

RESOLUTION AG-8/24, CII/AG-6/24 AND MIF/DE-7/24

Multilateral Investment Fund IV

WHEREAS,

On October 17, 2022, the Boards of Governors of the Inter-American Development Bank (the “IDB” or “Bank”) and the Inter-American Investment Corporation (“IDB Invest”) (together, the “Boards of Governors”) adopted Resolution AG-12/22 and CII/AG-4/22, pursuant to which the Boards of Governors acknowledged their commitment to the critical role of the Multilateral Investment Fund (“IDB Lab”) as an integral part of the IDB Group’s value proposition; took note of the pillars of IDB Lab’s future vision and the principles of the multisource funding model, as contemplated in document AB-3331; and mandated that IDB Lab, under the direction of the Donors Committee, develop for consideration of the Donors Committee a proposal for a potential new donor contribution structure, an operational plan for the use of resources under a multi-source funding model, and a detailed outline of IDB Lab’s unique value proposition within the IDB Group;

Progress continues to be made with respect to the payment of pending amounts pertaining to IDB Lab donor country contributions under the Agreement Establishing the Multilateral Investment Fund III;

On March 19, 2023, the Boards of Governors adopted Resolution AG-5/23 and CII/AG-2/23 (the “Panama Resolution”), pursuant to which the Boards of Governors reiterated their commitment to IDB Lab; authorized the start of negotiations with current and prospective donors for the replenishment of IDB Lab and for the terms and conditions of an “Agreement Establishing the Multilateral Investment Fund IV” and an “Agreement for the Administration of the Multilateral Investment Fund IV” (together, the “MIF IV Agreements”) taking into account document AB-3352 and the IDB Lab funding needs identified therein;

The Boards of Governors further mandated in paragraph 3 of the Panama Resolution that IDB “Management, through IDB Lab’s Office, under the direction of the Donors Committee, develop a proposal which shall include a recommendation for donor contributions to IDB Lab, as well as drafts of the MIF IV Agreements.” Furthermore, the IDB Board of Governors mandated in paragraph 5 of the Panama Resolution that IDB “Management develop a proposal for IDB support to IDB Lab, which shall include addressing the option of IDB net income transfers to IDB Lab taking into account document AB-3352 and the IDB Lab funding needs identified therein. As further detailed in said proposal, any such transfer shall be subject to the approval of each transfer by the IDB Board of Governors and any other relevant conditions;”

Pursuant to paragraph 3 of the Panama Resolution, under the direction of the Donors Committee, the IDB through IDB Lab’s Office has prepared the document entitled “The Multilateral Investment Fund IV. Summary for the Boards of Governors of the IDB and IDB Invest”

(GN-3204-2, CII/GN-544-2 and MIF/GN-274-6), which the IDB Board of Executive Directors and the IDB Invest Board of Executive Directors considered on February 21, 2024, and decided to elevate to the Boards of Governors for consideration as document AB-3399, CII/AB-1685 (the “MIF IV Proposal”);

Pursuant to paragraph 5 of the Panama Resolution, IDB Management prepared the document entitled “Strengthening the IDB Group’s Innovation Lab. Proposal for IDB Support to IDB Lab. Revised Version” (GN-3178-1), which outlined the proposal for IDB support to IDB Lab, addressing the possibility of net income transfers, which the IDB Board of Executive Directors considered on October 18, 2023. Subsequently, said proposed income transfers were included as part of the base case scenario in the 2024 “Long-Term Financial Projections (LTFP). Final document. Revised version.” (FN-749-2), which the IDB Board of Executive Directors approved on December 13, 2023. Pursuant to paragraph 5 of the Panama Resolution, said proposed income transfers are included in the MIF IV Proposal; and

The Boards of Governors have considered the MIF IV Proposal,

THEREFORE,

The Boards of Governors, each separately in accordance with the Agreement Establishing the Inter-American Development Bank (the “IDB Charter”) and the Agreement Establishing the Inter-American Investment Corporation (the “IDB Invest Charter”), respectively, and the Donors Committee,

RESOLVE:

1. To reaffirm their commitment to IDB Lab.
2. To take note of the MIF IV Proposal, to approve Sections V and VI and Annexes 1 and 2 thereof, and to instruct and authorize the IDB Board of Executive Directors and IDB Management to take all steps necessary to complete the actions described therein.
3. To approve the terms and conditions of the MIF IV Agreements as contained in the MIF IV Proposal, and to restate the MIF III Agreements as the MIF IV Agreements upon the entry into force of the MIF IV Agreements, at which time all IDB Lab assets and liabilities shall be governed by the MIF IV Agreements.
4. That the President of the Bank, or such representative as he shall designate, shall take all steps necessary to give effect to the MIF IV Agreements.

(Adopted on 10 March 2024)