



MILLENNIUM
CHALLENGE CORPORATION

UNITED STATES OF AMERICA

MCC is an innovative foreign assistance program designed to
“reduce poverty through sustainable economic growth”



MCC links greater contributions from developed nations to greater responsibility from developing nations

MCC is managed by a Chief Executive Officer and a public-private Board of Directors comprised of:

- MCC CEO
- Secretary of State
- Secretary of the Treasury
- U.S. Trade Representative
- USAID Administrator
- Individuals from the private sector

MCC Core Principles



1. Sound governance, economic and social policies:

- To countries who can use assistance effectively
- Spur private investment and increased trade, the real engines of growth

2. Country ownership:

- Increases responsibility
- Builds capacity
- Yields better results

3. Clear objectives and measurement of results:

- Increase accountability
- Contribute to development success

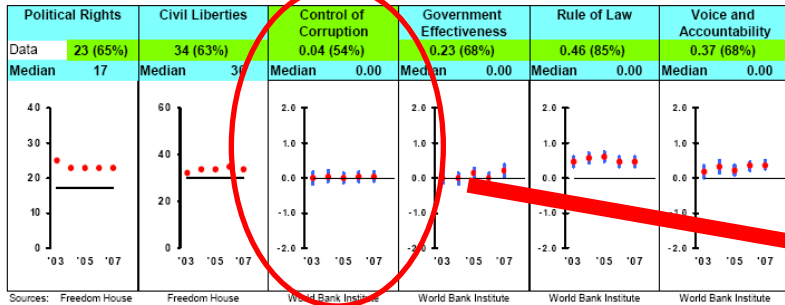
Policies Matter – Annual Competition

Country Scorecards

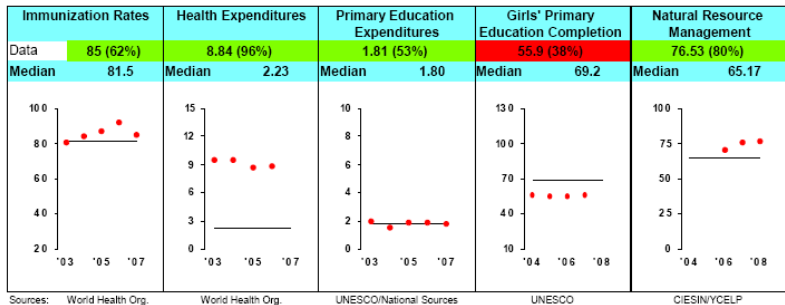
Malawi FY09

Population 13,570,713
GNI/Cap: \$250 LIC

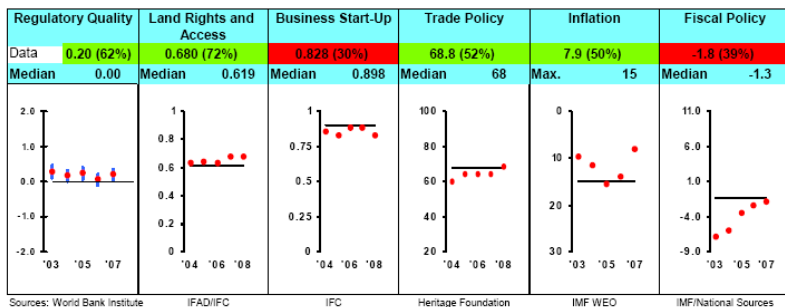
Ruling Justly



Investing In People



Economic Freedom



Malawi

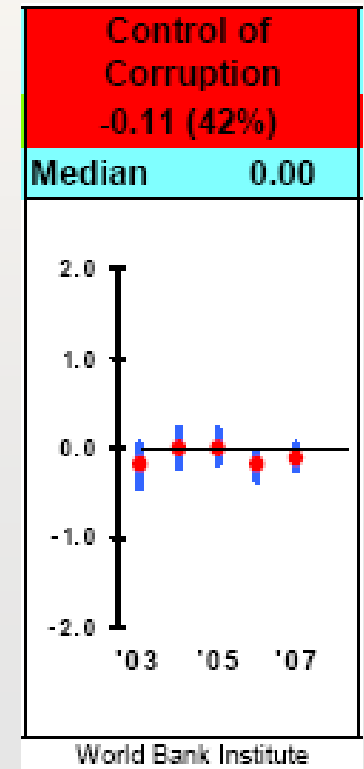
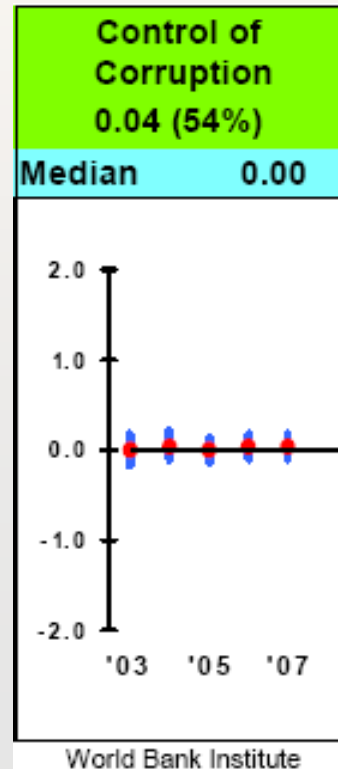
Compact Eligible

FY 2009



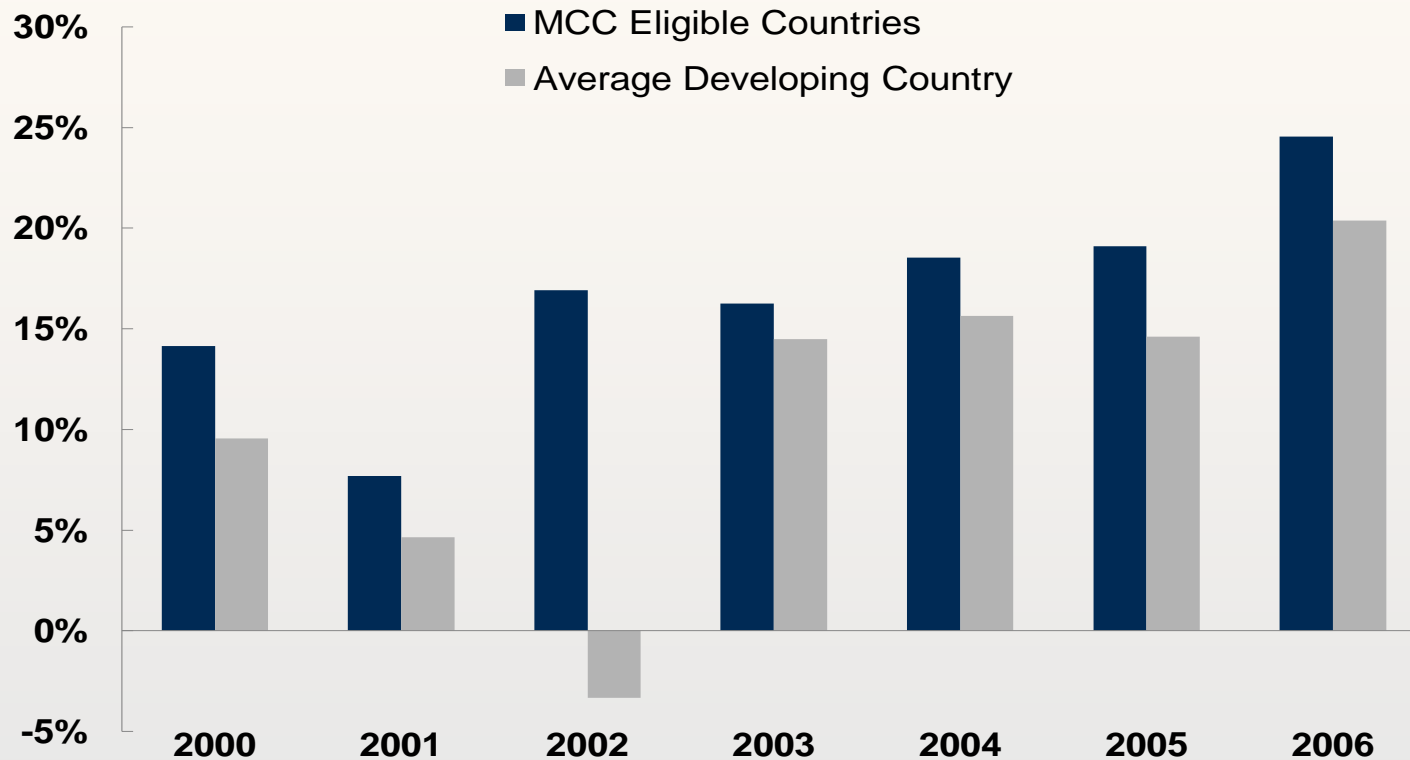
Niger

Threshold Eligible



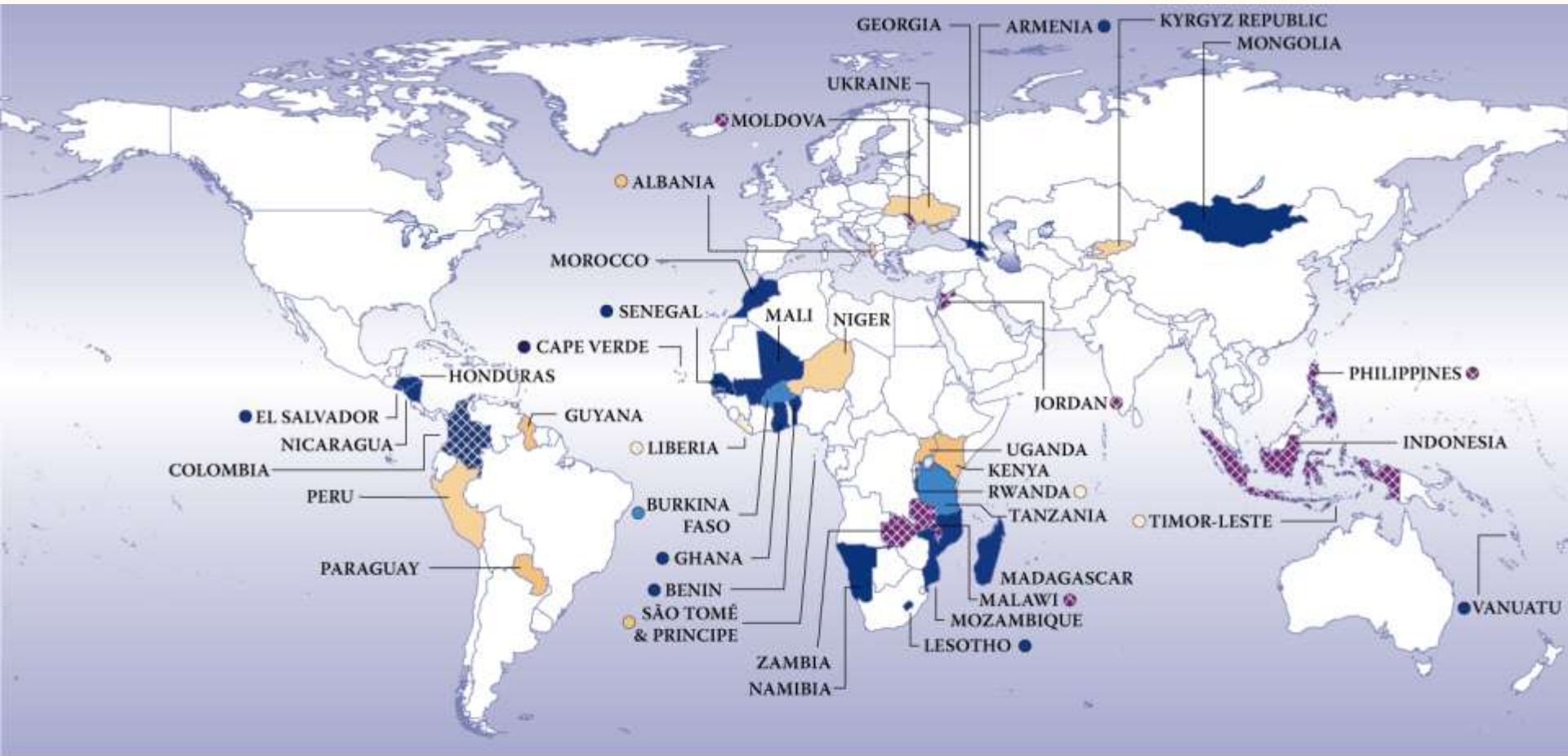
MCC: A Magnet for Trade & Investment

Foreign Direct Investment Stock Growth



MCC partner countries are already on a path of reform:
Since 2000, compact countries have exhibited faster FDI growth than average developing countries (including BRICS)

Where MCC Has Operated Since 2004

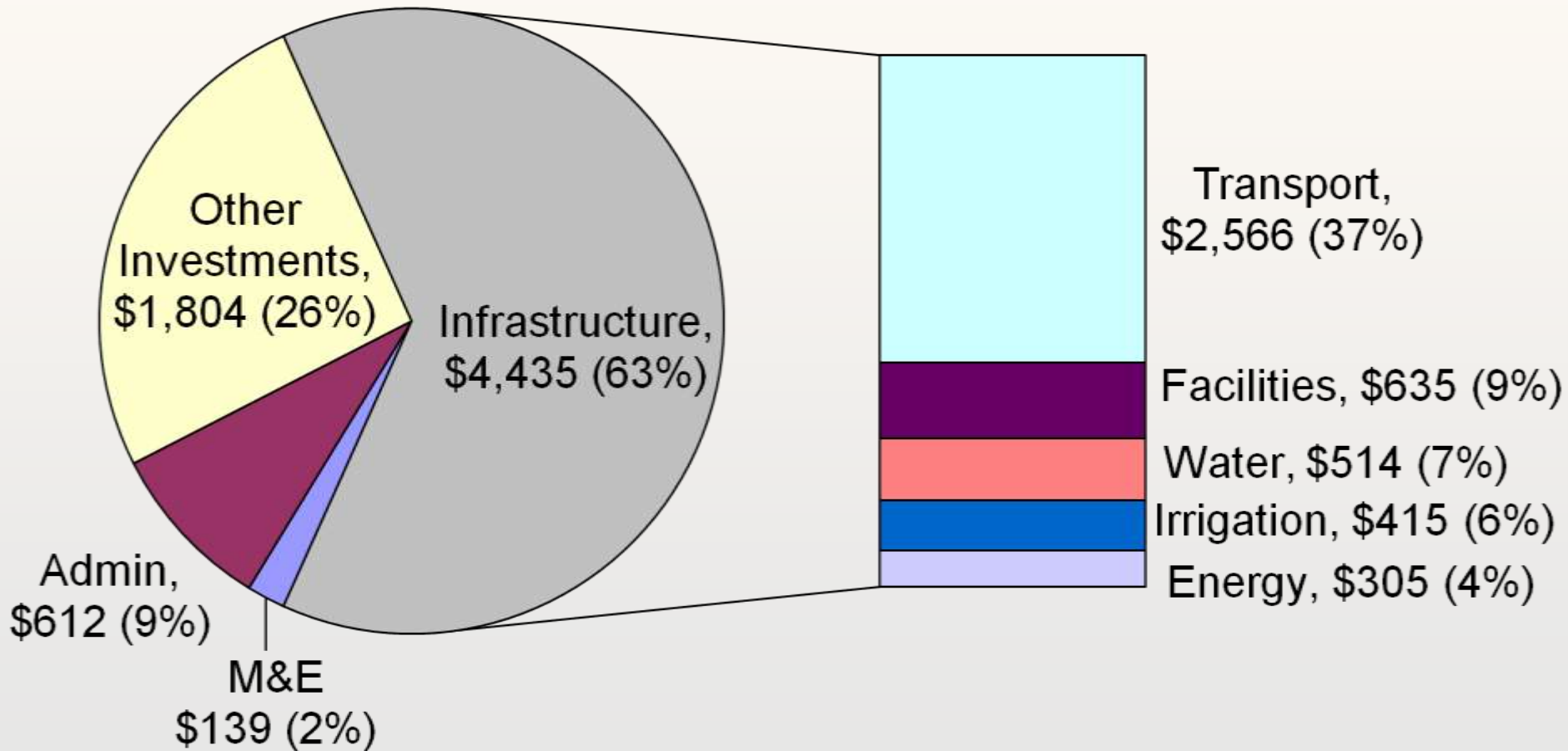


- Compacts Signed
- Compact-Eligible Countries
- Suspended Compact-Eligible Countries
- Compact Signed and Threshold Agreement Signed
- Compact-Eligible with Threshold Agreement Signed
- Compact-Eligible and Threshold Eligible
- Threshold Agreements Signed
- Threshold-Eligible Countries
- Threshold Countries Suspended



* Madagascar Compact was terminated following presidential coup

What MCC Funds: \$7.0 Billion of Compacts



MCC's Development Partnerships

COMPACT DEVELOPMENT

COMPACT IMPLEMENTATION

Leveraging Toolkit

Models to lever MCC funding with private sector investment

Investment / Trade Opportunities

Strategic outreach to the private sector to benefit from MCC investments

Strategic Partnerships

*Partnerships to support and benefit from
MCC investments and long-term private sector led growth*

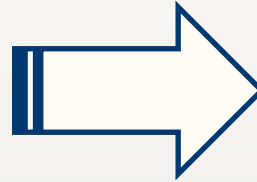
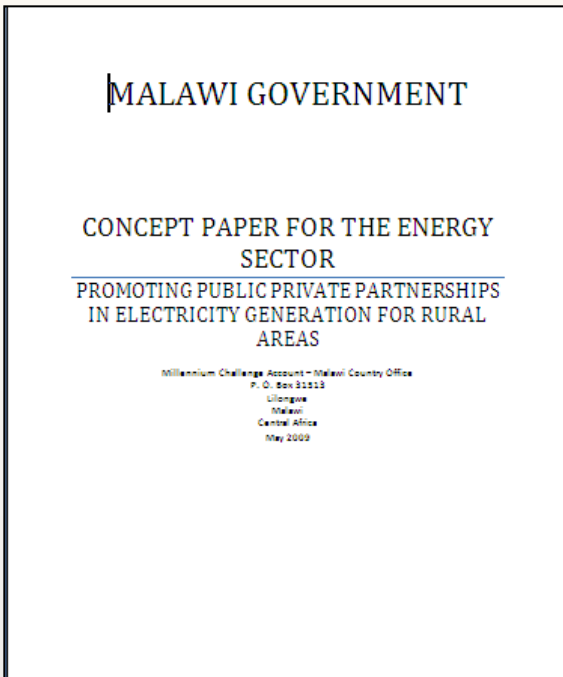
Private Sector Dialogue

*Int'l businesses provide feedback
to MCA teams*

Procurement Opportunities

*Awareness and promotion of MCC,
Compact & Threshold opportunities*

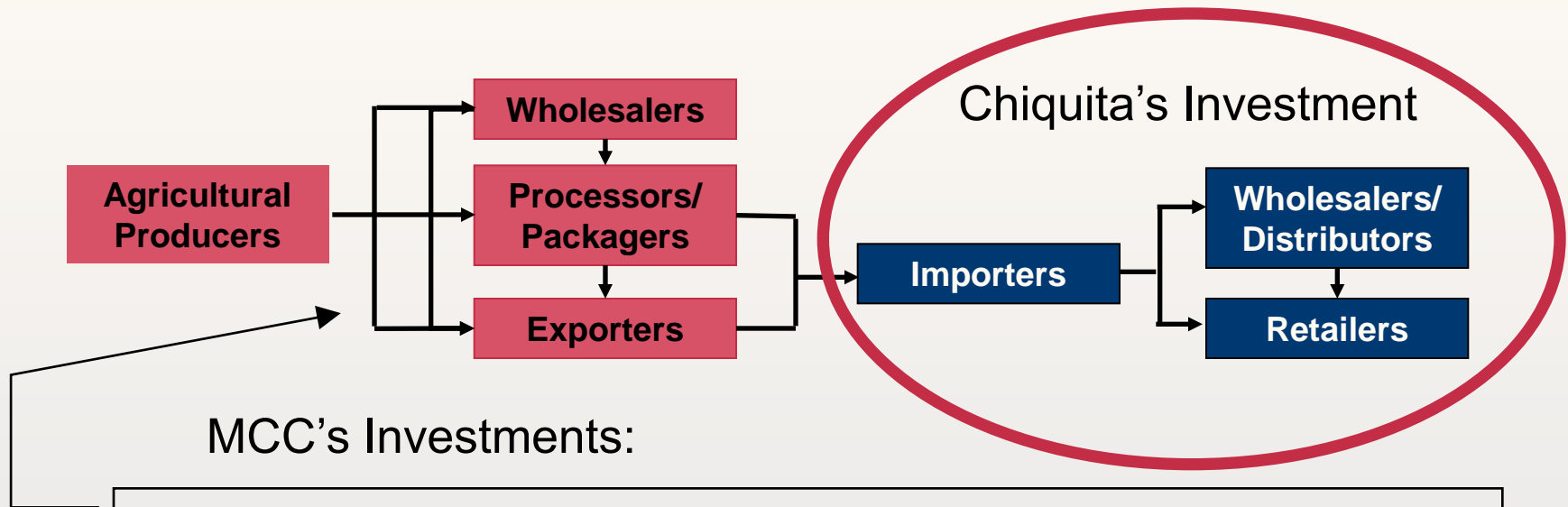
Leveraging Toolkit: Rural Electricity in Malawi



1. Will expand electricity access for rural economic growth;
2. Performance-based;
3. Attract bidders who will provide electricity connections for the least amount of subsidy;
4. Bring the private sector in where it might not otherwise tread, while leveraging our resources and sharing risk.

Investment/Trade: Chiquita & Pineapples in Ghana

*Estimated to increase the number of out-growers by 20%
and double permanent direct employment in first 3 years*



MCC's Investments:

- Titling of rural land
- Enhanced land productivity: \$28M to irrigate 5000 hectares, \$20 million in post harvest infrastructure (pre-cooling; airport cargo village); SPS capacity
- Human Productivity: \$66M Commercial Training
- Reduced costs: \$143M transport development
- Access to credit for farmers: \$35M credit guarantees

Strategic Partnerships: A “Whole of Government” Approach



- \$360,000 grant to support agricultural leasing in Ghana in complement to MCC Compact
- \$462,970 grant to support cold chain in Morocco in complement to MCC Compact
- \$1.3 million grant to support community development in El Salvador in complement to MCC Compact



- Implementing at least 18 MCC-funded Threshold Programs totaling over \$400 million
- \$9 million to support high-value agriculture in Moldova in complement to proposed MCC Compact
- Implementing MCC Compact-funded schools project in Burkina Faso
- Credit guarantees



- To be identified...





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Please contact PSI@MCC.GOV to dialogue further

