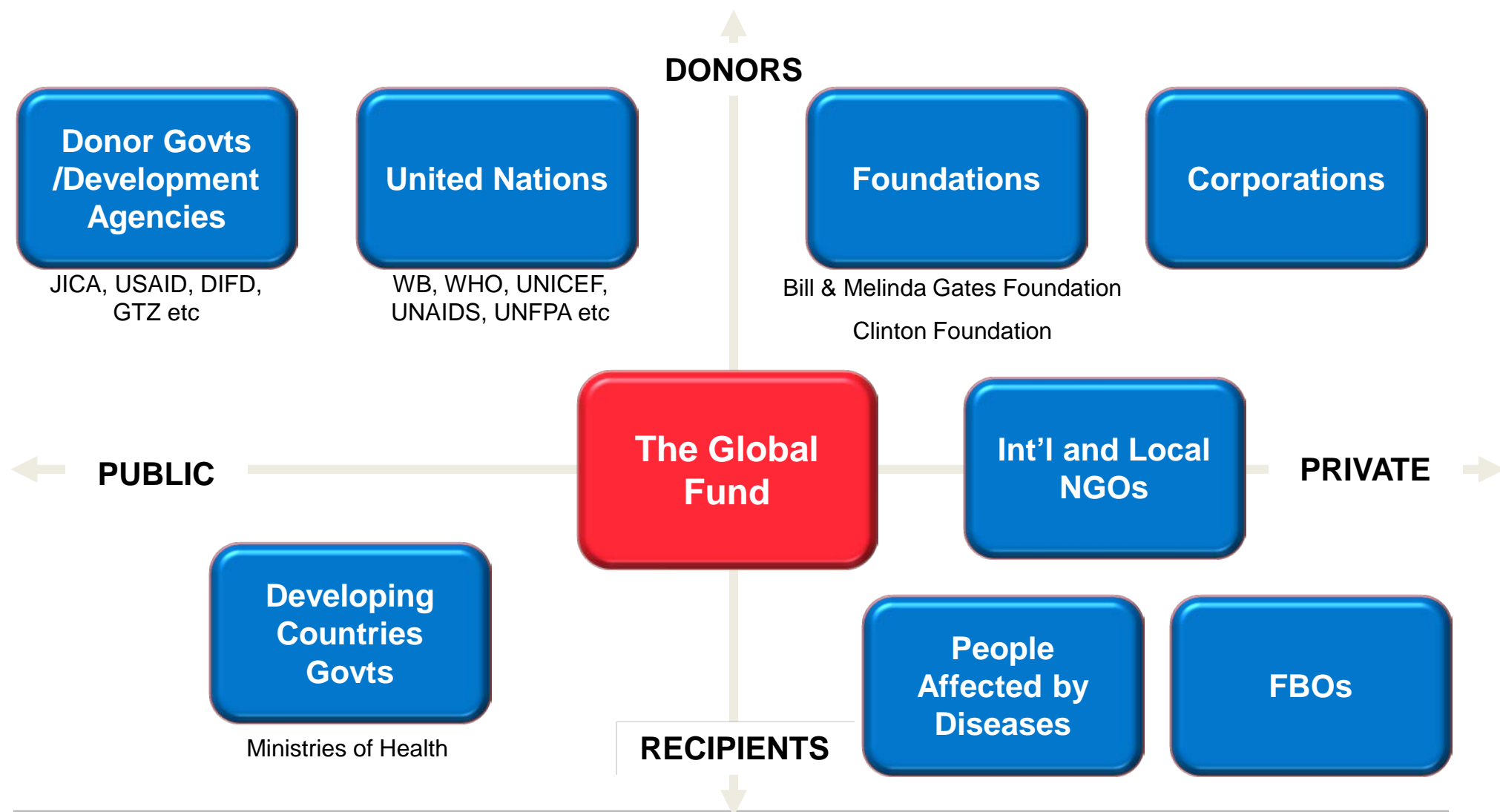


The Global Fund New Funding Model

June 2014

The Global Fund: A Unique Public Private Partnership



The Global Fund Strategy 2012-2016: “Investing for impact”

Vision

A world free of the burden of HIV/AIDS, tuberculosis and malaria with better health for all

Mission

To attract, manage and disburse additional resources to make a sustainable and significant contribution in the fight against AIDS, tuberculosis and malaria in countries in need, and contributing to poverty reduction as part of the MDGs

Guiding principles

- Being a financing instrument
- Partnership
- Good value for money
- Additionality
- Integrated, balanced approach
- Effectiveness and efficiency
- Sustainability
- Promoting human right to health
- Transparency and accountability
- Country ownership
- Performance-based funding
- Multi-sectoral engagement

Goals

- 10 million lives saved* over 2012-2016
- 140-180 million new infections prevented over 2012-2016

Strategic objectives

1. Invest more strategically

2. Evolve the funding model

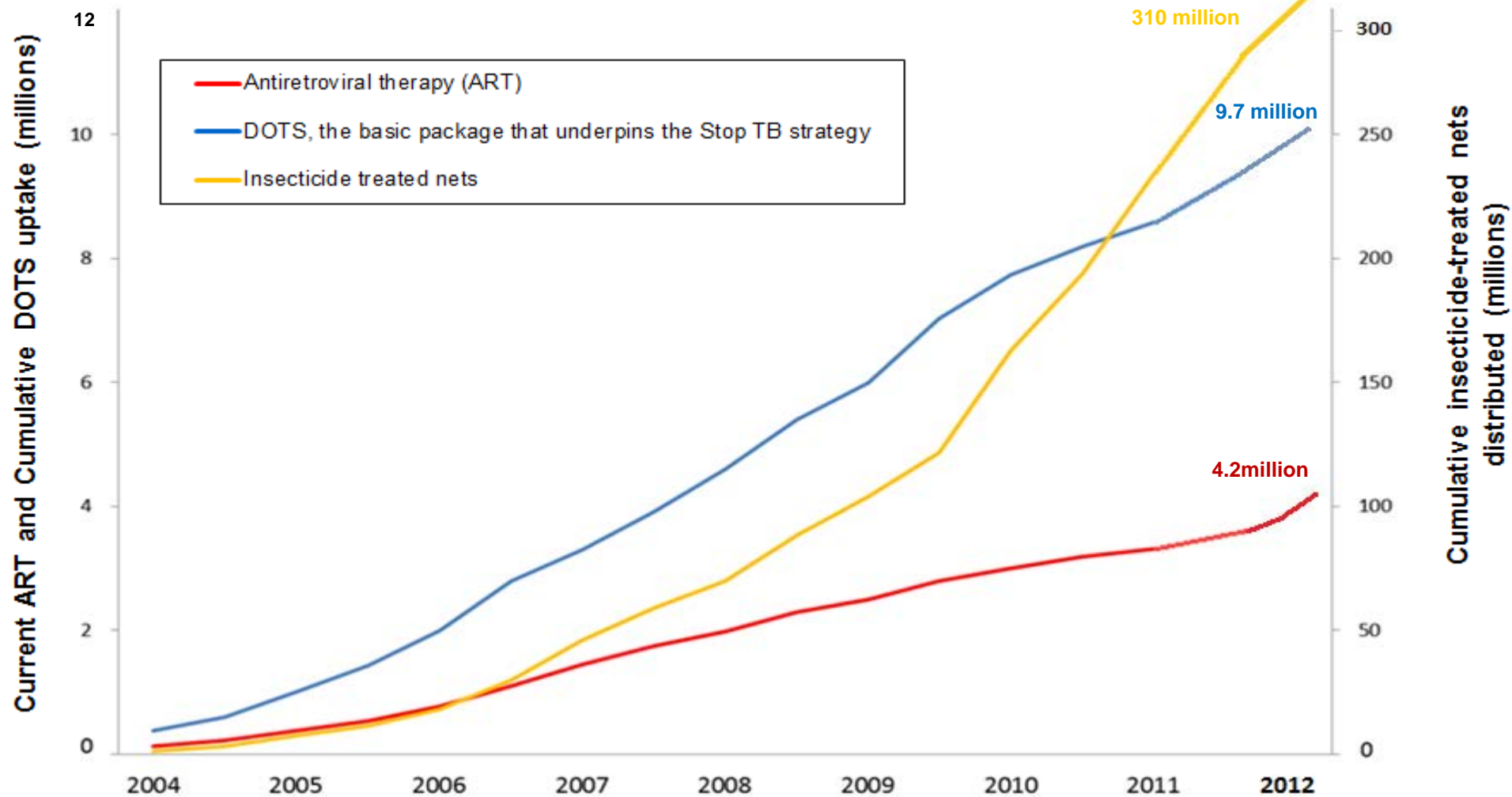
3. Actively support grant implementation success

4. Promote and protect human rights

5. Sustain the gains, mobilize resources

* Based on impact of provision of ART, DOTS and LLINs using methodology agreed with partners.

1. Impact of the Global Fund (2004 - 2012)



Source: Global Fund Grant Data

Principles of the Global Fund new funding model

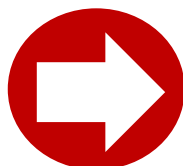
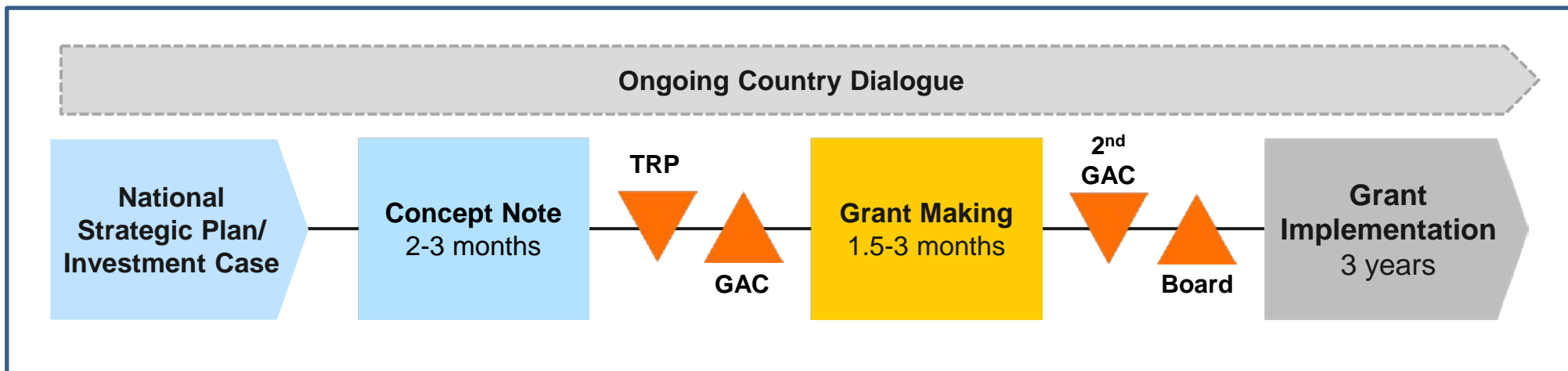


The new funding model has been designed to bring the **Global Fund strategy of “investing for impact”** to life. The new model will improve the way the Global Fund assesses, approves, disburses and monitors grants.

Principles of the new funding model

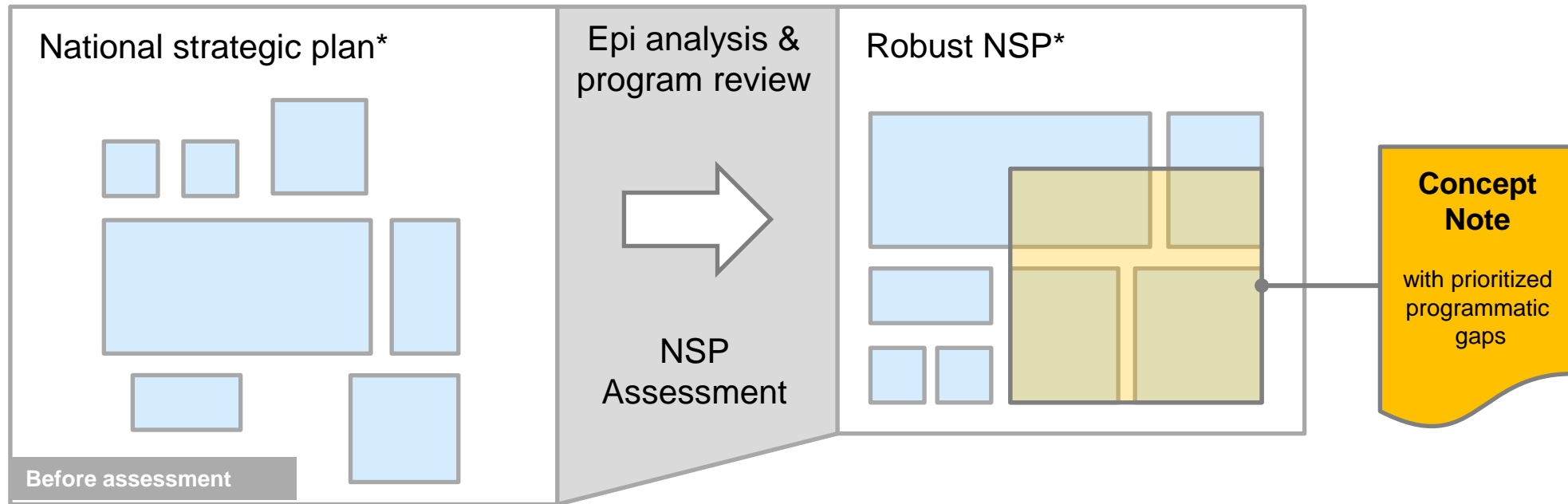
- **Bigger impact:** focus on countries with the highest disease burden and lowest ability to pay, while keeping the portfolio global
- **Predictable funding:** process and financing levels become more predictable, with higher success rate of applications
- **Ambitious vision:** ability to elicit full expressions of demand and reward ambition
- **Flexible timing:** in line with country schedules, context, and priorities
- **More streamlined:** for both implementers and the Global Fund

Global Fund new funding model cycle



**Countries can apply anytime in 2014-2016 –
identify now when funds are needed for each disease
Grant funds will run to the next replenishment in 2017 at least**

National strategic plans (NSPs): The basis for Global Fund funding

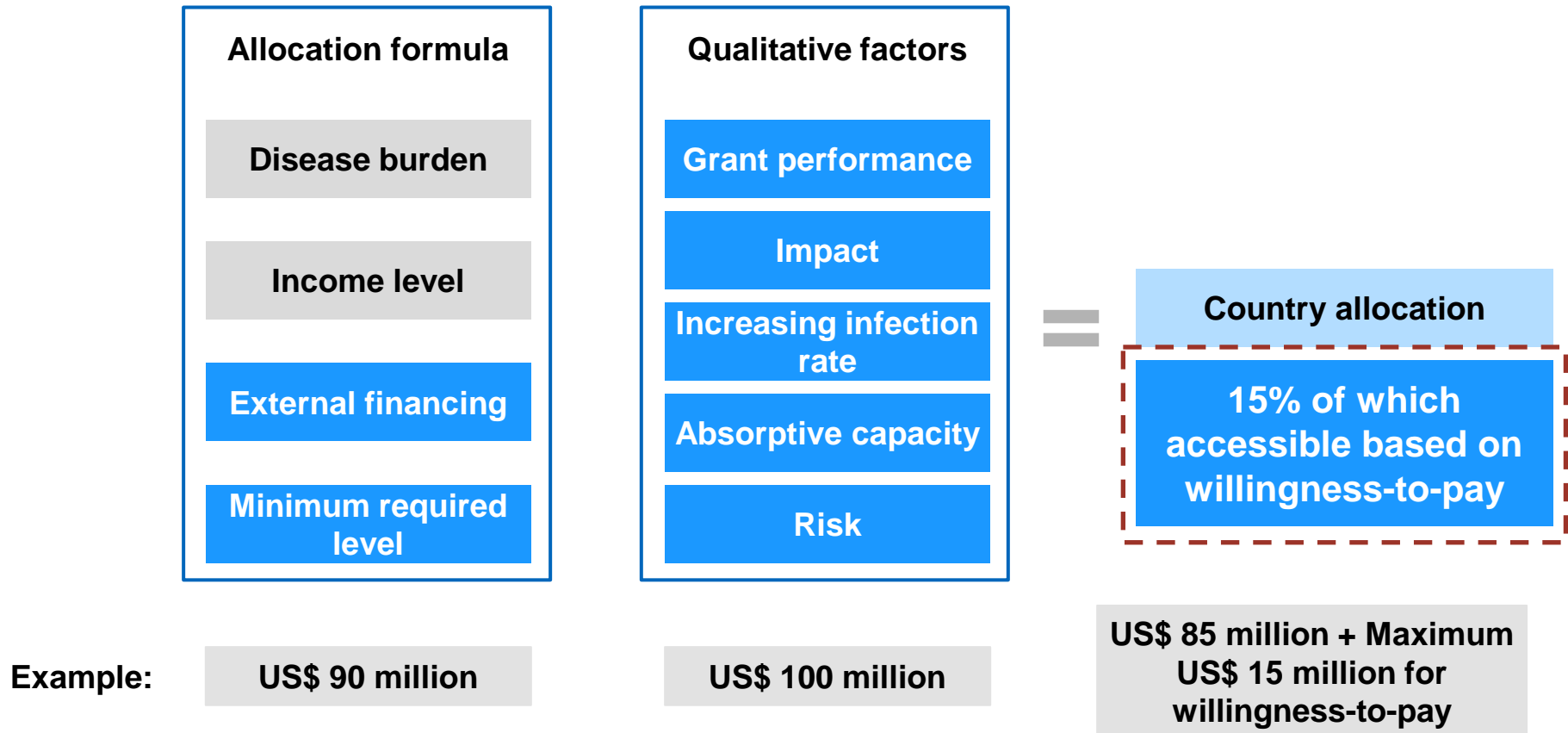


Grant funds may be reprogrammed to support NSP development, especially data strengthening.

* or investment case

The Global Fund Allocation: Approach

The allocation amount, as communicated by the Global Fund, includes 15% that is only accessible based on additional government investments.

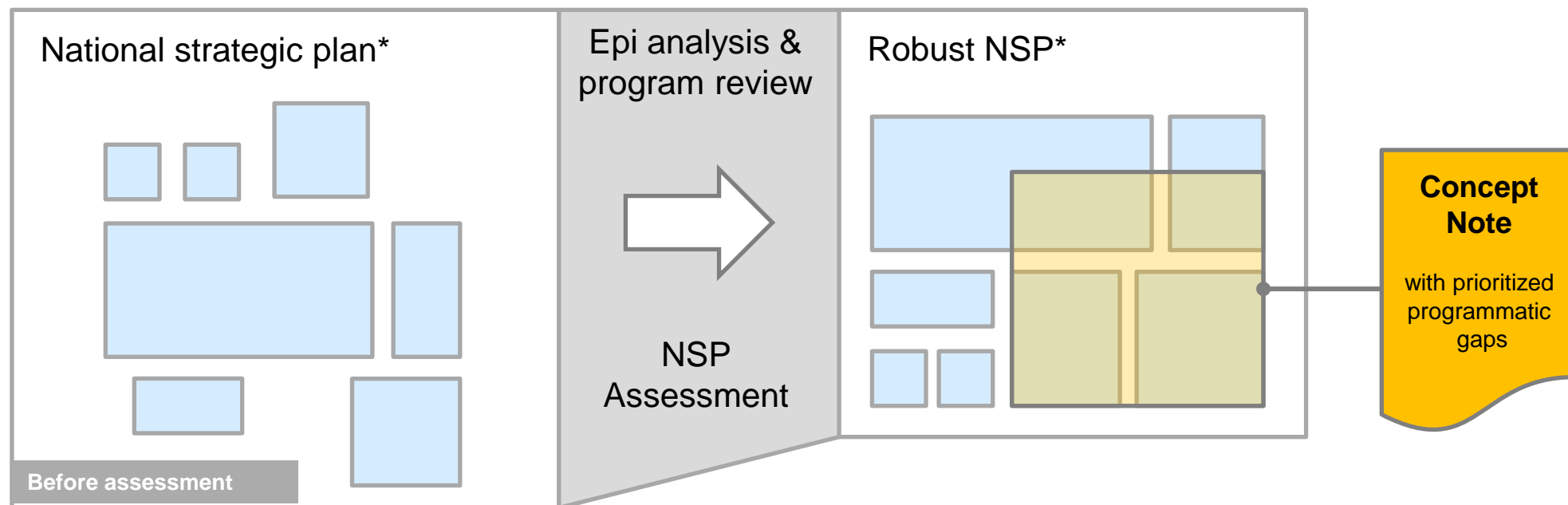


The Global Fund Allocation for Nigeria

Disease Component	Existing Funding (US\$)	Additional Funding (US\$)	Total Allocation as of 1 January 2014 (US\$)
HIV	243,341,872*	234,043,479	477,385,351
Tuberculosis	42,802,070	117,737,008	160,539,078
Malaria	183,228,856	316,261,563	499,490,420
Total	469,372,798	668,042,050	1,137,414,849

15% of the total allocation is available only when willingness-to-pay/increase in funding for health over the coming years is demonstrated.

National strategic plans (NSPs): The basis for Global Fund funding

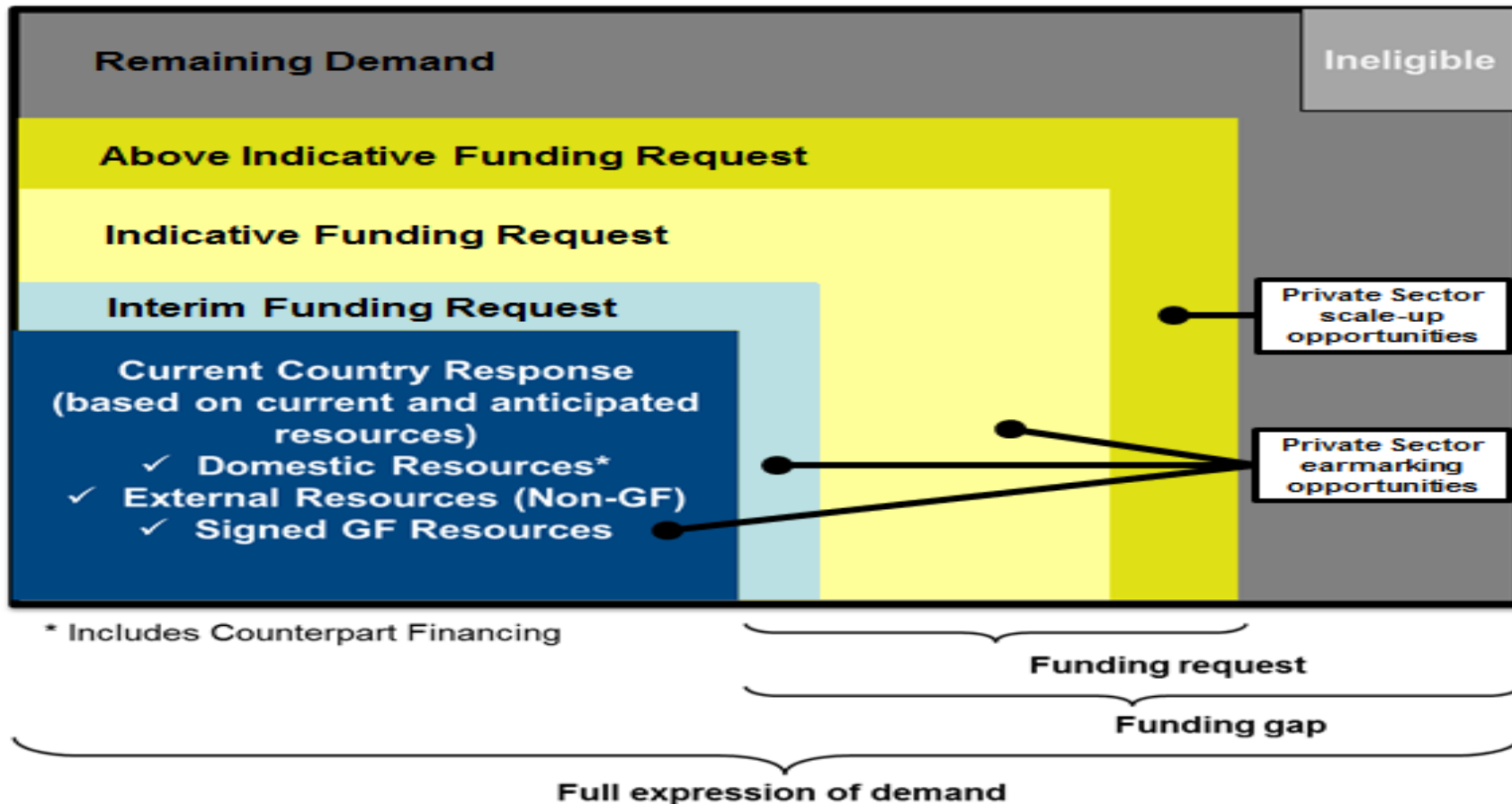


Grant funds may be reprogrammed to support NSP development, especially data strengthening.

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Private Sector opportunities to support Nigeria

The New Funding Model sets opportunities to more effectively engage the private sector and non-traditional public sources and attract additional financial contributions to support specific priorities of our implementing countries.



The Business Case for Action

The private sector has a big stake in the fight against AIDS, TB and malaria epidemics. Engaging in this fight affects their business in different ways through:

- Higher productivity
- Lower costs
- Higher profits and return on investment
- Stronger relationship with local communities and credibility with governments
- Greater public Corporate Social Responsibility visibility

Businesses have proven to be an effective partner; by using their comparative advantages they can mobilize:

- **Social investment** - Support programs by contributing resources, expertise and other in-kind contributions.
- **Core business operations and value chains** – Introduce health-related programs in the workplace, upstream supply chain, customer networks, and among peer industry groups
- **Public advocacy and policy dialogue**

- 
- Greater **RESOURCES**
 - Higher **EFFICIENCY**
 - Broader **REACH**

Current Partnerships

