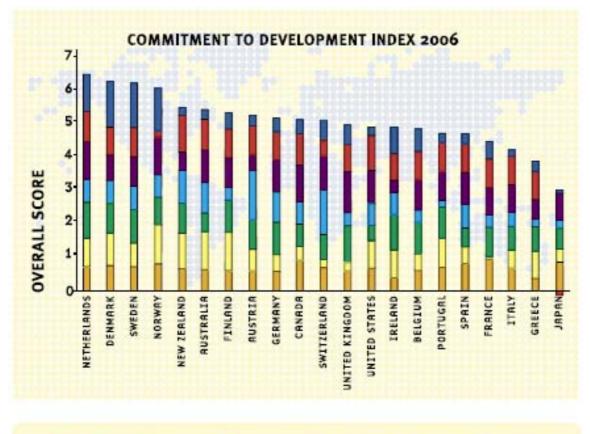
Commitment to Development Index



AID . TRADE . INVESTMENT . MIGRATION . ENVIRONMENT . SECURITY . TECHNOLOGY

David Roodman Research Fellow Center for Global Development



Components



- o Aid
- o Trade
- o Investment
- Migration
- o Environment
- o Security
- Technology



Aid



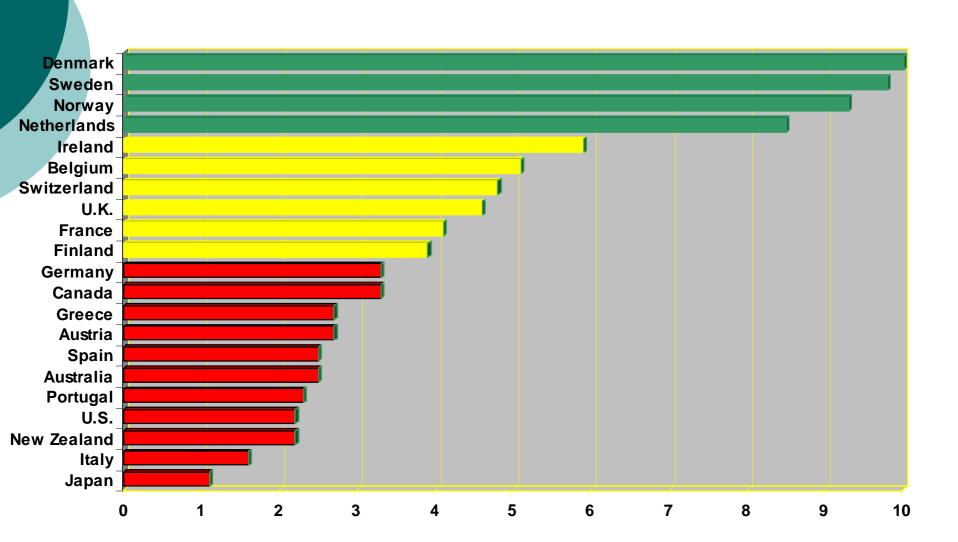




Rewards: Quantity, net of debt payments Untying Selectivity o "Non-proliferation" of aid projects Tax incentives for charitable giving

Aid Results







Trade



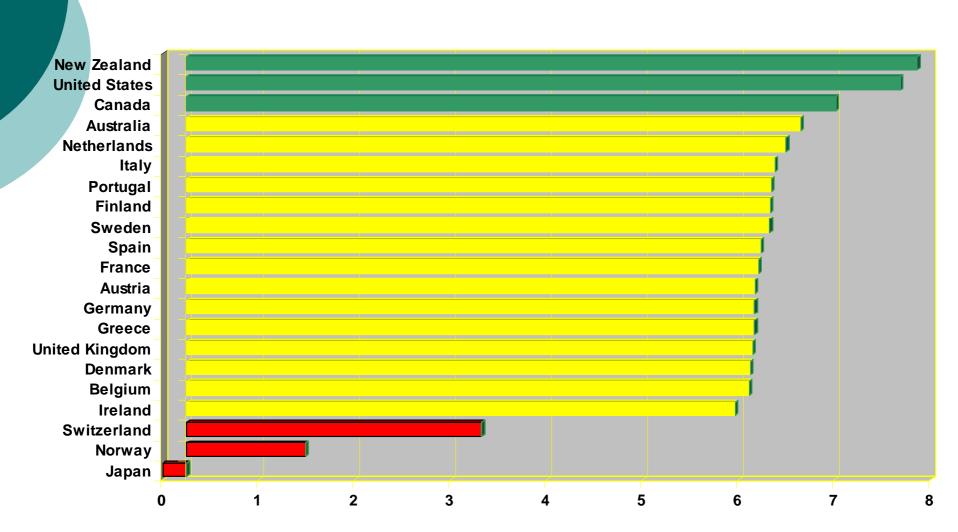




Rewards: o Low tariffs • Minimal quotas o Low subsidies for farmers High imports from developing countries

Trade Results







Investment







Investment

Rewards: Political risk insurance • Fnvironment and labor screens Participation in international efforts against bribery Rules to prevent double taxation on profits

Investment checklist

Political risk insurance

- ✓ Multilateral Insurance?
- ✓ Official national agency?
- Agency monitors environment/labor/human rights?
- ✓ Investors in all sectors eligible?
- No inappropriate national econ interest tests?
- Restrict extending coverage to inefficient import-substituting projects?
- International companies with a significant presence in this country eligible?

Prevention of Bribery/Corrupt Practices

- ✓ OECD convention -- participation level?
- ✓ EITI Conference participation?
- ✓ Bribe Payers Index Score Quintile

Double Taxation

- ✓ Avoids double taxation?
- Lets investors enjoy developing country tax incentives?

Other FDI

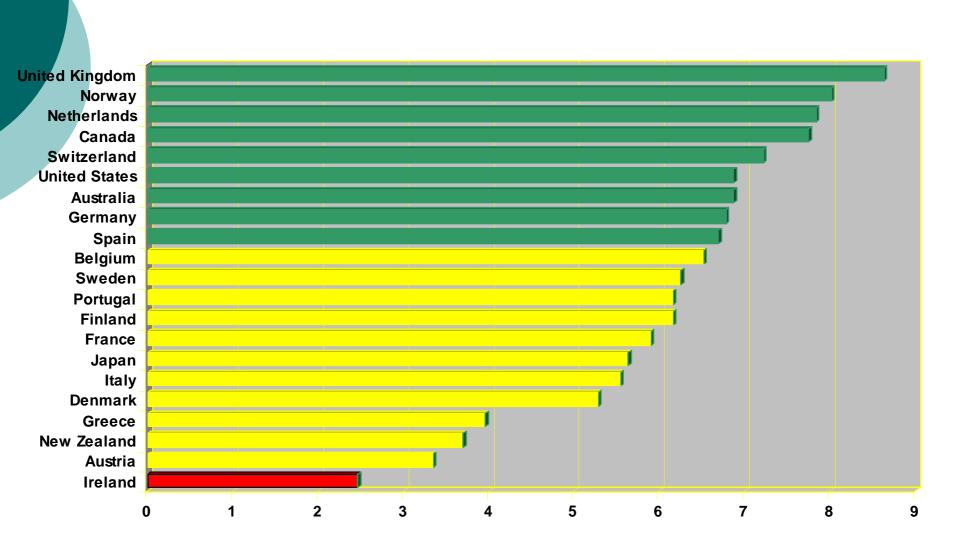
- ✓ Official assistance in resolving investment disputes?
- Help businesses identify investment opportunities?
- ✓ Help developing countries set up investment promotion agencies?
- ✓ Negative advocacy

Portfolio

- ✓ Official support for design of developing country securities institutions and regulations?
- No restrictions on pension fund investment in emerging markets?

Investment Results







Migration









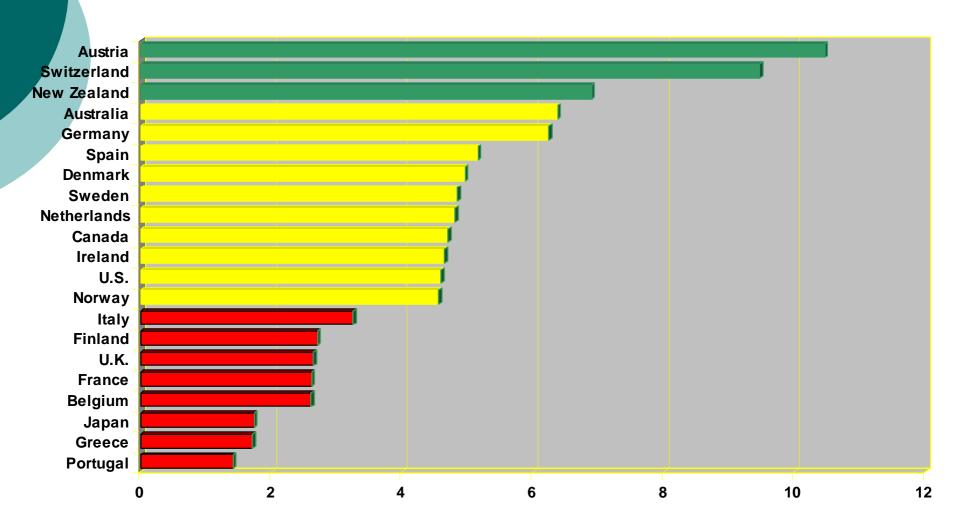
Rewards:

 Immigration from developing countries, especially unskilled

- High % of foreign students
 from developing countries
- Aid to refugees and asylumseekers

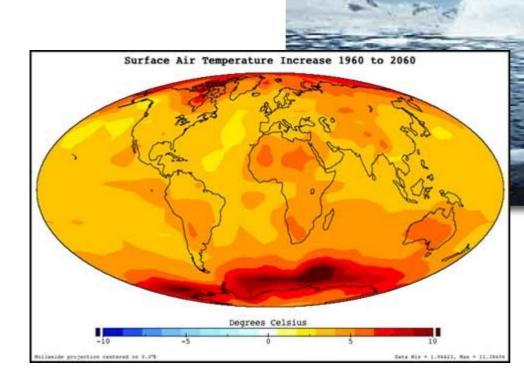


Migration Results





Environment







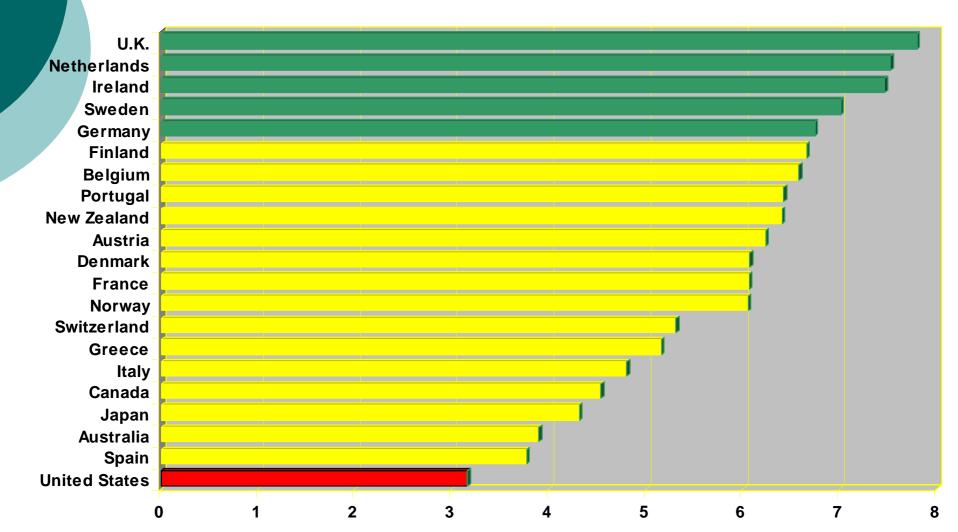
Rewards:

 Low greenhouse gas emissions, falling emissions/GDP

- oHigh gas taxes
- oLow fishing subsidies
- Low tropical timber imports
 More

Environment Results







Security





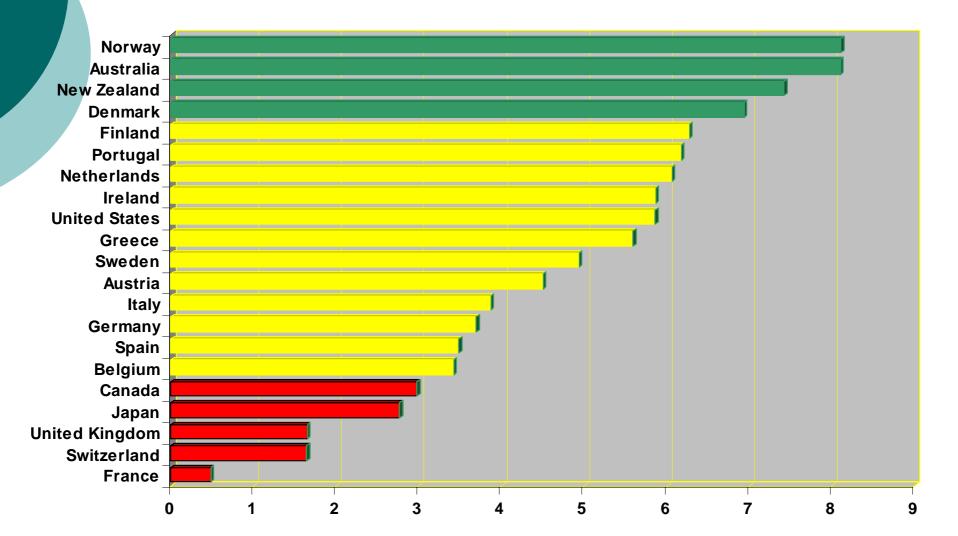


Rewards:

- \$ and personnel to U.N.
 peacekeeping
- Personnel to non-U.N. operations with international mandate
- Low arms exports to undemocratic countries that are heavy military spenders
- Protection of sea lanes for global trade

Security Results







Technology





Technology

Rewards:

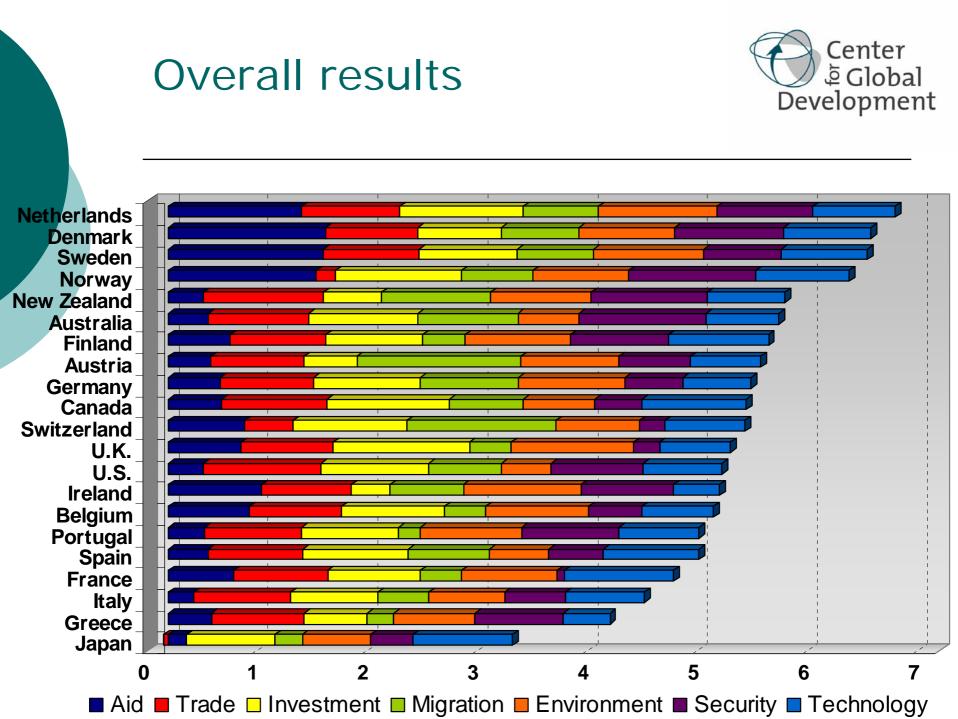
- Public spending on R&D
- Tax breaks for R&D
- Not extending intellectual property beyond WTO treaty



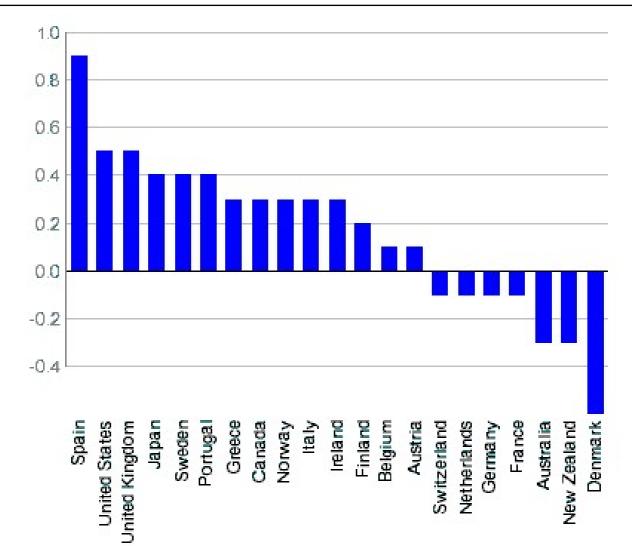


Technology Results

	France Canada Finland Japan Spain Norway Denmark								
Sweden									
Netherlands									
Portugal									
Switzerland		,							
Italy									
U.S.									
New Zealand									
Australia									
Belgium							1		
Austria									
	U.K.								
Germany Greece									
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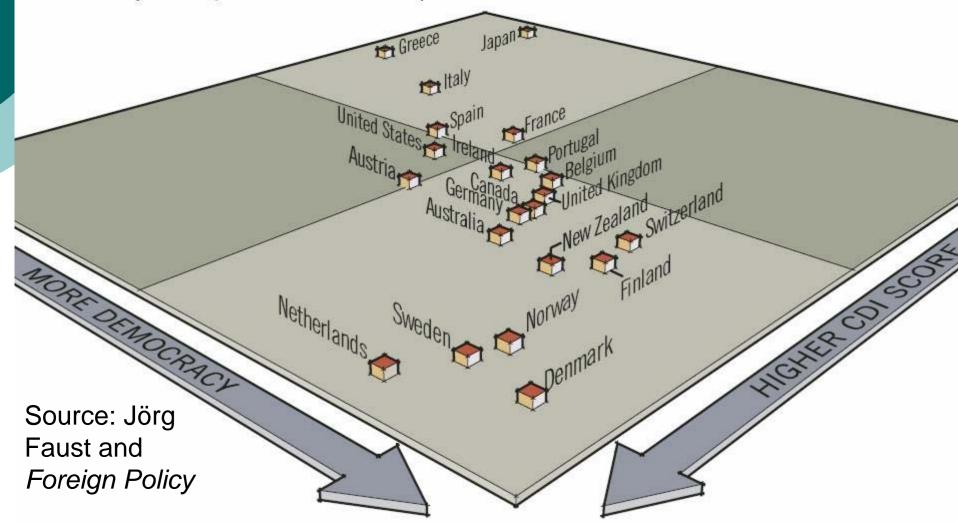






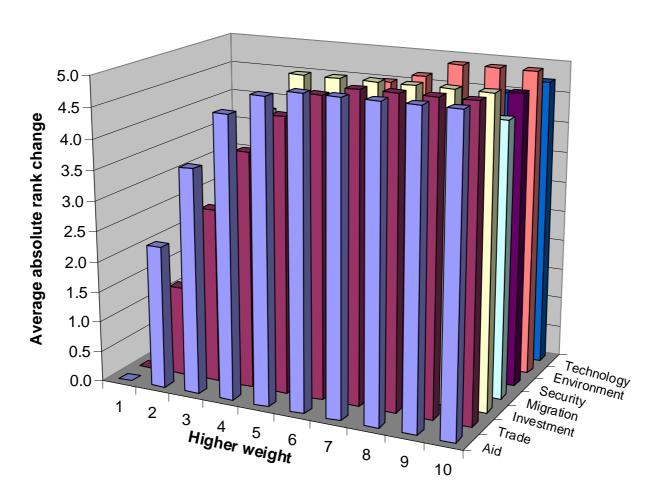
Democracy at Home, Development Abroad

More democracy means a greater commitment to development.

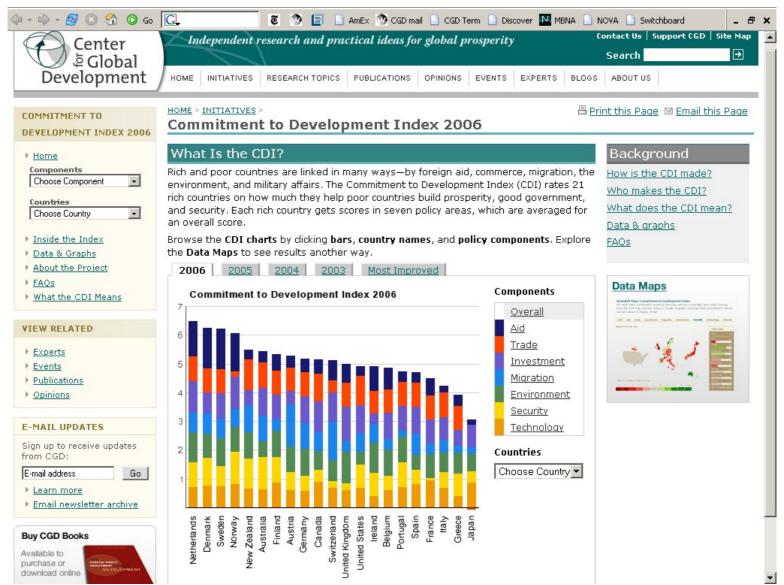


Average rank change when one component weighted more





www.cgdev.org/cdi



Overall results



Commitment to Development Index 2006 **Overall** Country Rank Aid Migration Environment Security (Average) Trade Investment Technology Australia 2.5 3.9 5.5 6.4 6.9 6.4 8.1 4.6 6 7 Austria 2.7 5.9 3.3 6.2 4.5 5.4 10.5 4.5 15 Belgium 5.1 5.9 6.5 2.6 6.6 3.4 4.5 4.9 3.3 3.0 5.2 10 Canada 6.8 7.7 4.7 4.5 6.6 2 5.5 Denmark 5.9 5.3 5.0 6.1 6.4 10.0 6.9 Finland 6.3 5.4 7 3.9 6.1 6.2 2.7 6.7 6.3 18 France 5.9 2.6 4.6 4.1 6.0 6.1 0.5 6.9 9 Germany 3.3 5.9 6.8 6.2 6.7 3.7 4.3 5.3 20 Greece 2.7 5.9 4.0 17 5.2 5.6 3.0 4.0 2.5 13 Ireland 5.9 5.7 4.6 7.5 5.9 3.0 5.0 3.2 19 Italy 6.1 5.5 5.1 4.3 1.6 4.8 3.9 1.7 21 Japan -0.45.6 4.3 2.8 6.3 3.1 1 1 1 Netherlands 6.2 4.8 7.5 6.1 5.3 6.6 8.5 7.8 5 New Zealand 3.7 5.6 2.2 7.6 6.9 6.4 7.4 4.9 4 1.2 Norway 9.3 5.9 6.2 8.0 4.6 6.1 8.1 2.3 6.1 6.2 1.4 5.1 4.8 16 Portugal 6.4 6.2 Spain 2.5 16 6.7 5.2 6.1 4.8 6.0 3.8 3.5 3 6.2 5.4 6.3 Sweden 9.8 6.1 4.8 7.0 4.9 10 Switzerland 4.8 3.1 7.2 9.5 5.3 1.6 5.1 5.2 12 United Kingdom 4.6 5.9 8.6 2.6 7.8 1.6 4.5 5.1 13 United States 2.2 7.4 6.9 4.6 3.2 5.9 5.0 5.0