

# Financing and Funding for Impact in Road Safety

December 2023

Michael Anyala  
Senior Transport Specialist (Road Asset Management)  
ADB

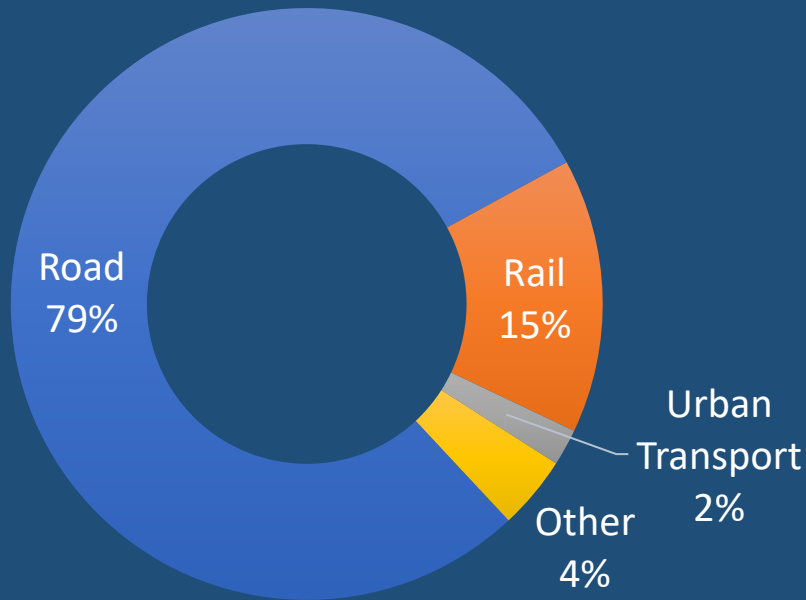


ADB

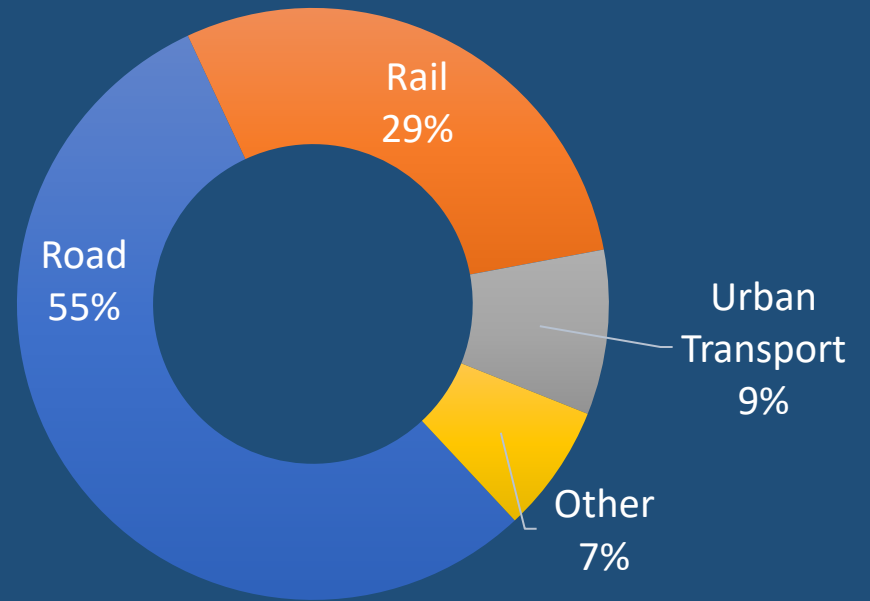
# Climate Change Shift

Transport climate finance of \$5 billion in 2020 **more than doubled to \$10.9 billion** in 2023 and projected to reach \$25 billion by 2030, supported by **significant subsector assistance shift**

### Transport Sector in 2000



### Transport Sector in 2023



# VARIOUS LENDING AND GRANT MODALITIES



Project loan



Financial  
intermediation loan



Policy-based loan



Project readiness  
facility



Sector loan



Emergency  
assistance loan



Sector development  
program



Small expenditure  
financing facility



Multitranche  
financing facility



Results-based loan



PPP standby  
financing facility



Technical assistance

For further reference, see:

<https://www.adb.org/documents/sovereign-lending-grant-modalities-quick-guide><sup>3</sup>



# Policy-Based Loan (PBL)



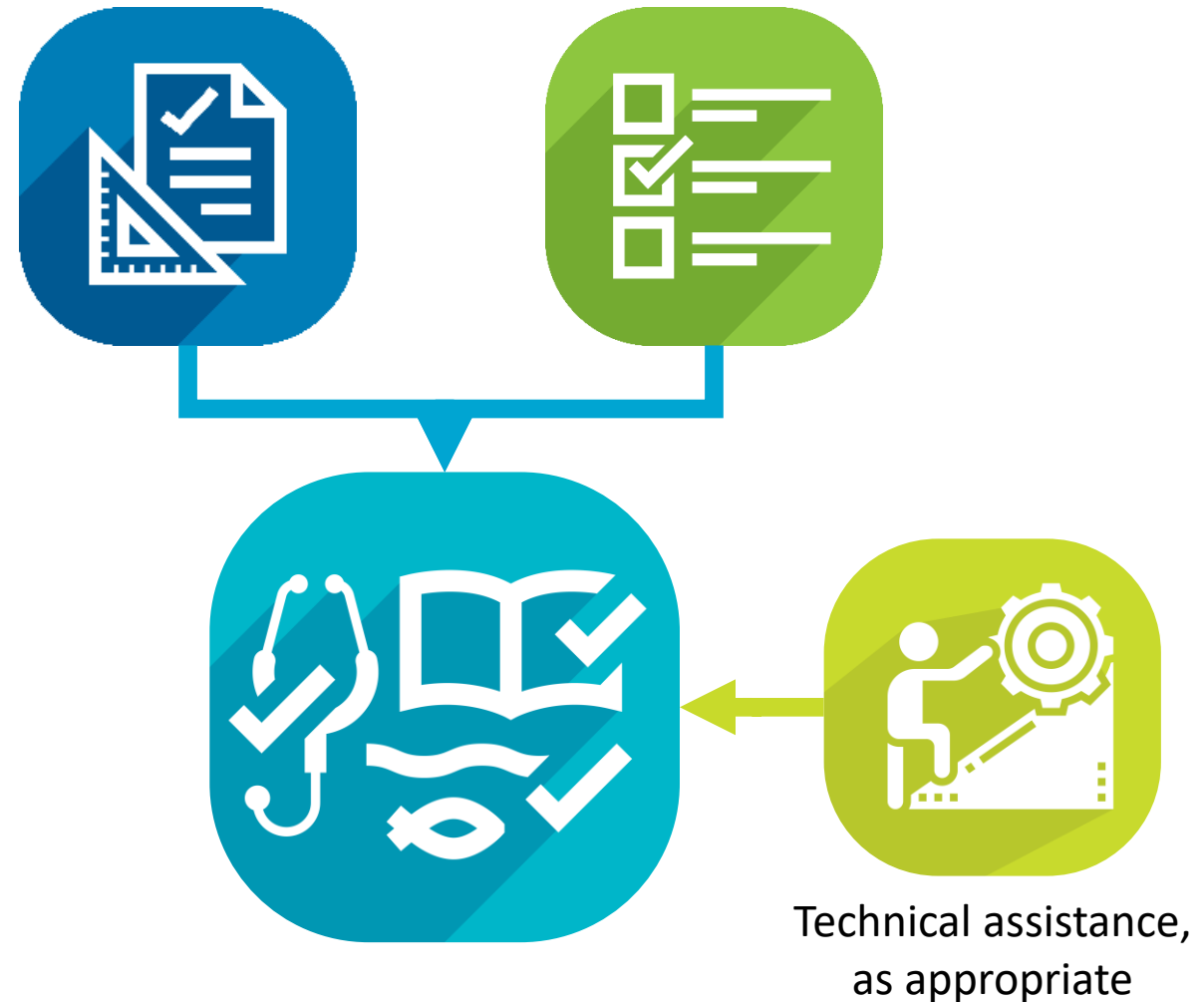
PBL transfers loan amounts to the government's general budget instead of paying for explicit project costs. It supports sectoral and intersectoral development programs that the government is committed to reform.



# Sector Development Program (SDP)

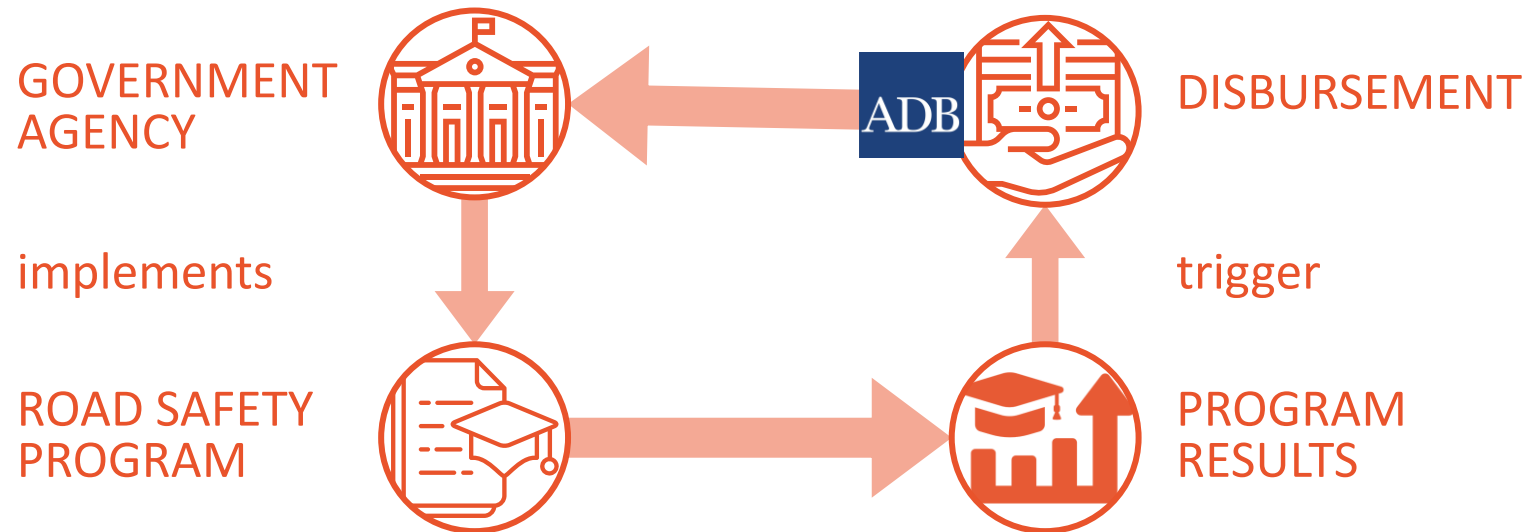
SDP combines a PBL component and investment component in one program.

- Addresses sector needs and development constraints in a comprehensive manner
- Fosters an integrated and long-term approach to sector needs (policies, institutions, and investments) and enhances ADB's leverage for promoting policy and institutional reforms
- Strong commitment to sector reform by the government is essential





# Results-Based Loan (RBL)



RBL supports government-owned programs and the delivery of their intended results, which are defined from the standpoint of beneficiaries. Funds are disbursed when agreed program results are achieved and have been verified.