



## Statistics for the SDGs - global indicators



Name of the indicator	10.b.1 Total resource flows for development, disaggregated by recipient and donor countries and type of flow (e.g. official development assistance, foreign direct investment and other flows)
Sustainable Development Goal	Goal 10. Reduce inequalities
Target	10.b Encourage official development assistance and financial flows, including foreign direct investment, to States where the need is greatest, in particular least developed countries, African countries, small island developing States and landlocked developing countries, in accordance with their national plans and programmes
Definition	The sum of flow official development assistance (ODA) and sum of outflow of capital from Polish foreign direct investments (FDI), expressed in mln PLN.
Unit	mln USD (current prices)
Available dimensions	total, type of flow (official development assistance and foreign direct investment), countries by income groups
	Official Development Assistance (ODA) comprises grants and loans that are provided by government agencies or international organizations to promote the economic development and welfare of developing countries. In order for loans to qualify as ODA, they need to comprise a grant element of at least:
	45% of the total amount for LDCs and other LICs (calculated at the discount rate of 9 %),
	15% for LMICs (calculated at the discount rate of 7%),
	10% for UMICs (calculated at the discount rate of 6%).
	ODA also <b>includes</b> technical assistance that aims at developing human resources and raising qualifications as well as technical and productive capacity of the developing countries. Technical assistance consists in, i. a., conveying knowledge and experience in the form of training, sending experts and commencing research and/ or covering its resultant cost.
	No military equipment or services are reportable as ODA.
	Moreover, it is also required that a partner country benefitting from assistance is on the OECD DAC (Development Assistance Committee) list of ODA recipients.
	Depending on the form of its realisation, development assistance might be distinguished into:
	<b>bilateral assistance</b> which is undertaken by the donor country directly in the partner country or by an international organisation as earmarked contribution to the partner country or as a contribution for a specific programme/ fund managed by the organisation,
	multilateral assistance which is provided as a contribution to the general budgets of international organisations whose list is updated annually by the OECD-DAC Secretariat.
Methodological explanations	Official Development Assistance in Poland is provided in accordance with the Development Cooperation Act of 16th September 2011 (Journal of Laws of 2011, No 234, item 1386). Polish development cooperation is based on the Multiannual Development Cooperation Programme, developed for a minimum period of four years. In accordance with the document, the development cooperation includes all the actions undertaken by the government administrative bodies in order to provide the developing countries with development assistance and humanitarian aid as well as the implementation of educational actions for raising awareness and better understanding of global issues and interdependencies.



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The development cooperation in Poland is coordinated by the Ministry of Foreign Affairs that has devised Multiannual Development Cooperation Programme for 2021-2030 in accordance with which the focus of Polish development cooperation has been placed on selected max. 10 Eastern Partnership countries as well as African, Asian and Middle East countries. "Development cooperation plan in 2021" specifies priority geographical coverage to: Belarus, Georgia, Moldova, Ukraine, Lebanon, Palestine, Ethiopia, Kenya, Senegal and Tanzania.

Polish development cooperation serves the following thematic priorities: peace, justice and strong institutions, equal chances (education, decent work, entrepreneurship, reduced inequalities, sustainable cities), health, climate and natural resources (clear water and sanitation, forests and biodiversity, renewable energy resources), in alignment with sustainable development goals (16, 4, 8, 10, 3, 6, 11 and 13). Activities included in the programme are financed with the resources from the Ministry of Foreign Affairs Republic of Poland from target reserve of the state budget, designed for the development cooperation, and from the funds of other ministries.

**Foreign direct investment** is, in another way, capital flows across national borders involving the purchase of an existing enterprise or creation of a new company by a foreign investor, which means that the foreign investor becomes a co-owner or owner of the enterprise operating in the given country. Foreign direct investment is a longterm cooperation, which is a reflection of the lasting interest of the investor.

Investments are financial assets, real estates or intangible fixed assets, which are not used by the given unit, but have been acquired in order to achieve economic benefits. They mean the expenses incurred for increasing the stock of productive capital, which unit has. Direct investment reflects long-term investment of an organization owned by a resident of one economy (direct investor) in an organization owned by a resident of other economy (direct investment company) and includes transactions between the two.

(+) signifies Polish capital outflows abroad(-) signifies the withdrawal of Polish capital from abroad

Data source	Ministry of Foreign Affairs Republic of Poland / National Bank of Poland
Data availability	Annual data; since 2010.
	Until 2017, DAC OECD methodology for data collection in Creditor Reporting System allowed for marking the sector of support only for bilateral flows. Therefore, the indicator did not cover expenditures within multilateral assistance in the form of contributions to the general budgets of international organisations also working in the area of official assistance.
Notes	Since 2018, the leading ODA indicator has been presented as a grant equivalent including only the grant element multiplied by the value of a given flow. As a result, there is no differentiation into net and gross ODA. Additionally, some methodological activities are being conducted to incorporate other flows into ODA, such as mobilised amount of money by the public sector from the private sector instruments. Furthermore, an alternative to ODA, TOSSD (Total Official Support for Sustainable Development) is being developed as an instrument for measuring means for SDGs implementation.

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