### **RWANDA**

Extreme poverty (defined in notes) rates in Rwanda have plateaued since 2010 at around 60%. The distribution of income remains unequal, with the poorest 20% of the population holding 5% of total income.

- · ODA is the largest inflow of international resources, followed by FDI, which accounts for 26% of the total
- · Government expenditure per person in 2015 was around PPP\$500, which is among the 30 lowest amounts in the world
- IDA, the US and the UK together accounted for almost 60% of ODA to Rwanda in 2015

#### Overview

HOW MANY OF THE POOREST 20% OF PEOPLE GLOBALLY LIVE IN RWANDA?

8.2m

WHAT RESOURCES
ARE AVAILABLE?
Domestic public
US\$1.4bn

International US\$1.8bn

HOW MUCH DOES THE GOVERNMENT SPEND PER PERSON?

PPP\$**526** 

See Notes

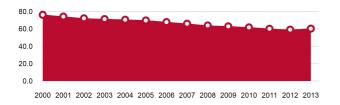
HOW DEEP IS POVERTY?

**24**%

Depth of poverty

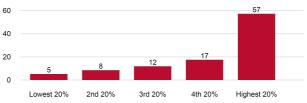
## Since 2010 poverty rates have remained relatively constant at around 60%

% of population living on under \$1.90 per day



## The poorest 20% of the population has 5.2% of total income

2013, share of income by quintile of population

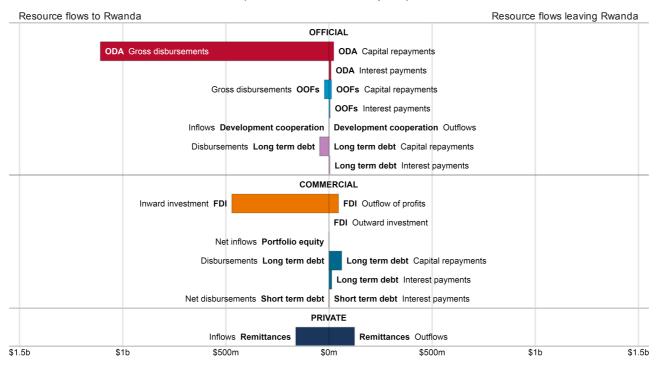


#### Average GDP per capita: US\$697 (2015)

#### Resource flows to and from Rwanda

### ODA accounts for 61% of all international resource inflows; remittances represent 41% of all outflows

2015, international resource inflows and outflows (US\$ billions, constant 2015 prices)



Notes: We define extreme poverty as measured using the 2011PPP\$1.90 extreme poverty line. Purchasing power parity (PPP) prices are the rate at which a country's currency would have to be converted into that of another country to buy the same amount of goods and services in each country. PPPs are constructed by comparing the cost of a common basket of goods in different countries. Depth of poverty is a measure of the average gap in incomes for people living below the poverty line spread across the population of the whole country, expressed as a percentage of the PPP\$1.90 a day poverty line. Poverty data in the overview boxes is for the year 2013. 'Domestic public resources available' refers to the total non-grant revenue either collected or projected to be collected by the government in the financial year 2015. Data on 'international resources available' also refers to the year 2015. Data on government spending per person is expressed in 2015 PPP\$, as estimated by the IMF, and refers to the year 2015 or most recent year prior. Acronyms: GDP: gross domestic product; IDA: International Development Association; IMF: International Monetary Fund; ODA: official development assistance; UK: United Kingdom; US: United States.

#### **Government finance**

External grants, both budget support and project focused, account for 24% of total revenue, down from over 50% in 2010. Concessional finance forms the majority of government financing. Capital expenditure makes up over 40% of government spending, nearly 40% of which is externally funded.

#### Direct taxes make up 41% of total tax collected

2016, latest year of actual revenue (US\$ billions, constant 2015 prices)

Total Revenue And Grants 100% of total   US\$2bn	Grants 24% of total   US\$544m	Budget Support Grants 13% of total   US\$298m	Global Fund 5% of fotal   US5902m
			Other 9% of total   US\$196m
		Project Grants 11% of total   US\$246m	
	Revenue 76% of total   US\$2bn	Non-Tax Revenue 11% of total   US\$242m	Payments For Peacekeeping Operations 8% of total   US\$179m
		Tax Revenue 65% of total   US\$1bn	Taxes On Goods And Services 33% of total   US\$743m
			International Trade Taxes FW of total   US\$122m
			Direct Taxes 26% of total   US\$592m

### External finance is provided in a similar mix of budgetary and project loans

2016, latest year of actual financing (US\$ billions, constant 2015 prices)

Financing 100% of total   US\$356m	Net External Finance 93% of total   US\$330m	Amortization -7% of total (USE-26m	
		Drawings 100% of total   US\$355m	Project Loans 43% of total   US\$153m
			Budget Support 57% of total   US\$202m
	Financing Gap -11% of total   US\$-37m		
	Net Domestic Finance 18% of total   US\$63m	Nonbank Financing 18% of total   US\$64m	

#### Interest payments only account for 3% of government expenditure

2016, latest year of actual expenditure (US\$ billions, constant 2015 prices)

Total Expenditure 100% of total   US\$3bn	Capital Expenditure 41% of total   US\$1bn	Domestically Financed 25% of total   US\$651m	
		Externally Financed 16% of total   US\$399m	
	Net Lending 5% of total   US\$129m		
	Recurrent Expenditure 54% of total   US\$1bn	Transfer Payments 18% of total   US\$450m	
		Goods And Services 10% of total   US\$263m	
		Peacekeeping Operations And Demobilization 9% of total   US\$232m	
		Wages And Salaries 14% of total   US\$353m	

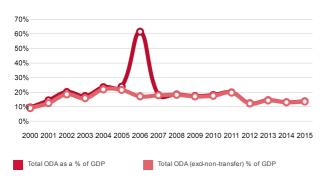
Notes: Year of data refers to the fiscal year 2016 running from July to June. The pink boxes represent negative values, typically showing repayments of loans under financing. Some labels have been omitted from these visualisations; for these, and those that are too small to read, please refer to the online country profile page on the Development Data Hub. For the specific source information see here: https://github.com/devinit/digital-platform/blob/master/user-data/domestic/csv/domestic-sources.csv

#### ODA

ODA disbursements to Rwanda totalled US\$1.1 billion in 2015, a 16% increase from 2014 levels. The latest available data on ODA per poor person shows an increase of 18% over the previous year. Health, other social services and agriculture and food security receive the most aid by sector. IDA, the US and the UK are the largest three 2015 donors to Rwanda. Around two-thirds of ODA to Rwanda was disbursed in the form of cash, of which 37% was grants and 30% was loans and equity. Significant levels of the latter were from IDA.

# In 2015, ODA as a percentage of GDP only marginally increased from its 2014 level

Gross ODA % of GDP



## After decreasing in 2014, ODA per poor person increased to US\$164 in 2015

ODA per person living under \$1.90 a day



### Most ODA (37%) is in the form of grants; a further 30% is delivered as loans and equity

2015, gross disbursements

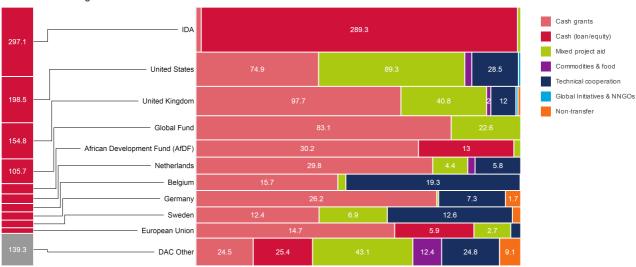


Note: NNGOs, Northern non-governmental organisations.

# 40% of ODA from the largest ten donors is in the form of grants; IDA provides almost all its ODA as loans and equity

2015, US\$ millions, gross disbursements

Aid from the ten largest donors



Note: ODA is equivalent to 0.48% of GDP in all developing countries and 2.8% in sub-Saharan Africa in 2015. ODA per capita is equivalent to US\$44 in sub-Saharan Africa. Acronyms: NNGOs: northern non-governmental organisations.

### What is aid spent on?

# Cash grants dominate as aid delivery modality in several major sectors, including agriculture and food security and health

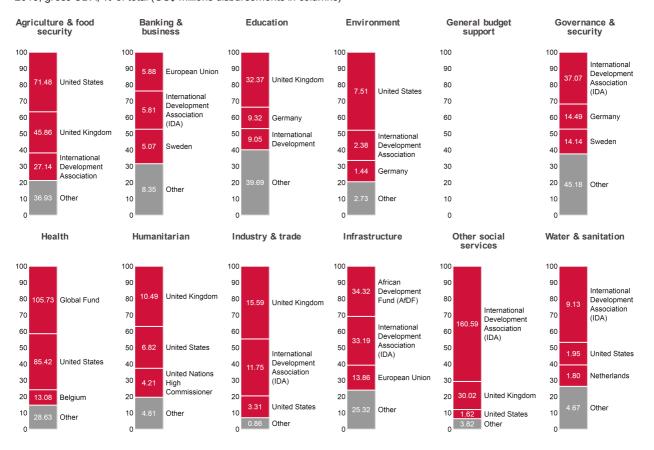
2015, US\$ millions, gross disbursements

Total aid by sector



# The UK provides over a third of education ODA, 40% of humanitarian assistance and 49% of industry and trade ODA

2015, gross ODA, % of total (US\$ millions disbursements in columns)



Notes: Data is from the OECD Development Assistance Committee (ODA and other official flows data), the World Bank (long-term debt, remittances, gross national income (GNI) and poverty), the UN Conference on Trade and Development (FDI), IMF article IV publications (domestic revenue and expenditure). Other official flows (OOFs) are typically loans that are either not sufficiently concessional to count as ODA, or are mainly in support of commercial objectives, such as donor exports. All data in US\$ is in 2015 prices. 'Other' sector aid includes multisector ODA, administrative costs, support for refugees in the donor country and unallocated or unspecified ODA. Acronyms: OECD: Organisation for Economic Co-operation and Development.