



international providers should contribute their fair share, supported by specific commitments. The international public finance commitment should be comprehensive, giving the full picture to the poorest countries on what they can expect from all providers.

- It is important to think about the role of international public finance in the current and future global context. Its relative importance has fallen in recent years in many countries, and on average it now only comprises a small proportion of total available financing, specifically in many MICs. It remains important in the poorest countries, especially LDCs. The most concessional international public financial flows, notably grants, should be rebalanced towards those countries most in need, including those in situations of fragility, while respecting the aid effectiveness principles.
- The level of concessionality of international public financing should also take into account the countries' level of socioeconomic development, their capacities and capabilities, and their abilities to attract financing from private sources while bearing in mind MICs specific challenges.
- A comprehensive approach to tackling sustainable development challenges, which maximises the synergies between all sources of finance, is important. All international public finance should underpin sustainable development in all its dimensions- supporting the achievement of multiple objectives through the same financing flow. We should avoid unhelpful separation of public international financing for different pillars of the global sustainable development agenda, as all financing needs to support progress comprehensively.

**ii) Aid and development effectiveness; improving coherence of the international**

### **iii) Innovative mechanisms of financing**

- Innovative approaches to financing offer an important way of maximising the availability and impact of development finance, by identifying new financing sources, mechanisms and instruments. In particular, innovative approaches to financing can use public financing to help generate new financing flows, help catalyse private investment and market financing, as well as maximising the impact of existing public and private funds.
- Currently, work is ongoing on options for innovative sources of financing for development, including in various forums, such as the Leading Group on Innovative Financing for Development. T. The post-