

DOCUMENT OF THE INTER-AMERICAN DEVELOPMENT BANK

RESOLUTION AG-1/12

Increase of US\$70 billion in the Authorized Ordinary Capital Stock
and Subscriptions Thereto

WHEREAS, on March 22, 2010, the Board of Governors approved the Cancún Declaration (Document AB-2728), thereby agreeing to pursue a Ninth General Increase in the Resources of the Inter-American Development Bank and to undertake associated measures;

WHEREAS, the Board of Executive Directors and Management have prepared a technical document and legal instruments necessary for such an increase, entitled “Report on the Ninth General Increase in the Resources of the Inter-American Development Bank,” Document AB-2764 (the “Report”);

WHEREAS, the Board of Governors has, pursuant to Resolution AG-7/10 approved the Report and has urged the members of the Bank to vote on the Proposed Resolutions attached to the Report and to take such actions as may be necessary to give effect to the initiatives provided for in the Report, including an increase in the resources of the Ordinary Capital, as soon as possible; and

WHEREAS, Article II, Section 2(e) of the Agreement Establishing the Inter-American Development Bank provides for increases in the authorized Ordinary Capital stock of the Bank;

The Board of Governors

RESOLVES:

Section 1. Increase in the authorized Ordinary Capital

Subject to the provisions of paragraph (b) hereof, the authorized Ordinary Capital stock of the Bank shall be increased by US\$70,000,000,000, divided into 5,802,660 shares, each having a par value as provided in the Agreement Establishing the Inter-American Development Bank.

Such increase shall become effective only if, on or before October 31, 2011, or such later date as the Board of Executive Directors shall determine, member countries shall have deposited with the Bank an appropriate Instrument of Subscription, by which they agree, subject to such legal requirements as may be appropriate in the respective countries, to subscribe to at least 4,351,995

shares of the increase of authorized Ordinary Capital stock in accordance with Section 2 of this resolution.

Section 2. Subscriptions

(a) In accordance with Article II, Section 3(b) of the Agreement Establishing the Inter-American Development Bank, each member may subscribe to the respective number of shares as follows:

SHARE SUBSCRIPTION BY MEMBER COUNTRIES OF AUTHORIZED ORDINARY CAPITAL OF THE BANK FOR IDB-9						
Country	IDB-9 Paid-in Shares	IDB-9 Paid-in in US\$ ^{1/}	IDB-9 Callable Shares	IDB-9 Callable in US\$ ^{1/}	IDB-9 Total Shares	IDB-9 Total in US\$ ^{1/}
I. REGIONAL MEMBERS						
A. Developing						
Argentina	15,150	182,761,001	608,699	7,342,999,226	623,849	7,525,760,227
Bahamas	295	3,558,713	11,855	143,011,991	12,150	146,570,703
Barbados	183	2,207,608	7,372	88,931,624	7,555	91,139,232
Belize	157	1,893,959	6,297	75,963,434	6,454	77,857,393
Bolivia	1,218	14,693,261	48,946	590,456,761	50,164	605,150,022
Brazil	15,150	182,761,001	608,699	7,342,999,226	623,849	7,525,760,227
Chile	4,161	50,195,942	167,202	2,017,030,021	171,363	2,067,225,963
Colombia	4,161	50,195,942	167,202	2,017,030,021	171,363	2,067,225,963
Costa Rica	611	7,370,757	24,512	295,698,854	25,123	303,069,612
Dominican Republic	813	9,807,571	32,695	394,413,922	33,508	404,221,492
Ecuador	813	9,807,571	32,695	394,413,922	33,508	404,221,492
El Salvador	611	7,370,757	24,512	295,698,854	25,123	303,069,612
Guatemala	813	9,807,571	32,695	394,413,922	33,508	404,221,492
Guyana	228	2,750,463	9,147	110,344,216	9,375	113,094,679
Haiti	611	7,370,757	24,512	295,698,854	25,123	303,069,612
Honduras	611	7,370,757	24,512	295,698,854	25,123	303,069,612
Jamaica	813	9,807,571	32,695	394,413,922	33,508	404,221,492
Mexico	9,739	117,485,768	391,313	4,720,577,915	401,052	4,838,063,683
Nicaragua	611	7,370,757	24,512	295,698,854	25,123	303,069,612
Panama	611	7,370,757	24,512	295,698,854	25,123	303,069,612
Paraguay	611	7,370,757	24,512	295,698,854	25,123	303,069,612
Peru	2,029	24,476,704	81,526	983,483,388	83,555	1,007,960,093
Suriname	126	1,519,992	5,056	60,992,714	5,182	62,512,707
Trinidad & Tobago	611	7,370,757	24,512	295,698,854	25,123	303,069,612
Uruguay	1,627	19,627,204	65,340	788,224,672	66,967	807,851,876
Venezuela	8,119	97,943,007	326,159	3,934,597,042	334,278	4,032,540,049
Total	70,483	850,266,904	2,831,689	34,159,888,773	2,902,172	35,010,155,677
B. Canada	5,637	68,001,568	226,515	2,732,548,386 ^{2/}	232,152	2,800,549,954
C. United States	42,284	510,090,175	1,698,851	20,493,974,162	1,741,135	21,004,064,337
Total	118,404	1,428,358,648	4,757,055	57,386,411,320	4,875,459	58,814,769,968
II. NON-REGIONAL MEMBERS						
Austria	226	2,726,336	9,092	109,680,727	9,318	112,407,063
Belgium	464	5,597,433	18,643	224,898,570	19,107	230,496,002
China	5	60,317	216	2,605,701	221	2,666,019
Croatia	70	844,440	2,807	33,862,055	2,877	34,706,495
Denmark	241	2,907,287	9,663	116,568,947	9,904	119,476,234
Finland	226	2,726,336	9,092	109,680,727	9,318	112,407,063
France	2,672	32,233,491	107,349	1,294,997,403	110,021	1,327,230,894
Germany	2,672	32,233,491	107,349	1,294,997,403	110,021	1,327,230,894
Israel	223	2,690,145	8,966	108,160,735	9,189	110,850,880
Italy	2,672	32,233,491	107,349	1,294,997,403	110,021	1,327,230,894
Japan	7,047	85,011,008	283,142	3,415,664,371	290,189	3,500,675,379
Korea	5	60,317	216	2,605,701	221	2,666,019
Netherlands	476	5,742,194	19,163	231,171,555	19,639	236,913,749
Norway	241	2,907,287	9,663	116,568,947	9,904	119,476,234
Portugal	77	928,884	3,116	37,589,655	3,193	38,518,540
Slovenia	43	521,485	1,737	20,951,425	1,780	21,472,910
Spain	2,672	32,233,491	107,349	1,294,997,403	110,021	1,327,230,894
Sweden	461	5,561,242	18,528	223,511,275	18,989	229,072,517
Switzerland	665	8,022,183	26,693	322,009,201	27,358	330,031,383
United Kingdom	1,357	16,370,078	54,553	658,096,427	55,910	674,466,504
Total	22,515	271,610,937	904,686	10,913,615,629	927,201	11,185,226,566
GRAND TOTAL ^{3/}	140,919	1,699,969,585	5,661,741	68,300,026,949	5,802,660	69,999,996,534

1/ Expressed in current United States dollars at the rate of US\$12,063.43238 per share pursuant to the provisions of the Agreement Establishing the Bank that each share of the Bank's capital stock shall have a par value of \$10,000 expressed in terms of United States dollars of the weight and fineness in effect on January 1, 1959. The General Counsel of the Bank has rendered an opinion that since the effectiveness on April 1, 1978 of the Second Amendment to the Articles of Agreement of the International Monetary Fund, which eliminated par values of currencies in terms of gold, the Special Drawing Right (SDR) has become the successor to the 1959 U.S. dollar as the standard unit of value of the Bank's capital stock. The Bank's governing boards have not yet made a decision on this matter.

2/ Excludes Canada's 334,887 non-voting temporary callable shares with a par value of US\$4,039.9 million.

3/ Total US\$ amounts calculated using share price of US\$12,063.43238 multiplied by the number of shares, which when rounded achieves the proposed US\$70 billion capital increase.

(b) Each subscribing member shall represent to the Bank that it has taken all necessary action to authorize its subscription and shall furnish to the Bank such information thereon as the latter may request.

(c) The subscription of each member to the additional paid-in Ordinary Capital stock shall be on the following terms and conditions:

- i. The subscription price per share shall be the par value of each share as provided in the Agreement Establishing the Inter-American Development Bank.
- ii. The subscriptions of members to paid-in Ordinary Capital stock shall be in five equal installments, effective, respectively, on October 31st in each of the years 2011 through 2015, or such later dates as the Board of Executive Directors shall determine, and payments for each installment are due within 30 days of the respective effective dates established hereunder.
- iii. The subscription of each member to the paid-in Ordinary Capital stock shall be paid entirely in United States dollars. The entire paid-in subscriptions shall be subject to the provisions of Article V, Section 1(b)(i) of the Agreement Establishing the Inter-American Development Bank.
- iv. The Bank may accept non-negotiable, non-interest-bearing promissory notes or similar securities in the form contemplated in Article V, Section 4 of the Agreement Establishing the Inter-American Development Bank in lieu of the payment of all or any part of a member's subscription to the paid-in Ordinary Capital stock. Each such promissory note or security shall be redeemed by the Bank in an amount corresponding to the amount payable by the member on the respective due date.

(d) The subscription of each member to the additional callable Ordinary Capital stock shall be on the following terms and conditions:

- i. The subscription price per share shall be the par value of each share as provided in the Agreement Establishing the Inter-American Development Bank.
- ii. The subscriptions of members to the callable Ordinary Capital stock shall be in five equal installments, effective, respectively, on October 31st in each of the years 2011 through 2015, or such later dates as the Board of Executive Directors shall determine.

Section 3. Voting power

The provisions of Section 7(b) of the General Rules Governing Admission of Nonregional Countries to Membership in the Bank shall apply to the Ordinary Capital increase provided for in this Resolution, with the same force and effect as if fully set forth herein.

(Adopted on 18 January 2012)