

# CORPORATE PROFILE OF IsDB

## THE ISLAMIC DEVELOPMENT BANK

### ESTABLISHMENT

The Islamic Development Bank (IsDB) is a Multilateral Development Bank established pursuant to Articles of Agreement signed in the city of Jeddah, Kingdom of Saudi Arabia, on 21 Rajab 1394H, corresponding to 12 August 1974. The Inaugural Meeting of the Board of Governors took place in Rajab 1395H (July 1975), and the IsDB formally began operations on 15 Shawwal 1395H (20 October 1975).

### VISION

The Islamic Development Bank strives to become a world-class development bank, inspired by Islamic principles, that helps to significantly transform the landscape of comprehensive human development in the Muslim world and to restore its dignity.

### MISSION

To promote comprehensive human development, with a focus on the priority areas of alleviating poverty, improving health, promoting education, improving governance, and bringing prosperity to the people.



### MEMBERSHIP

The IsDB has 57 member countries across various regions. The prime conditions for membership are that the prospective country should be a member of the Organisation of Islamic Cooperation (OIC), that it pays the first instalment of its minimum subscription to the Capital Stock of the IsDB, and that it accepts any terms and conditions that may be decided upon by the Board of Governors.

### CAPITAL

At its 45<sup>th</sup> Annual Meeting, the IsDB's Board of Governors approved the 6<sup>th</sup> General Capital Increase of ID5.5 billion. As at the end of 2022, the subscribed capital of the IsDB stood at ID55.2 billion.

### ISLAMIC DEVELOPMENT BANK GROUP

The IsDB Group comprises five entities: the Islamic Development Bank (IsDB), the Islamic Development Bank Institute (IsDBI), the Islamic Corporation for the Development of the Private Sector (ICD), the Islamic Corporation for the Insurance of Investment and Export Credit (ICIEC), and the International Islamic Trade Finance Corporation (ITFC).

### HEADQUARTER AND REGIONAL HUBS

The IsDB is headquartered in Jeddah, the Kingdom of Saudi Arabia, and has 11 Regional Hubs in Abuja, Nigeria; Almaty, Kazakhstan; Ankara, Türkiye; Cairo, Egypt; Dakar, Senegal; Dhaka, Bangladesh; Jakarta, Indonesia; Kampala, Uganda; Paramaribo, Suriname; Rabat, Morocco; and Dubai, UAE with a Centre of Excellence in Kuala Lumpur, Malaysia.

### FINANCIAL YEAR

The IsDB's financial year used to be the lunar Hijra Year (H). However, on 1 January 2016, the financial year was changed to the Solar Hijra year starting from 11<sup>th</sup> of Capricorn (corresponding to 1 January) and ending on 10<sup>th</sup> Capricorn (corresponding to 31 December of every year).

### ACCOUNTING UNIT

The accounting unit of the IsDB is the Islamic Dinar (ID), which is equivalent to one Special Drawing Right (SDR) of the International Monetary Fund.

### LANGUAGE

The official language of the IsDB is Arabic, but English and French are also used as working languages.

بِسْمِ اللَّهِ الرَّحْمَنِ الرَّحِيمِ

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# ABBREVIATIONS

<b>ACG</b>	Arab Coordination Group	<b>LLF</b>	The Lives and Livelihoods Fund
<b>ADER</b>	Annual Development Effectiveness Report	<b>LNGOs</b>	Local NGOs
<b>AFTIAS</b>	Aid for Trade Initiative for the Arab States	<b>MAPs</b>	Management Action Plans
<b>AHTF</b>	Afghanistan Humanitarian Trust Fund	<b>MARKETS</b>	Market Access Readiness in Key Economic and Trade Sectors
<b>ALCO</b>	Asset and Liability Management Committee	<b>MCPS</b>	Member Country Partnership Strategy
<b>APICORP</b>	Arab Petroleum Investment Corporation	<b>MCs</b>	IsDB Member Countries
<b>APIF</b>	Awqaf Properties Investment Fund	<b>MDBs</b>	Multi-lateral Development Banks
<b>ASD</b>	Administrative Services Department	<b>MENA</b>	Middle East and North Africa
<b>BCM</b>	The Business Continuity Management	<b>MHPP</b>	Mohmand Hydropower Project
<b>BED</b>	The IsDB Board of Executive Directors	<b>MOOCs</b>	Massive Open Online Courses
<b>BMGF</b>	Bill and Melinda Gates Foundation	<b>MPA</b>	Minimum Package Activities
<b>BoG</b>	The IsDB Board of Governors	<b>MSMEs</b>	Micro, Small and Medium Enterprises
<b>CGS</b>	The Corporate Governance Section	<b>NGOs</b>	Non-Governmental Organizations
<b>CMES</b>	Centre for Mass Education & Science	<b>NMCs</b>	Non-Member Countries
<b>COD</b>	The Community Outreach Division	<b>NRM</b>	Natural Resource Management
<b>COP</b>	The Communities Outreach Programme	<b>ODEC</b>	Operations and Development Effectiveness Committee
<b>CSED</b>	Country Strategy & Engagement Division	<b>OED</b>	IsDB Operations Evaluation Department
<b>CSO</b>	Civil Society Organisation	<b>OIC</b>	The Organization of the Islamic Cooperation.
<b>CWIS</b>	Citywide Inclusive Sanitation	<b>OMS</b>	IsDB internal Operations Management System
<b>DAC</b>	Development Assistance Committee	<b>OPHI</b>	The Oxford Poverty and Human Development Initiative
<b>EA</b>	The Enterprise Architecture	<b>OTLs</b>	Operation Team Leaders
<b>EEA</b>	Economic Empowerment Approach	<b>PPA</b>	Power Purchase Agreement
<b>EGPC</b>	Egyptian General Petroleum Corporation	<b>PPP</b>	Private-Public Partnership
<b>ESG</b>	Environment, Social and Governance	<b>RBMF</b>	Results-based Management Framework
<b>ESID</b>	Economic and Social Infrastructure Department	<b>RCSA</b>	Risk Control and Self-Assessment
<b>FAO</b>	Food and Agriculture Organization	<b>RH</b>	Regional Hub
<b>FDI</b>	Foreign Direct Investment	<b>RMC</b>	The Risk Management Committee
<b>FMSDC</b>	Facility Management & Service Delivery Center	<b>RMSF</b>	Retirement Medical Solidarity Fund
<b>FRP</b>	Fragility and Resilience Policy	<b>RTO</b>	Employee return to Office
<b>GABAC</b>	Group against Money Laundering in Central Africa	<b>SBCP</b>	Strategy, Budget, and Corporate Performance
<b>GAP</b>	Good Agricultural Practices	<b>SCI</b>	Special Capital Increase
<b>GBV</b>	Gender-based Violence	<b>SCOPI</b>	Sustainable Coffee Platform of Indonesia
<b>GCI</b>	General Capital Increase	<b>SDGs</b>	Sustainable Development Goals
<b>GDP</b>	Gross Domestic Product	<b>SERVE</b>	IsDB-ISFD Strengthening the Economic Resilience of the Vulnerable Enterprises
<b>GIABA</b>	Inter-Governmental Action Group against Money Laundering in West Africa	<b>SFA</b>	Strategic Framework Agreement
<b>GIFR</b>	Global Islamic Fund for Refugees	<b>SFD</b>	Saudi Fund for Development
<b>GoB</b>	The Government of Bahrain	<b>SFF</b>	Sustainable Finance Framework
<b>GPFI</b>	Global Partnership for Financial Inclusion	<b>SMEs</b>	Small and Medium Enterprises
<b>HDD</b>	Human Development Division	<b>SNB</b>	Saudi National Bank
<b>IAD</b>	Internal Audit Department	<b>SPRP</b>	IsDB's Strategic Preparedness and Response Program
<b>ICD</b>	The Islamic Corporation for the Development of the private sector	<b>SPV</b>	Special Purpose Vehicle
<b>ICERI</b>	ICIEC-ISFD COVID Emergency Response Initiative	<b>SSA</b>	Sub-Saharan Africa Region
<b>ICIEC</b>	The Islamic Corporation for the Insurance of Investments and Export Credit	<b>STEER</b>	Systematic Tracking of the Execution of Evaluation Recommendations
<b>ICMA</b>	The International Capital Market Association	<b>STEP</b>	Skills, Training & Education Program
<b>ICT</b>	Information, communications and Technology	<b>TA</b>	Technical assistance facility
<b>ID</b>	Islamic Dinar (equivalent to one Special Drawing Right of IMF)	<b>TCP</b>	Technical Cooperation Programme
<b>IDPs</b>	Internally Displaced Persons	<b>TFM</b>	Total Facility Management
<b>IevD</b>	Independent Evaluation Department	<b>TRINE</b>	The Energy Specialized Crowdfunding platform
<b>IFRC</b>	International Institute of Tropical Agriculture	<b>TRSS</b>	Trans-South-South
<b>IICO</b>	International Islamic Charity Organization	<b>TVET</b>	Technical and Vocational Education and Training
<b>ILO</b>	International Labour Organization	<b>TWS</b>	Towfiq Welfare Society
<b>IMDT</b>	Information Management and Disruptive Technologies	<b>UNDP</b>	United National Development Programme
<b>IMF</b>	International Monetary Fund	<b>UNESCO</b>	United Nations Educational, Scientific and Cultural Organization
<b>IsDB</b>	The Islamic Development Bank	<b>UNFCCC</b>	United Nations Framework Convention on Climate Change
<b>IsDBI</b>	The Islamic Development Bank Institute	<b>UNHCR</b>	United Nations High Commissioner for Refugees
<b>IsDB-OCR</b>	IsDB - Ordinary Capital Resources	<b>VCCs</b>	Village Conservation Committees
<b>ISFD</b>	Islamic Solidarity Fund for Development	<b>WASH</b>	Water Sanitation Hygiene
<b>ITFC</b>	The International Trade and Finance Corporation	<b>We-Fi</b>	The Women Entrepreneurs Finance Initiative
<b>IVAC</b>	IsDBG Vaccine Access Facility	<b>WHO</b>	World Health Organization
<b>KRI</b>	Key Risk Indicators	<b>WISE</b>	Women in Sanitation Enterprises'
<b>KSRRelief</b>	King Salman Humanitarian and Relief Center	<b>WSMEs</b>	Women-owned SMEs
<b>LDMCs</b>	IsDB's Least Developed Member Countries	<b>WYE</b>	Women and Youth Empowerment division
<b>LIBOR</b>	London Interbank Offered Rate		



# ACKNOWLEDGEMENTS

The 2022 Annual Report of the Islamic Development Bank was prepared by the Economic Research & Statistics of the Islamic Development Bank Institute based on the overall guidance of the Board of Executive Directors

## **UNDER THE SUPERVISION OF:**

The Director General of IsDBI/Chief Economist IsDB Group  
and Director of Economic Research & Statistics

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**In the Name of Allah, the Beneficent, the Merciful**

H.E. The Chair,  
Board of Governors of the Islamic Development Bank

Dear Chair,

*Assalamu alaikum warahmatullahi wabarakatuhu*

In accordance with Articles 32(i), 32(iii), and 41(1) of the Articles of Agreement establishing the Islamic Development Bank and Section (11) of the By-laws, I have the honor to submit for the kind attention of the esteemed Board of Governors, on behalf of the Board of Executive Directors, the Annual Report on the operations and activities of the Bank in 2022.

The Annual Report also includes the audited financial statements of the Bank as well as those of the operations of the Waqf Fund, as prescribed in Section (13) of the By-laws.

Please accept, Mr. Chair, the assurances of my highest consideration.

**Dr. Muhammad Al Jasser**  
President, Islamic Development Bank  
Chairman, Board of Executive Directors



## MESSAGE FROM THE PRESIDENT

It has been another challenging year, during which the landscape has been dominated by the lingering effects of the COVID-19 pandemic and the ongoing uncertainty caused by the Eastern European crisis. Given this political and economic instability, it is perhaps unsurprising that there is a heightened risk of debt unsustainability in many low-income countries.

Simultaneously, climate change is triggering an escalation in natural disasters and an accelerated weakening of biodiversity. More than ever, global cooperation is required to mitigate its impact on humanity. The IsDB has been at the forefront of global, regional, and national endeavors to help member countries in their quest for long-term sustainable growth and development.

In this regard, new partnerships were forged, and old ones renewed with several institutions, including the Arab Petroleum Investment Corporation (APICORP), the International Monetary Fund (IMF), the Organization of Islamic Cooperation (OIC), Saudi Fund for Development (SFD), UN Refugee Agency (UNHCR), and World Health Organization (WHO). Our collaboration with the Arab Coordination Group (ACG) and the Kingdom of Saudi Arabia aims to deliver a comprehensive food security response package worth a minimum of US\$10 billion, with IsDB contributing US\$10.5 billion. Furthermore, IsDB and ACG partners announced at the UNFCCC COP27 US\$24 billion for climate finance initiatives.

The landmark Strategic Framework Agreement signed with the WHO draws on lessons from the pandemic. It sets a roadmap to jointly support health-related Sustainable Development Goals, particularly in low-income and fragile countries.

During 2022, our operations focused on three key areas – (i) boosting recovery, (ii) tackling poverty and building resilience, and (iii) driving green economic growth. In addition, IsDB played a vital role in the high-level United Nations Crisis Response Group, formulating guidelines and policies and mobilizing resources.

IsDB Group operations have predominantly supported the post-COVID-19 recovery during 2022 with US\$10.5 billion, out of which IsDB provided US\$3.0 billion, ITFC (US\$6.8 billion), ICD (US\$0.6 billion), and US\$11.6 billion of business insured by ICEIC. The Bank is ready to respond to the needs of its member countries as we navigate the crises together, building resilient and green economies.

I sincerely thank our shareholders for their continued confidence in the Bank, evidenced by their unequivocal support for the 6<sup>th</sup> General Capital Increase, helping us



**I also thank the IsDB staff; our achievements would not have been possible without their relentless commitment.**

maintain our AAA rating for the 20<sup>th</sup> consecutive year. This is crucial to our efforts in tackling the ongoing challenges, building resilience, and charting a course for long-term sustainable growth for our member countries and their achievement of the Sustainable Development Goals. They have placed their unwavering trust in our institution, and we remain steadfastly committed to helping them build resilience and achieve sustainable socio-economic development. I also thank the IsDB staff; our achievements would not have been possible without their relentless commitment.

In 2023 and beyond, we will continue to rely on critical, creative, and diverse thinking while remaining proactive in shaping the direction of economic development by strengthening and leveraging our know-how, networks, and resources.

**Dr. Muhammad Al Jasser**

President, Islamic Development Bank  
Chairman, Board of Executive Directors



# BOARD OF EXECUTIVE DIRECTORS



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PRESIDENT, ISLAMIC DEVELOPMENT BANK AND  
CHAIRMAN, BOARD OF EXECUTIVE DIRECTORS



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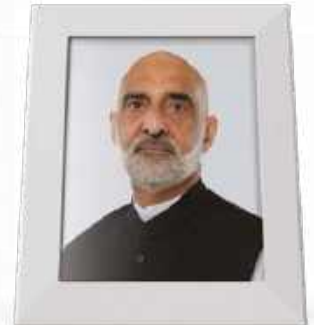
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## EXECUTIVE SUMMARY: A YEAR-IN-REVIEW

The recovery from the COVID-19 pandemic has been subdued, uneven and unpredictable, hindered by escalating food and energy prices and global economic instability triggered by the Eastern European crisis. As we move into 2023, there is a proliferation of humanitarian crises throughout the world – earthquakes in Türkiye and Syria; flooding in Pakistan; conflict and drought in some other Member Countries – all compounded by the ever-present and destructive effects of climate change.

Already impacted by the slow recovery from the COVID-19 pandemic, many of our member countries (MCs) are experiencing stretched fiscal budgets and many more millions of men, women and children are living in poverty, suffering from hunger or being displaced from their homes. In response to the fragile international landscape, the IsDB has realigned its strategy to take into account the assorted needs of its member countries – poverty reduction, resilience building and green growth – and is collaborating with other development partners to provide the necessary resources.

While the Bank concludes its short-term COVID-19 response program, it has augmented its operations to counter the food crisis, tackle chronic poverty, and build resilience in the wake of the Eastern European crisis. Annual net approvals of the IsDB Group increased by 18.6% to reach ID7.9 billion (US\$10.5 billion) in 2022, up from ID6.3 billion (US\$8.9 billion) in 2021. Out of the net approvals, US\$3.0 billion was approved by IsDB, US\$6.8 billion by ITFC, and US\$0.6 billion by ICD. The 2022 operations were geared toward achieving resourceful partnerships, tackling poverty and ensuring food security, building resilience, and driving green economic growth.

Highlights from our work in these domains are set out here.

THE ISDB HAS BEEN ENTRUSTED BY THE OIC FOREIGN MINISTERS TO ESTABLISH, IMPLEMENT AND MANAGE THE AFGHANISTAN HUMANITARIAN TRUST FUND (AHTF). IN 2022, THE TOTAL PLEDGES TO AHTF STAND AT

**US\$32.61 MILLION.**

## PARTNERING FOR RESOURCE MOBILIZATION

- The Kingdom of Saudi Arabia, the IsDB and the Arab Coordination Group (ACG) are to provide a minimum of US\$10 billion for a comprehensive food security package, with IsDB contributing US\$10.5 billion through 2025.
- The IsDB and ACG partners are to provide US\$24 billion in climate financing, of which US\$13 billion is committed by IsDB through 2030.
- In 2022, financing partners contributed a total amount of US\$2.29 billion to IsDB-financed projects worth over US\$3.6 billion in 19 member countries in Africa and Asia mainly in the infrastructure sector, where IsDB's financing reached US\$1.14 billion.
- The IsDB has been entrusted by the OIC Foreign Ministers to establish, implement and manage the Afghanistan Humanitarian Trust Fund (AHTF). The AHTF Coordination Team has undertaken extensive work and consultations, both internally with all relevant IsDB Group business units and externally with the OIC, member countries, non-member countries, UN agencies, MDBs, IFIs, international and regional organizations, and other stakeholders. In 2022, the total pledges to AHTF stand at US\$32.61 million.
- To ensure sound and prudent financial sustainability, IsDB's Board of Governors approved its sixth General Capital Increase (GCI) in December 2020, amounting to ID5.5 billion (fully cash callable). As of 31 December 2022, 90.5% of the total amount has been subscribed by the member countries, reaffirming the spirit of solidarity and cooperation amongst the member countries, despite a very challenging global economic environment.



**GIVEN THE HIGH AND DISPROPORTIONATE LEVELS OF POVERTY IN THE LEAST DEVELOPED MEMBER COUNTRIES (LDMCs), OVER**

**90%**

**OF THE FUNDING WENT TO THESE COUNTRIES IN 2022.**

## ADDRESSING POVERTY AND FOOD INSECURITY

- At the onset of the food crisis triggered by the Eastern European crisis, the IsDB Group unveiled a comprehensive US\$10.54 billion Food Security Response Program (FSRP). The key objectives of the package are to procure and supply 780,000 tons of wheat and barley and 700,000 tons of building and food storage capacity that can preserve the crops for more than 12 months. This will benefit more than 11 million people and boost agricultural production in member countries.
- In 2022, a total of US\$1.4 billion was approved under the FSRP, of which US\$578.5 million was approved by IsDB, US\$4.2 million by ISFD, US\$630.2 million by ITFC, and US\$40 million by ICD. In addition, US\$159 million worth of business was insured by ICIEC. Most of the projects approved at this stage belong to the short-term track category.
- During the 1443 Hajj season, the Kingdom of Saudi Arabia project for Utilization of Hady and Adahi, overseen by IsDB, to share the gifts and sacrifices amassed at the Holy Sites, distributed the meat of almost 448,000 heads of sheep to projects within Saudi Arabia and 27 other member countries. IsDB has now secured the services of more than 50% of the pilgrims.
- To tackle the increasing issue of poverty in member countries, the IsDB Group, through the Islamic Solidarity Fund for Development (ISFD), approved US\$88.3 million in grants and concessional loans. This includes a US\$50 million capital allocation to establish the Global Islamic Fund for Refugees (GIFR) in partnership with UNHCR. As poverty is multidimensional, this financing encompasses health, education, agriculture and community development projects. Given the high and disproportionate levels of poverty in the Least Developed Member Countries (LDMCs), over 90% of the funding went to these countries in 2022.

**IsDB INTEGRATED WOMEN AND YOUTH EMPOWERMENT PERSPECTIVES INTO THE BANK'S MEMBER COUNTRY PARTNERSHIP STRATEGIES (MCPSS) TO ENSURE TARGETED SKILLS DEVELOPMENT PROGRAMS FOR WOMEN AND YOUTH.**

## BUILDING RESILIENCE WITHIN OUR MEMBER COUNTRIES

- The Bank continues to implement the Fragility and Resilience Policy (FRP), which is focused on investing in prevention, the transition from relief to development, and the recovery and resilience of member countries affected by man-made and natural disasters.
- In 2022, the Bank approved the Skills, Training & Education Program (STEP) to reduce poverty by increasing access to physical and smart education and entrepreneurship development for young refugees in 15 member countries. These countries host over 1 million refugees and Internally Displaced Persons (IDPs). STEP benefits over 600,000 young refugees, IDPs, and host communities.
- The Strengthening of the Economic Resilience of Vulnerable Enterprises (SERVE) program continues to benefit the MCs. In 2022, a total of seven projects were approved in Chad, Uganda, Djibouti, Jordan, Palestine, and Uzbekistan.
- A total of US\$566 million was successfully mobilized from public and private partners to fund Market Access Readiness in Key Economic and Trade Sectors (MARKETS).
- IsDB integrated women and youth empowerment perspectives into the Bank's Member Country Partnership Strategies (MCPSS) to ensure targeted skills development programs for women and youth and the creation of decent jobs, with increased social protection systems.
- The Bank received US\$5.5 million to implement a second phase of BRAVE Women 2.0, to build on the achievements of the first phase and focus on increasing the incomes of women-owned SMEs (WSMEs) in Yemen.
- A grant of US\$6.1 million was received to support the Women in Sanitation Enterprises project, which supports female entrepreneurs who are actively engaged in sanitation-related businesses in 15 municipalities across Bangladesh.
- Over US\$1.1 million raised through the crowdfunding TADAMON platform has been mobilized to support the more remote communities in member countries.

**ISDB PROVIDED A GRANT OF  
US\$1.99 MILLION  
FOR REVERSE LINKAGE PROJECTS TO SUPPORT  
ITS MEMBER COUNTRIES IN TACKLING COMMON  
DEVELOPMENT CHALLENGES IN AGRICULTURE,  
HEALTH, PUBLIC ADMINISTRATION, AMONG OTHERS.**

- In 2022, ITFC, the trade financing arm of the IsDB Group, provided US\$6.8 billion to boost trade in member countries. Of that, over US\$4.8 billion went to intra-trade between the member countries and over US\$2.5 billion benefited the LDMCs. The private sector development arm of the Group, ICD, approved US\$565.8 million to address challenges such as energy access and food security. Meanwhile, the insurance arm of the Group, ICEIC, provided US\$11.6 billion in business insured.
- To support Islamic Financial Inclusion, grants of over US\$1.6 million were approved including a US\$280,000 grant to establish an information system for the supervision and regulation of participating banks in Morocco. In addition, a grant of US\$270,000 was allocated to enable feasibility studies for the Islamic microfinance market in five member countries.
- IsDB provided a grant of US\$1.99 million for Reverse Linkage projects to support its member countries in tackling common development challenges in agriculture, health, public administration, among others.
- To strengthen capacity in terms of preparedness and response to future pandemics, IsDB contributed almost US\$30 million towards the establishment of a manufacturing facility in Senegal for the production of COVID-19 vaccines and other vaccines for preventable diseases.

## DRIVING GREEN ECONOMIC GROWTH

- In 2022, the Bank continued to implement its Climate Action Plan (2020-2025) which sets out modalities and action plans for climate action in member countries, and towards raising the climate finance target of 35% by 2025. In 2022, the Bank realized a climate finance share of 33% of its total approvals.
- At COP27 in Sharm El Sheik, IsDB and Arab Coordination Group (ACG) members committed to providing US\$24 billion by 2030 towards addressing the global climate crisis. Within this commitment, IsDB pledged to approve at least US\$13 billion in adaptation and mitigation finance during the period 2023-2030.

**ISDB, IN PARTNERSHIP WITH THE  
INTERNATIONAL LABOUR ORGANIZATION  
(ILO), LAUNCHED THE YOUTH GREEN SKILLS  
ACCELERATOR CHALLENGE CALL, WITH THE  
OVERARCHING GOAL OF PROMOTING YOUTH  
PARTICIPATION AND SKILLS FOR GREEN JOBS  
FOR A JUST TRANSITION.**

- At COP27, IsDB actively engaged with member countries and partners, hosting over 35 ancillary events and several other engagements.
- IsDB revised and streamlined the climate change and green growth aspects of the Member Country Partnership Strategies developed in 2022. These included the strategies for Indonesia, Niger, Uzbekistan, Bangladesh, Senegal, and Turkmenistan. In addition, all projects and investments with physical assets approved in 2022 were screened against physical climate risk across all regions and sectors to harness opportunities and mitigate the impacts of climate change.
- Under the umbrella of the Sustainable Finance Framework (SFF), the Bank has pioneered both Green and Sustainability Sukuk to mobilize more than US\$5 billion to date for climate-friendly and social development projects. The SFF was reviewed by an external party (CICERO from Norway), which awarded it a Medium-Green Shading.
- IsDB, in partnership with the International Labour Organization (ILO), launched the Youth Green Skills Accelerator Challenge Call, with the overarching goal of promoting youth participation and skills for green jobs for a Just Transition. More than 120 applications were received with the eventual winners being the Bangladesh Youth Environmental Initiative, the Association 3535 (Côte d'Ivoire) and Musanadah Foundation for Development (Yemen). Each received financial support, global visibility at COP27, access to a wide network of experts in skills development, and participation in the ILO Innovation Lab.

Finally, IsDB has invested in and enhanced its own capabilities, with a complete reconfiguration of its organizational structure while maintaining increasingly motivated and competent staff to outperform the expectations of our stakeholders.

Our shareholders have now subscribed to 90.5% of the ID5.5 billion 6<sup>th</sup> GCI that was approved in 2020. IsDB's AAA ratings have been affirmed with a stable outlook for 2023. IsDB has now been rated AAA with a stable outlook for the 20<sup>th</sup> consecutive year by Standard & Poor's, for the 16<sup>th</sup> consecutive year by Moody's Investors Service, and the 15<sup>th</sup> consecutive year by Fitch Ratings.



# 2022 AT A GLANCE

## CLIMATE

THE ISDB GROUP HAS LAUNCHED ITS ACTION PLAN FOR OPERATIONALIZATION OF THE PARIS ALIGNMENT (2022-2023), WHICH AIMS TO SUPPORT ITS 57 MEMBER COUNTRIES IN MITIGATING AND ADAPTING TO CLIMATE CHANGE AS WELL AS HARNESSING THE OPPORTUNITIES IT OFFERS.

IN 2022, ISDB CLIMATE FINANCE STOOD AT

**US\$1.05 BILLION,**  
ACCOUNTING FOR  
**33%**  
OF TOTAL APPROVED INVESTMENTS BY THE BANK IN 2022.

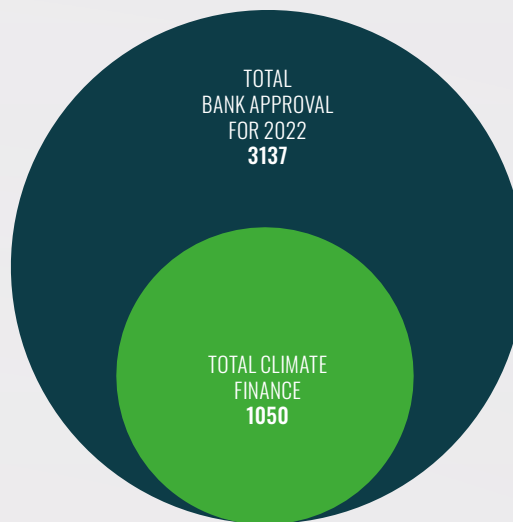
ISDB HAS INCORPORATED CLIMATE CHANGE AND GREEN GROWTH ELEMENTS IN ALL MEMBER COUNTRY PARTNERSHIP STRATEGIES (MCPSs) DEVELOPED IN 2022.

IN 2022, THE ISDB, ALONGSIDE ARAB COORDINATION GROUP (ACG) MEMBERS AT COP27, COMMITTED TO PROVIDING A CUMULATIVE

**US\$24 BILLION**  
IN FINANCING BY 2030 TO ADDRESS THE GLOBAL CLIMATE CRISIS.



ISDB 2022 CLIMATE FINANCE SHARE OF TOTAL APPROVAL (US\$ MILLION)



## COVID-19

BY DECEMBER 2022, THE TOTAL ISDB GROUP COMMITMENT TO THE COVID-19 RESPONSE WAS

**US\$4.67 BILLION.**



**1,522 VACCINATION CENTERS**  
HAVE BEEN ESTABLISHED.

**31,876**  
HEALTH WORKERS PROVIDED WITH CAPACITY BUILDING SUPPORT TO MANAGE THEIR COVID-19 RESPONSE.



**63 MILLION PEOPLE**  
RECEIVED A COVID-19 VACCINE THROUGH THE ISDB'S RESPONSE.



# EDUCATION

IN APRIL 2022, THE BANK APPROVED A SKILLS, TRAINING AND EDUCATION PROGRAM (STEP) FOR YOUNG REFUGEES IN 15 MEMBER COUNTRIES. STEP WILL BENEFIT OVER **600,000** YOUNG REFUGEES AND INTERNALLY DISPLACES PERSONS (IDPS).

OVER THE PAST 39 YEARS OF OPERATIONS, THE BANK HAS OFFERED SCHOLARSHIPS TO **18,493** STUDENTS FROM **122** COUNTRIES WORLDWIDE.

THE COMMUNITIES OUTREACH PROGRAM APPROVED SIX PROJECTS WITH A TOTAL VALUE OF

**US\$1.255 MILLION**

TO SUPPORT THE EDUCATION SECTOR IN FIVE COUNTRIES:



AN INFRASTRUCTURE AND EQUIPMENT GRANT FOR IQRA GIRLS' ACADEMY IN LUSAKA (ZAMBIA) TO THE VALUE OF **US\$0.2 MILLION;**



THE EXPANSION OF A PUBLIC SECONDARY SCHOOL IN MOSTAR (BOSNIA AND HERZEGOVINA) TO THE VALUE OF **US\$0.185 MILLION;**



THE EXPANSION OF RAHMA PRE SCHOOL AND PRIMARY SCHOOL, DODOMA CITY, TANZANIA, TO THE VALUE OF **US\$0.22 MILLION;**

THE CONSTRUCTION OF A PRIMARY SCHOOL BUILDING WITHIN THE INSTITUTE OF ISLAMIC & SECULAR STUDIES (IISS), VALLÉE DES PRÊTRES, PORT-LOUIS, MAURITIUS, TO THE VALUE OF **US\$0.25 MILLION;**



THE EXPANSION OF A VOCATIONAL TRAINING CENTER FOR HAMIDIYA ISLAMIYA SCHOOL SOCIETY IN PANWARI (INDIA) TO THE VALUE OF **US\$0.2 MILLION;**



THE EXPANSION OF MARKAZ-E-ADAB-O-SCIENCE PRIMARY SCHOOL IN RANCHI (INDIA) TO THE VALUE OF **US\$0.2 MILLION.**





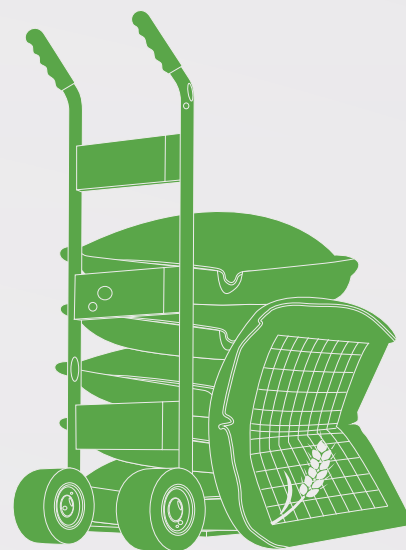
# FOOD SECURITY

IN 2022, THE ISDB GROUP LAUNCHED A **US\$10.54 BILLION** PACKAGE TO RESPOND TO THE FOOD CRISIS TRIGGERED BY THE CONFLICT IN EASTERN EUROPE.



SINCE IT WAS FOUNDED, THE BANK HAS APPROVED MORE THAN **600 PROJECTS** IN 57 MEMBER COUNTRIES. ISDB'S INVESTMENTS TACKLE THE THREE DIMENSIONS OF FOOD SECURITY: **AVAILABILITY, AFFORDABILITY, AND ACCESSIBILITY.**

PROJECTS APPROVED BY THE END OF 2022 ARE EXPECTED TO **MITIGATE THE IMPACT OF HIGH GRAIN PRICES** AND ENSURE A STEADY SUPPLY OF ESSENTIAL FOODS.



COLLECTIVELY, THE 57 ISDB MEMBER COUNTRIES ARE EQUIPPED WITH A WEALTH OF RESOURCES TO DEVELOP SUSTAINABLE FOOD SYSTEMS.

ISDB MEMBER COUNTRIES:



COVER **29%** OF THE WORLD'S AGRICULTURAL LAND;



HAVE **7,261 KM<sup>3</sup> (14%)** OF THE WORLD'S TOTAL RENEWABLE WATER RESOURCES;

FOLLOWING THE LAUNCH OF A REGIONAL RICE VALUE CHAIN PROGRAM IN WESTERN AND CENTRAL AFRICA, THE ISDB IS CURRENTLY DEVELOPING AN AMBITIOUS **REGIONAL CASSAVA VALUE CHAIN PROGRAM** ACROSS SEVEN SELECTED COUNTRIES.



PRODUCE **18** OF THE WORLD'S 20 MAJOR AGRICULTURAL TRADED COMMODITIES;



ACCOUNT FOR **14-15%** OF THE WORLD'S CEREAL AND HORTICULTURE PRODUCTION.





# INFRASTRUCTURE

## SECTORAL DISTRIBUTION OF ISDB-OCR NET APPROVALS 2022

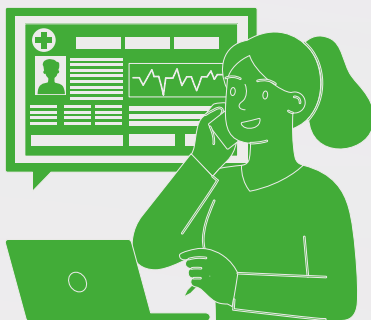




# WOMEN & YOUTH

IN 2022 WOMEN AND YOUTH EMPOWERMENT PERSPECTIVES WERE INTEGRATED INTO MEMBER COUNTRY PARTNERSHIP STRATEGIES (MCPSs). A KEY FOCUS WAS ON PROMOTING AND SUPPORTING WOMEN AND YOUNG PEOPLE'S ENTREPRENEURSHIP AND BUSINESSES.

THE WOMEN AND YOUTH EMPOWERMENT DIVISION LED THE DESIGN OF GRANT OPERATIONS TO BENEFIT WOMEN AND YOUNG PEOPLE TO THE AMOUNT OF **us\$629,000.**



IN PAKISTAN, ISDB'S SCIENCE TECHNOLOGY AND INNOVATION (STI) PROGRAMME HAS HELPED OUT-OF-PRACTICE FEMALE DOCTORS PURSUE THEIR CAREERS THROUGH THE EDUCAST TELEMEDICINE PROJECT. THE PROJECT SUPPORTED THE TRAINING AND CERTIFICATION OF **450 E-DOCTORS.**



THE CHALLENGE CALLED FOR SOLUTIONS THAT CONTRIBUTE TO ONE OR MORE TARGET SCOPES:

IN 2022 ISDB, IN PARTNERSHIP WITH THE INTERNATIONAL LABOUR ORGANIZATION (ILO), LAUNCHED **THE YOUTH GREEN SKILLS ACCELERATOR CHALLENGE CALL** TO PROMOTE YOUTH PARTICIPATION AND SKILLS IN GREEN JOBS FOR A JUST TRANSITION.



UPS KILL OR RES KILL YOUTH S



CREATE OR IMPROVE TRAINING PROGRAMMES



ACCESS TO OPPORTUNITIES FOR GREEN SKILLS ACQUISITION



EMPLOYMENT CREATION, ENTREPRENEURSHIP



PEER-TO-PEER LEARNING



SUPPORT GREEN SKILLS TRAINERS



MAINSTREAM CLIMATE CHANGE INTO TECHNICAL VOCATIONAL EDUCATION & TRAINING

IN 2022 THE BANK WAS GRANTED TWO ADDITIONAL ROUNDS OF FUNDING BY THE WOMEN ENTREPRENEURS FINANCE INITIATIVE (WE-FI):

**us\$5.5 MILLION** TO IMPLEMENT THE SECOND PHASE OF BRAVE WOMEN 2.0;

**us\$6.1 MILLION** TO SUPPORT THE WOMEN IN SANITATION ENTERPRISES PROJECT IN BANGLADESH.



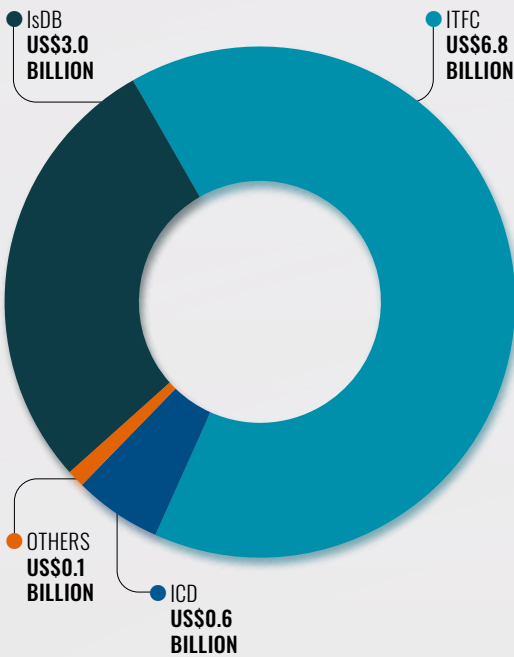
# 2022 IN NUMBERS

ANNUAL NET APPROVALS INCREASED BY 18.6% TO REACH

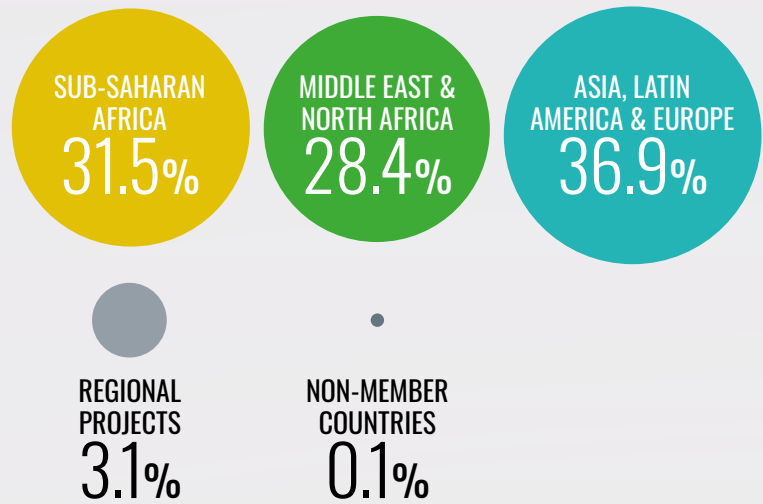
**ID7.9 BILLION**  
(US\$10.5 BILLION)

IN 2022, UP FROM ID6.3 BILLION (US\$8.9 BILLION) IN 2021.

OUT OF THE NET APPROVALS, **US\$3.0 BILLION WAS APPROVED BY ISDB, US\$6.8 BILLION BY ITFC, AND US\$0.6 BILLION BY ICD.**

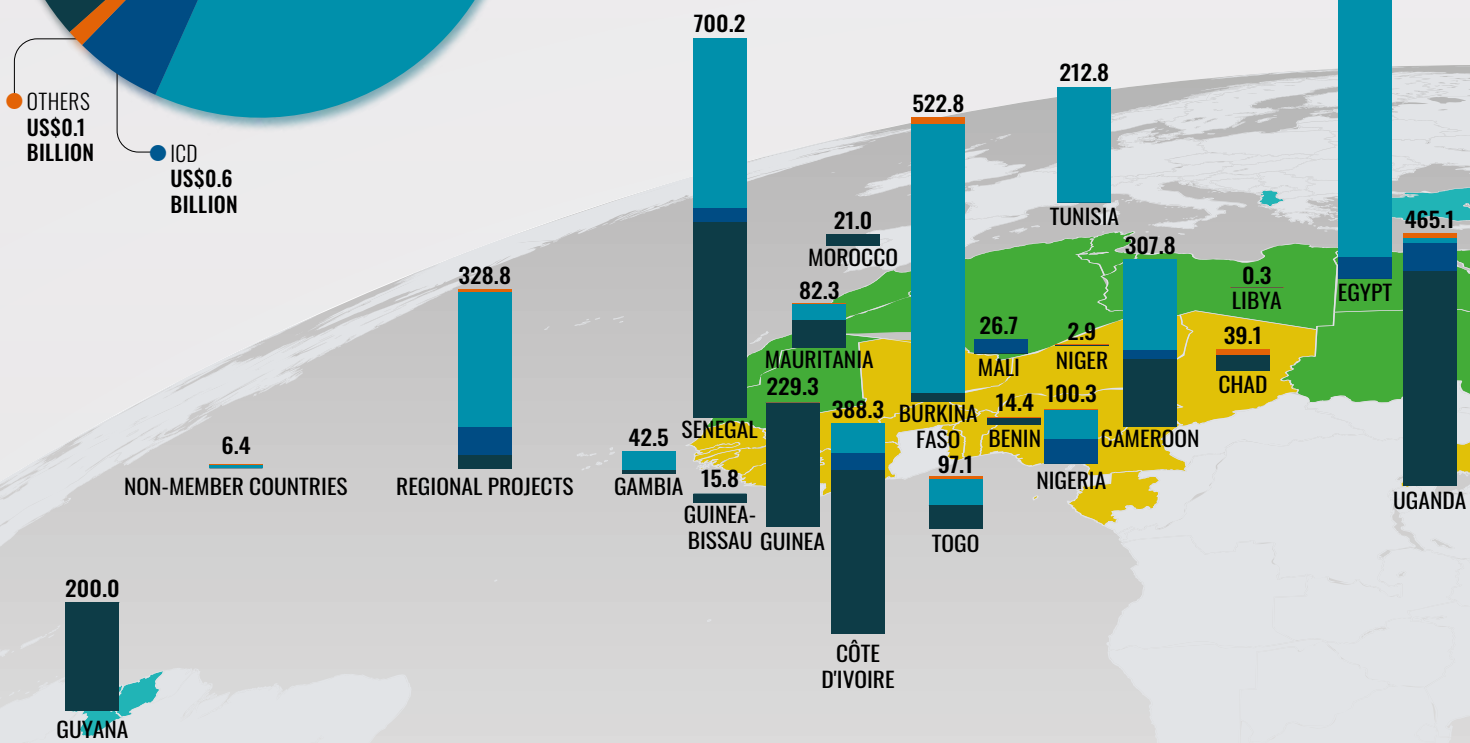


THE REGIONAL DISTRIBUTION OF THE ISDB GROUP APPROVALS HAS REMAINED LARGELY CONSISTENT, TILTING SLIGHTLY TOWARDS SUB-SAHARAN AFRICA AND ASIA, LATIN AMERICA & EUROPE REGIONS IN 2022 DUE TO THE LOOMING FOOD CRISIS.



APPROVALS | ISDB GROUP NET APPROVALS BY COUNTRY AND ENTITY (US\$ MILLION)

KEY  
 ● IsDB ● ITFC  
 ● ICD ● OTHERS





GLOBAL GROWTH IS FORECAST TO DROP TO **3.4%** IN 2022, DOWN FROM 6.3% IN 2021, BEFORE DECREASING FURTHER TO 2.8% IN 2023.

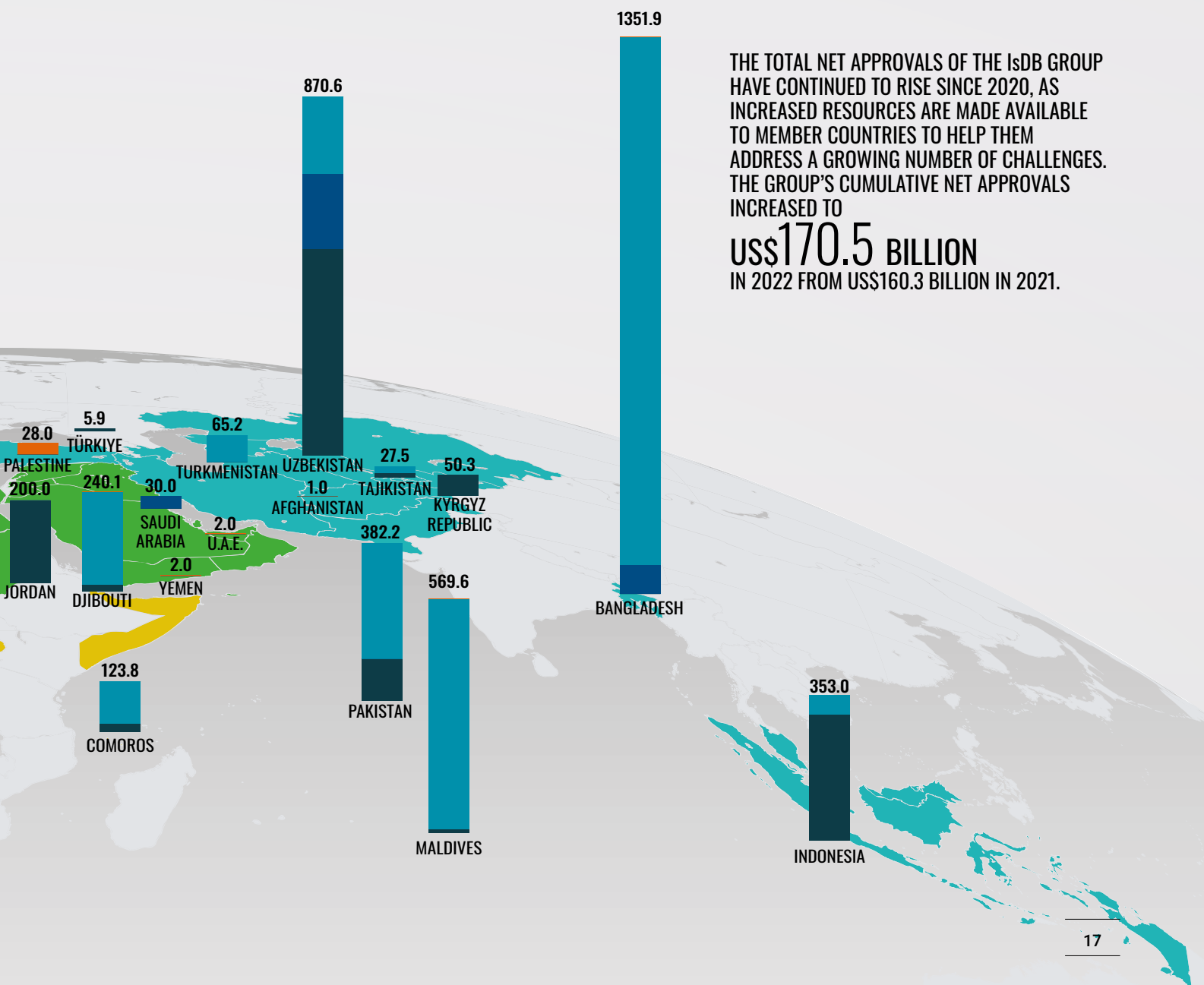
IsDB MCs GROWTH REMAINED SOLID AT **5.5%** IN BOTH 2021 AND 2022.



IsDB MENA MEMBER COUNTRIES ESTIMATED A GDP GROWTH RATE OF **5.9%** IN 2022, UP FROM 4.4% IN 2021.

IsDB ALAE MEMBER COUNTRIES ESTIMATED A GDP GROWTH RATE OF **5.6%** IN 2022, DOWN FROM 6.3% IN 2021.

IsDB SSA MEMBER COUNTRIES ESTIMATED A GDP GROWTH RATE OF **3.9%** IN 2022, DOWN FROM 4.2% IN 2021.



THE TOTAL NET APPROVALS OF THE IsDB GROUP HAVE CONTINUED TO RISE SINCE 2020, AS INCREASED RESOURCES ARE MADE AVAILABLE TO MEMBER COUNTRIES TO HELP THEM ADDRESS A GROWING NUMBER OF CHALLENGES. THE GROUP'S CUMULATIVE NET APPROVALS INCREASED TO

**US\$170.5 BILLION** IN 2022 FROM US\$160.3 BILLION IN 2021.