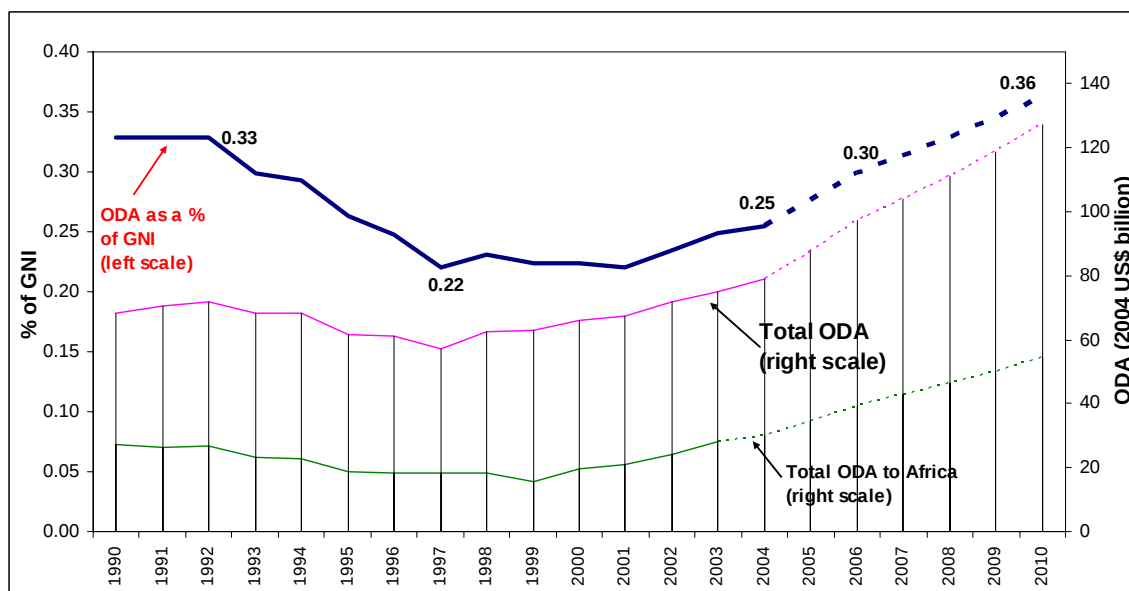


DAC Members' net ODA 1990 - 2004 and DAC Secretariat simulations of net ODA to 2006 and 2010



On the assumption that the major OECD donors deliver on their public statements, the latest simulation by the DAC Secretariat indicates that Official Development Assistance from the main OECD donors will increase by USD dollars 50 billion in round numbers.

This would take ODA from a little under USD 80 billion in 2004 to approaching USD 130 billion in 2010.

The sharpest percentage increase is likely to be in Africa, to the tune of an additional USD 25 billion, taking the level of aid to that continent alone to around USD 50 billion in 2010. Already, several OECD countries have announced that they will double their own aid to Africa over the next few years.

In other words we can expect to see the largest expansion in ODA as measured by the OECD DAC since the committee was formed in 1960, even though as a proportion of Gross National Income, the level in 2010 (0.36% for OECD DAC members as a whole) remains well below the level of over 0.50% achieved in the early years of the Committee's existence.

These figures are impressive, but they do need to be treated with some caution. For many donors they imply that aid will be perhaps the most rapidly rising element of public spending year after year. Given the pressures on public budgets in many OECD countries, delivering such increases will be a challenge.

OECD-DAC Secretariat Simulation of DAC Members' Net ODA Volumes in 2006 and 2010

In constant 2004 US\$ million

The data below are not forecasts, but Secretariat projections based on public announcements by member countries of the OECD's Development Assistance Committee (DAC). The key figures from such announcements are shown as "Assumptions". To calculate net ODA and ODA/GNI ratios requires projections for GNI for 2006 and 2010. For 2006 the projections of real growth for each country are taken from the *OECD Economic Outlook* No. 77 (May 2005) Annex Table 1. For the period 2006-10, real annual GNI growth of 2% is assumed for all countries. While calculations have been discussed at technical level with national authorities, the **DAC Secretariat is responsible for the methodology and the final published results.**

20 September 2005

15 September 2009

Country	2004		Assumptions	2006				2010			
	Net ODA (provisional)	ODA/GNI		Net ODA	ODA/GNI	Real change in ODA compared with 2004		Net ODA	ODA/GNI	Real change in ODA compared with 2004	
						(\$ m)	Per cent			(\$ m)	Per cent
Austria	678	0.23%	0.33% in 2006 and 0.51% in 2010	1 000	0.33%	322	48%	1 673	0.51%	995	147%
Belgium ¹	1 463	0.41%	0.7% in 2010	1 815	0.49%	351	24%	2 807	0.70%	1 344	92%
Denmark	2 037	0.85%	Minimum 0.8%	2 037	0.81%	0	0%	2 185	0.80%	148	7%
Finland ^{1 2}	655	0.35%	0.44% in 2007 and 0.7% in 2010	797	0.41%	141	22%	1 475	0.70%	820	125%
France ¹	8 475	0.42%	0.5% in 2007 and 0.7% in 2012	9 877	0.47%	1 403	17%	13 885	0.61%	5 410	64%
Germany	7 534	0.28%	0.33% in 2006 and 0.51% in 2010	9 271	0.33%	1 737	23%	15 509	0.51%	7 975	106%
Greece	465	0.23%	0.33% in 2006 and 0.51% in 2010	715	0.33%	251	54%	1 196	0.51%	732	158%
Ireland	586	0.39%	0.5% in 2007 and 0.7% in 2012	731	0.44%	146	25%	1 072	0.60%	486	83%
Italy	2 462	0.15%	0.33% in 2006 and 0.51% in 2010	5 537	0.33%	3 075	125%	9 262	0.51%	6 801	276%
Luxembourg ¹	241	0.85%	1% in 2009	275	0.91%	34	14%	327	1.00%	87	36%
Netherlands	4 235	0.74%	Minimum 0.8% ⁷	4 801	0.82%	567	13%	5 070	0.80%	836	20%
Portugal ³	1 031	0.63%	0.33% in 2006 and 0.51% in 2010	558	0.33%	- 474	-46%	933	0.51%	- 98	-10%
Spain ^{1 2}	2 547	0.26%	0.5% in 2008 and 0.7% in 2012	3 446	0.33%	899	35%	6 687	0.59%	4 140	163%
Sweden	2 722	0.78%	1% in 2006	3 719	1.00%	997	37%	4 025	1.00%	1 303	48%
United Kingdom ^{1 2}	7 836	0.36%	0.47% in 2007-08 and 0.7% in 2013	9 553	0.42%	1 716	22%	14 525	0.59%	6 689	85%
EU Members, Total	42 966	0.35%		54 132	0.43%	11 166	26%	80 633	0.59%	37 667	88%
Australia	1 465	0.25%	0.36% in 2010	1 768	0.28%	303	21%	2 460	0.36%	995	68%
Canada	2 537	0.26%	8% annual increase until 2010	2 959	0.29%	422	17%	4 026	0.36%	1 489	59%
Japan ⁴	8 859	0.19%	See footnote 4	9 859	0.20%	1 000	11%	11 859	0.22%	3 000	34%
New Zealand	210	0.23%	0.27% in 2005-06 and 0.28% in 2007-08	262	0.27%	51	24%	294	0.28%	84	40%
Norway	2 200	0.87%	1% over 2006-09	2 657	1.00%	458	21%	2 876	1.00%	677	31%
Switzerland ⁵	1 545	0.41%	See footnote 5	1 596	0.41%	51	3%	1 728	0.41%	183	12%
United States ⁶	18 999	0.16%	See footnote 6	24 000	0.19%	5 001	26%	24 000	0.18%	5 001	26%
DAC Members, Total	78 780	0.25%		97 233	0.30%	18 453	23%	127 876	0.36%	49 096	62%

¹ ODA/GNI ratios interpolated between 2004 and year target scheduled to be attained.

² Finland aim to achieve 0.7% by 2010 'subject to economic circumstances'; Spain aim for a minimum of 0.5% by 2008, with the intention then to aim for 0.7% by 2012; the UK has announced a timetable to reach 0.7% by 2013.

³ Portugal's ODA in 2004 was above trend due to an exceptional debt relief operation for Angola.

⁴ Japan intends to increase its ODA volume by \$10 billion in aggregate over the next five years (2005 - 2009) compared to its net ODA in 2004. The Secretariat's estimate assumes \$1 billion extra in 2006 and \$3 billion extra in 2010.

⁵ Switzerland's ODA will increase by 8% in nominal terms from 2005 to 2008. A new goal will be determined for the following years. The Secretariat's estimate assumes maintenance of 0.41% of GNI in 2006 and 2010.

⁶ Secretariat estimate based on 2004 ODA plus \$5 billion per annum to cover the Gleneagles G8 commitments on increased aid to Africa, Millennium Challenge Account, and initiatives on HIV/AIDS, malaria and humanitarian aid.

⁷ The Netherlands' ODA in 2004 was below its target, as India repaid all its outstanding Dutch aid loans. The Netherlands intends to maintain its target of 0.8% of GNI, on average, over the period 2004-07.