

DOCUMENT OF THE INTER-AMERICAN INVESTMENT CORPORATION

RESOLUTION CII/AG-3 /23

New Vision and Business Model for
the Inter-American Investment Corporation

WHEREAS,

In the context of their 2021 Annual Meetings, the Boards of Governors of the Inter-American Development Bank (the "IDB") and the Inter-American Investment Corporation ("IDB Invest") (together, the "Boards of Governors") adopted Resolution AG-7/21 and CII/AG-2/21 (the "Barranquilla Resolution"), which mandated the Boards of Executive Directors of the IDB and IDB Invest to direct Management of the IDB and IDB Invest to undertake an in-depth analysis of several subjects significant to the social and economic status of the regional developing member countries, their development challenges, and the strengths and comparative advantages of the IDB and IDB Invest (the "Analytic Work") to be submitted to the Committees of the Boards of Governors along with recommendations for review, discussion or consideration;

In the context of their 2022 Annual Meetings, the Boards of Governors adopted Resolution AG-7/22 and CII-AG-3/22 (the "Washington Resolution"), pursuant to which the IDB Invest Board of Governors mandated the IDB Invest Board of Executive Directors "to direct IDB Invest Management to present a proposal for a new vision and business model for IDB Invest, including an adequate identification of sectoral needs related to the heterogeneity of Latin America and the Caribbean, and the financial, resource, operational and institutional implications" (the "New Vision and Business Model for IDB Invest");

The Washington Resolution further mandated that the proposal referenced above shall be delivered to the IDB and IDB Invest Boards of Executive Directors "for their review, consideration, and recommendations, which may be done jointly as appropriate, to the Committees of the Boards of Governors";

Document CII/CA-214 entitled "Proposal for a New Vision and Business Model for IDB Invest. Summary and Recommendations for Governors," which describes the New Vision and Business Model for IDB Invest, was endorsed by the Board of Executive Directors of IDB Invest and delivered to the Board of Executive Directors of the IDB and, subsequently, to the Committees of the Boards of Governors; and

The IDB Group Institutional Strategy ("Update to the Institutional Strategy. Development Solutions that Reignite Growth and Improve Lives"), approved pursuant to Resolution AG-10/19 and CII/AG-3/19, requires an update that will result in a new IDB Group Institutional Strategy (the "New Institutional Strategy").

THEREFORE,

The Board of Governors of IDB Invest, in accordance with the Agreement Establishing

the Inter-American Investment Corporation,

RESOLVES:

1. To take note of document CII/CA-214 entitled “Proposal for a New Vision and Business Model for IDB Invest. Summary and Recommendations for Governors” and welcome progress made on the development of a New Vision and Business Model for IDB Invest.
2. That the IDB Invest Board of Executive Directors shall direct IDB Invest Management to develop a capitalization proposal and an implementation plan for the New Vision and Business Model for IDB Invest (collectively, the “IDB Invest Proposal”). The IDB Invest Proposal shall take into consideration the financial, resource, operational, and institutional implications for the New Vision and Business Model for IDB Invest, including (a) a continued ambition on strategic priorities such as the social agenda and formal employment creation, cross-cutting issues, and the impact of IDB Invest projects in all regional developing member countries, (b) alternative financial scenarios, (c) the strengthening of governance and synergies with the IDB Group, and (d) the independent review of multilateral development banks’ capital adequacy frameworks commissioned by the G20 countries in 2021 as may be applicable. The IDB Invest Proposal will also incorporate measures to implement the recommendations that may be approved by the Board of Executive Directors from the evaluation of IDB Invest presented by the IDB Office of Evaluation and Oversight in 2023.
3. That the IDB Invest Proposal shall be presented no later than September 30, 2023 for consideration by the IDB Invest Board of Executive Directors. The IDB Invest Board of Executive Directors may decide to elevate the IDB Invest Proposal to the Committee of the Board of Governors of IDB Invest, aiming for a decision by the Board of Governors of IDB Invest by no later than the 2024 Annual Meeting.
4. That the IDB Invest Board of Executive Directors and Management shall work jointly with the IDB Board of Executive Directors and Management to develop a proposal for the New Institutional Strategy. The proposal shall be presented no later than October 31, 2023 for consideration by the IDB and IDB Invest Boards of Executive Directors and shall be elevated to the Committees of the Boards of Governors aiming for a decision by the Boards of Governors by no later than the 2024 Annual Meeting.
5. This Resolution does not constitute a commitment on the part of any country to participate in any potential capital increase of IDB Invest or to approve any recommendation that may be presented to the Board of Executive Directors or Board of Governors of IDB Invest.

(Adopted on 19 March 2023)