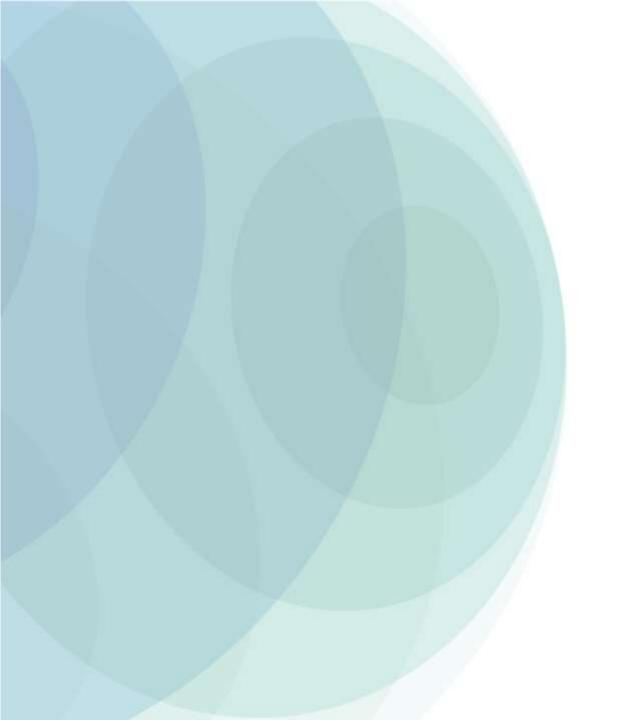


- Human resources improved significantly
- All MFA funding to PS, instruments and development policy investments and loans in one unit:

Unit for Development Finance and private Sector Cooperation

However, fewer posts related to economic development in embassies

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## Kiitos!