



External financing instruments and outermost regions

Heading VI - EUCO

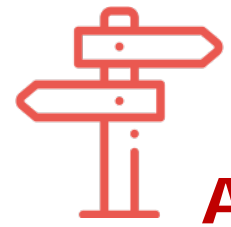
HEADING VI: Neighbourhood and the world	Amounts (billion euro in 2018 prices)
Neighbourhood, Development and International Cooperation Instrument	70.800
Instrument for Pre-accession assistance	12.565
Humanitarian aid	9.760
Common Foreign and Security Policy	2.375
Overseas countries and territories including Greenland	0.444
Other and Margin	2.475
Total	98.419
European Peace Facility	5.00

NDICI - A policy tool for cooperation with third countries

- **Policy framework:** SDGs, Global Strategy, new Consensus, reviewed ENP
- **Top political priorities:**
 - Neighbourhood, Africa, Western Balkans, countries most in need (LDC, fragile countries);
 - Security, migration, climate and human rights.
- A level of at least **92% of DAC-ability** has been set for the whole instrument (article 3) – NDICI should contribute to the collective Union objective of providing 0.7% GNI as ODA /0.2% for LDCs
- EDF **budgetised**

OAD - A policy tool for cooperation with OCTs

- A dedicated envelope that covers cooperation with all OCTs.



Legal framework for cooperation with outermost regions

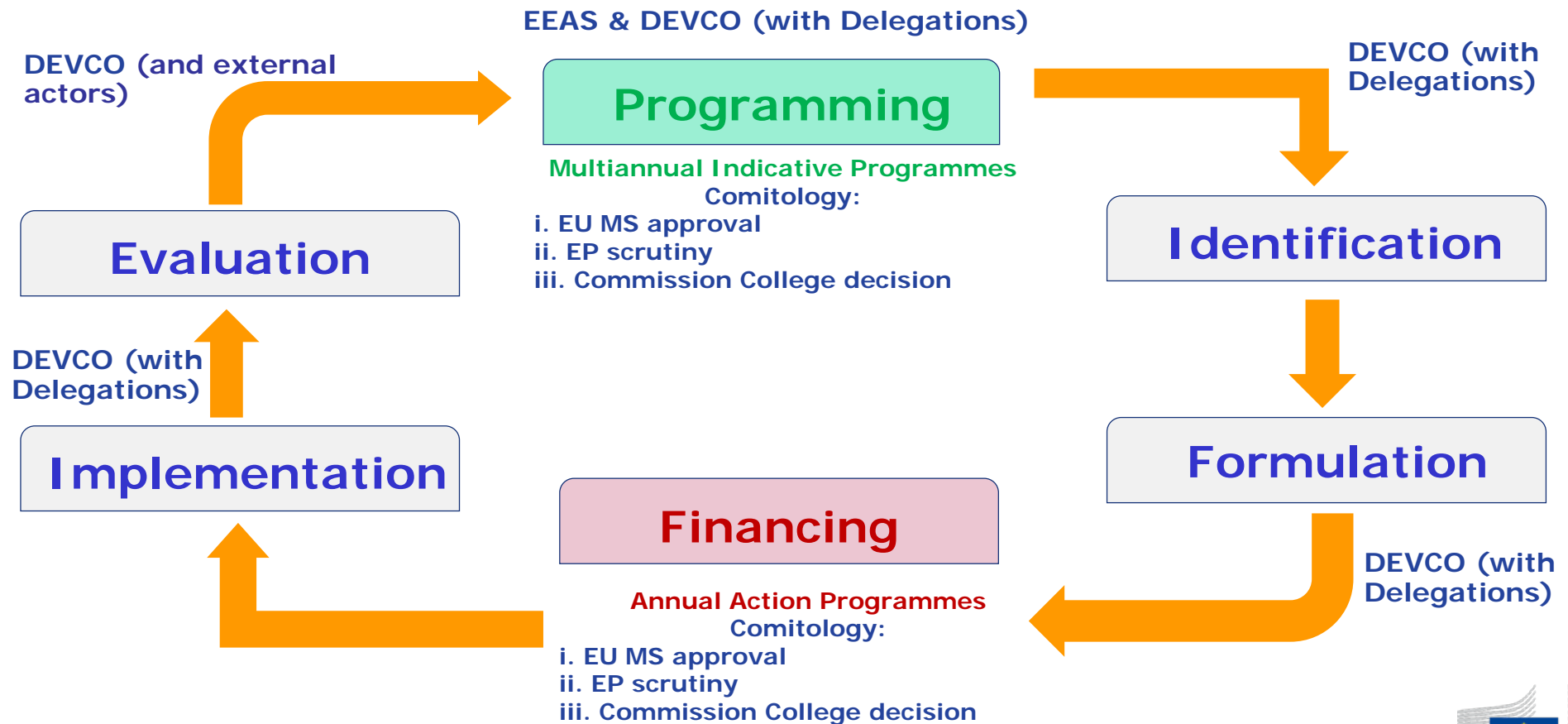
Article 33 (2) NDICI:

- A « clause passerelle » OCT/ETC allows **extending the material scope** to actions implemented by countries, regions or other entities under NDICI, OCT decision, or ETC regulation;
- Depending on the **nature and circumstances of the action/programme** (e.g. choice of the managing entity), some “ETC Reg” funds may be transferred to NDICI regional/intra-regional programmes covering also OR managed by “our entities” under the NDICI rules or NDICI funds may be transferred to ETC programmes covering also NDICI countries under the ETC Regulation.
- **Reciprocity and proportionality**

Article 82.2 OAD – Intra-regional cooperation:

- detailed reference to ‘intra-regional’ cooperation between OCTs and their neighbors – which includes the ORs –will promote this type of cooperation that has not materialized in the past;
- for the first time a ring-fenced envelope of **15M€**
- **proportionate co-funding** from the non-OCT partners;

The project cycle



Programming

- **Definition:** Process through which **the EU**, on the basis of the broad objectives and principles laid down in the external financing instruments, **defines its medium and long-term cooperation priorities** - usually covering the whole Multi-annual Financial Framework period.
- **Content:** through an inclusive process involving a dialogue with partner countries, civil society organisations, private sector, other donors (in particular Member States), **the Commission** defines its **objectives, priorities and indicative allocations** per country/region and thematic programme. It also establishes **results and indicators** (with baseline and targets) against which the effectiveness of Commission intervention will be measured.
- **Outcome:** Multi-annual **indicative programme (MIP)**. Under the lead of the Commissioner in charge of International Partnership / Neighbourhood and Enlargement, this document is prepared jointly between the EEAS and DEVCO/NEAR for its adoption by the Commission following the comitology process.

Programming

- **Annual action plans**: On the basis of MIPs, specific (financing) decisions are adopted on **how these MIPs will be implemented**: through which actions, which method of implementation (grants, procurement, budget support, blending, etc.), which yearly amount, expected results and timeline; these are prepared by DEVCO/NEAR and adopted by the Commission following comitology. **The specific modalities to be applied with regards to ETC programmes under discussion.**
 - **OCT programmes**: will have a single MIP and a single Action Document for the 7-year period. (Can be revised, if deemed necessary, on an ad hoc basis.)
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- **2021-27 programming exercise**: should be launched early October 2020 with the **approval of programming guidelines** and should be finalised with the **adoption of the MIPs** as soon as possible in spring 2021.

NDICI – OAD and outermost regions

- It is important to focus on the ‘**what**’ and look for opportunities for **joint OR-NDICI or joint OR-OCT programmes** under
- the **regional or intra-regional programmes** under NDICI
- the dedicated envelope for **intra-regional cooperation** / traditional **regional or territorial** programmes under the OAD

* For geographical reasons, possible joint cooperation with ORs will be focused on the Caribbean. Possible ‘competition’ to ORs in the Caribbean may come from former UK OCTs which, as third countries, will also be eligible to cooperate with OCTs under the intra-regional cooperation envelope of the OAD.

* For the Pacific OCTs, Greenland and St Pierre-et-Miquelon, intra-regional opportunities may emerge but not with ORs for geographical reasons; they will be with ACP or third countries.