Donor assistance to the GOI includes bilateral and multilateral development assistance in loans and grants. As of June 30, 2010, the Department of State (DoS) reported $18.10 billion in total donor pledges, including $5.26 billion in grants and $12.84 billion in loans.\(^1\) Donor commitments totaled $11.96 billion—$6.15 billion in grants and $5.81 billion in loans.\(^2\) For an overview of bilateral and multilateral development assistance, see Figure D.1.

**INTERNATIONAL DONOR ASSISTANCE TO THE GOI**

**Figure D.1**

**INTERNATIONAL GRANTS AND LOANS, BY TYPE OF ASSISTANCE, STATUS, AND DONOR**

$ Billions

<table>
<thead>
<tr>
<th>Loans</th>
<th>$4</th>
<th>$3</th>
<th>$2</th>
<th>$1</th>
<th>$0</th>
</tr>
</thead>
<tbody>
<tr>
<td>Bilateral</td>
<td>3.50</td>
<td>3.28</td>
<td>3.00</td>
<td>2.84</td>
<td>2.60</td>
</tr>
<tr>
<td>Multilateral</td>
<td>0.30</td>
<td>0.33</td>
<td>0.33</td>
<td>0.35</td>
<td>0.37</td>
</tr>
<tr>
<td>Total</td>
<td>3.80</td>
<td>3.61</td>
<td>3.33</td>
<td>3.21</td>
<td>3.00</td>
</tr>
</tbody>
</table>

**Grants**

<table>
<thead>
<tr>
<th>$0</th>
<th>$1</th>
<th>$2</th>
</tr>
</thead>
<tbody>
<tr>
<td>Japan</td>
<td>1.21</td>
<td>1.41</td>
</tr>
<tr>
<td>EU</td>
<td>0.71</td>
<td>1.25</td>
</tr>
<tr>
<td>UK</td>
<td>0.68</td>
<td>0.83</td>
</tr>
<tr>
<td>Italy</td>
<td>0.33</td>
<td>0.41</td>
</tr>
<tr>
<td>Korea</td>
<td>0.24</td>
<td>0.30</td>
</tr>
<tr>
<td>Canada</td>
<td>0.14</td>
<td>0.23</td>
</tr>
<tr>
<td>Kuwait</td>
<td>0.13</td>
<td>0.24</td>
</tr>
<tr>
<td>Spain</td>
<td>0.11</td>
<td>0.24</td>
</tr>
<tr>
<td>Saudi Arabia</td>
<td>0.09</td>
<td>0.20</td>
</tr>
<tr>
<td>UAE</td>
<td>0.08</td>
<td>0.22</td>
</tr>
<tr>
<td>Iran</td>
<td>0.11</td>
<td>0.22</td>
</tr>
<tr>
<td>All Other Bilateral</td>
<td>0.62</td>
<td>0.55</td>
</tr>
<tr>
<td>IRFFI</td>
<td>1.85</td>
<td>1.85</td>
</tr>
<tr>
<td>IMF</td>
<td>1.85</td>
<td>1.85</td>
</tr>
<tr>
<td>World Bank</td>
<td>0.90</td>
<td>0.90</td>
</tr>
<tr>
<td>Islamic Development Bank</td>
<td>0.50</td>
<td>0.50</td>
</tr>
</tbody>
</table>

**Status, by Donor**

<table>
<thead>
<tr>
<th>Bilateral</th>
<th>Multilateral</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Committed</td>
<td>11.96</td>
<td>11.96</td>
</tr>
<tr>
<td>Pledged</td>
<td>18.10</td>
<td>18.10</td>
</tr>
</tbody>
</table>

**Status, by Type**

<table>
<thead>
<tr>
<th>Loans</th>
<th>Grants</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Committed</td>
<td>11.96</td>
<td>18.10</td>
</tr>
<tr>
<td>Pledged</td>
<td>11.96</td>
<td>18.10</td>
</tr>
</tbody>
</table>

**Note:** Data not audited. Numbers affected by rounding. Bilateral commitments exclude IRFFI deposits. Amounts may differ from prior quarters due to changes in foreign exchange rates.

**Source:** NEA-I, response to SIGIR data call, 7/13/2010.
International Monetary Fund
On February 24, 2010, the IMF approved a two-year Stand-By Arrangement (SBA) for Iraq totaling $3.64 billion. The approval made $455 million immediately available to Iraq. The SBA was made available due to lower than anticipated oil revenues. The funds are intended to help improve public financial management, increase transparency and accountability in the oil sector, and help reform the banking sector.

World Bank
The World Bank funds several programs to support the GOI in addressing reconstruction needs:

- restoring basic services
- supporting private-sector development
- enhancing social safety nets
- improving public-sector governance

This support for Iraq reconstruction is funded primarily through the World Bank Iraq Trust Fund. WB ITF commitments to the IRFFI total $497 million. The cutoff date for donor’s contributions for the WB ITF was December 31, 2008, and donors have agreed to terminate the fund on December 31, 2013. By this deadline, all WB ITF funding must be disbursed, and all projects will be completed. As of May 31, 2010, the WB ITF has financed 24 projects, four of which have been fully implemented and closed. The remaining 20 projects are currently under implementation.

The World Bank has provided assistance to Iraq to develop social services through its International Development Association (IDA). Five IDA loans have been approved for Iraq, totaling $508.5 million. For the status of these projects, see Table D.1.

In May, the World Bank released the second $250 million tranche of its Development Policy Loan for Iraq in support of the World Bank’s reform program, which focuses on public financial management, financial sector reform, and poverty reduction through reforms of social safety-net mechanisms. In April, a team of World Bank specialists launched a capacity-building program

Multilateral Development Assistance
As of June 30, 2010, $3.67 billion in multilateral assistance has been committed to Iraq. Multilateral development assistance includes loan commitments and pledges from the World Bank, International Monetary Fund (IMF), and Islamic Development Bank (IDB), as well as the International Reconstruction Fund Facility for Iraq (IRFFI) grants funded by donor deposits.

International Reconstruction Fund Facility for Iraq
The IRFFI was launched in 2004 to help donor nations channel their resources and coordinate support for reconstruction and development in Iraq. The facility comprises the World Bank Iraq Trust Fund (WB ITF) and the United Nations Development Group Iraq Trust Fund (UNDG ITF.) New IRFFI projects must start by the end of 2010; project completions and disbursements are to take place no later than December 31, 2013. As of June 30, 2010, 25 IRFFI donors, including the United States, had committed $1.86 billion for Iraq reconstruction. The largest IRFFI contributors are the European Commission ($774 million in IRFFI deposits), Japan ($492 million), and the United Kingdom ($127 million).

International Development Associates (IDA)
As of June 30, 2010, $3.67 billion in multilateral assistance had been committed to Iraq. The largest international (non-U.S.) donors include Japan, which has committed $4.49 billion through grants and loans, and the European Commission (EC), which has committed $0.71 billion through grants. During the quarter, Japan committed an additional $109.4 million in humanitarian assistance, and Italy doubled its commitments to $300 million.

Bilateral Development Assistance
As of June 30, 2010, $8.28 billion in bilateral assistance had been committed to Iraq. The largest international (non-U.S.) donors include Japan, which has committed $4.49 billion through grants and loans, and the European Commission (EC), which has committed $0.71 billion through grants. During the quarter, Japan committed an additional $109.4 million in humanitarian assistance, and Italy doubled its commitments to $300 million.
Fund and will go to support activities overseen by the UN Assistance Mission for Iraq (UNAMI).21

**Sources for International Donor Information**

SIGIR continues to note the challenges in reporting on international contributions to Iraq reconstruction. As Iraq shifts to normalized relations with the international community, the United States is less able to track international funding. Efforts by international donors now focus on helping Iraq sustain its progress. While some donors continue to support Iraq with technical assistance, economic development projects, and project financing, others are focusing on building relationships based on conventional trade and investment.22

The Department of State’s Bureau of Near Eastern Affairs-Iraq (NEA-I) does not expect substantial

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**Table D.1**

<table>
<thead>
<tr>
<th>World Bank IDA Loans</th>
<th>$ Millions</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Project Name</strong></td>
<td><strong>Project Amount</strong></td>
</tr>
<tr>
<td>Third Emergency Education</td>
<td>100.0</td>
</tr>
<tr>
<td>Emergency Road Reconstruction</td>
<td>135.0</td>
</tr>
<tr>
<td>Dokan and Derbandikhan Hydropower</td>
<td>40.0</td>
</tr>
<tr>
<td>Emergency Electricity</td>
<td>124.0</td>
</tr>
<tr>
<td>Emergency Water Supply</td>
<td>109.5</td>
</tr>
</tbody>
</table>


For Iraqi officials from the Ministries of Labor and Social Affairs, Education, and Municipalities and Public Works, as well as the National Board of Pensions and Baghdad city government. The program aims to enhance their knowledge and skills for more effective implementation of development projects.16

**United Nations**

UNDG ITF commitments to the IRFFI total $1.36 billion.27 The UNDG ITF has approved 176 joint projects totaling $1.29 billion, leaving $112 million to be committed to new projects.18 The cutoff date for donor contributions for the UNDG ITF was June 30, 2009; any funds that are not committed to a specific project by December 31, 2010, will be returned.19 To meet this requirement, the UN agreed that no new projects would be approved after June 30, 2010.20 Any remaining UN funds will be deposited in the UN’s general Multilateral Donor Trust Fund and will go to support activities overseen by the UN Assistance Mission for Iraq (UNAMI).21
additional increases in donor commitments for Iraq reconstruction.\textsuperscript{23}

Department of State
NEA-I provides SIGIR with quarterly updates on international pledge and commitment figures from donor countries and international organizations.

Development Assistance Database
The Development Assistance Database (DAD) was established to serve as a reliable and credible source of information on donor contributions for the reconstruction, economic recovery, and socio-economic development of Iraq.\textsuperscript{24} However, there is no standard reporting requirement for donors to provide data and no set time frame for updates to the DAD to be completed. Thus, comparing DoS donor pledge figures to data available in the DAD does not provide an accurate or complete picture of the status of donor support.

Table D.3
Donor Projects by Sector
\begin{tabular}{lcc}
\hline
\textbf{Sector} & \textbf{Committed} & \textbf{Disbursed} \\
\hline
Agriculture, Food, and Fishing & 395.52 & 189.53 \\
Economic Development & 203.07 & 67.71 \\
Education, Science, and Culture & 371.01 & 280.91 \\
Energy & 37.85 & 29.02 \\
Enterprise and Industry & 15.00 & 10.39 \\
Environment & 324.37 & 227.48 \\
Governance and Democracy Development & 608.36 & 424.39 \\
Health & 614.05 & 493.49 \\
Housing, Labor, and Social Affairs & 357.17 & 256.62 \\
Infrastructure & 1,077.27 & 755.92 \\
Security & 231.14 & 190.87 \\
Unallocated & 15.60 & 5.31 \\
Unspecified/Unclassified & 116.78 & 78.94 \\
\hline
Total & 4,367.20 & 3,010.58 \\
\hline
\end{tabular}

Note: Data not formally reviewed, audited, or verified. Numbers affected by rounding. Data excludes U.S.-funded projects.


Table D.2
Snapshot of Top Donor-funded Projects
\begin{tabular}{lccc}
\hline
\textbf{Donor} & \textbf{Project Cost} & \textbf{Title} & \textbf{Project Implementation Status} & \textbf{Sector (Traditional Classification)} \\
\hline
Sweden, World Bank & 150.0 & Electricity reconstruction project (Rehabilitation of units 2 & 3 of HARTHA power station) & Ongoing & Infrastructure \\
Italy & 128.8 & Soft Loan for the implementation of an Aid Program for Rebuilding Iraq’s Agricultural Sector and Promoting the Related Services & Ongoing & Agriculture, Food, and Fishing \\
World Bank Iraq Trust Fund & 120.0 & Irrigation and Drainage Schemes Rehabilitation and Water Resources Management Program & Ongoing & Agriculture, Food, and Fishing \\
Japan & 118.7 & Construction of a Diesel Power Station (60 MW) in Al-Samawa & Ongoing & Infrastructure \\
World Bank Iraq Trust Fund & 110.0 & Emergency Water, Sanitation, and Urban Reconstruction Project & Ongoing & Environment; Housing, Labor, and Social Affairs \\
World Bank & 100.0 & Construction of New School Buildings & Not Started & Education, Science, and Culture \\
Japan & 72.2 & Supply and Installation of Units Mobile Substations & Completed & Infrastructure \\
Japan & 68.4 & Project for Rehabilitation of Four General Hospitals in the Northern Region of Iraq & Completed & Health \\
Japan & 66.2 & Rehabilitation of Taji Gas Turbine Power Station & Completed & Infrastructure \\
Japan & 65.0 & Project for Improvement of Trunk Communications Network & Completed & Infrastructure \\
\hline
\end{tabular}

Note: Data not formally reviewed, audited, or verified. Numbers affected by rounding. Data excludes U.S.-funded projects.

As of July 12, 2010, the DAD reported total commitments of $6.03 billion and disbursements of $3.02 billion. For an overview of Iraqi donor spending reported in the DAD, see Table D.2 and Table D.3.

The inconsistent nature of DAD reporting requirements has resulted in significant differences between figures reported by NEA-I and DAD. For a breakdown of these differences, including committed, pledged, and disbursed amounts, see Figure D.2.
Endnotes

1 NEA-I, response to SIGIR data call, 7/13/2010.
2 NEA-I, response to SIGIR data call, 7/13/2010.
3 NEA-I, response to SIGIR data call, 7/13/2010.
4 NEA-I, response to SIGIR data call, 7/13/2010.
5 NEA-I, response to SIGIR data call, 7/13/2010.
6 NEA-I, response to SIGIR data call, 7/13/2010.
7 NEA-I, response to SIGIR data call, 7/13/2010.
9 NEA-I, response to SIGIR data call, 7/13/2010.
16 NEA-I, response to SIGIR data call, 7/13/2010.
18 UN Security Council, Report to the Secretary-General pursuant to Paragraph 6 of Resolution 1883 (2009), 5/14/2010, p. 9.
22 NEA-I, response to SIGIR data call, 7/2/2009.
23 NEA-I, response to SIGIR data call, 7/13/2009.