

# Mexico's SDG Bond

## Allocation and Impact Report 2021

**Closing Gaps:**  
Financing sustainable  
development goals for  
an inclusive economy



**HACIENDA**  
SECRETARÍA DE HACIENDA Y CRÉDITO PÚBLICO

NOVEMBER **2021**

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**November 2021**

# Executive Summary



On September 14th, 2020, Mexico issued the world's first SDG Sovereign Bond for **EUR 750 million** (approximately **US\$ 855 million**).

**The SDG Sovereign Bond** will enhance Mexico's development capabilities, surmount its more pressing challenges and **accelerate the process of closing gaps and achieve sustainable development.**

## Distributed among...

**43** **Budgetary Programs**  
initially selected

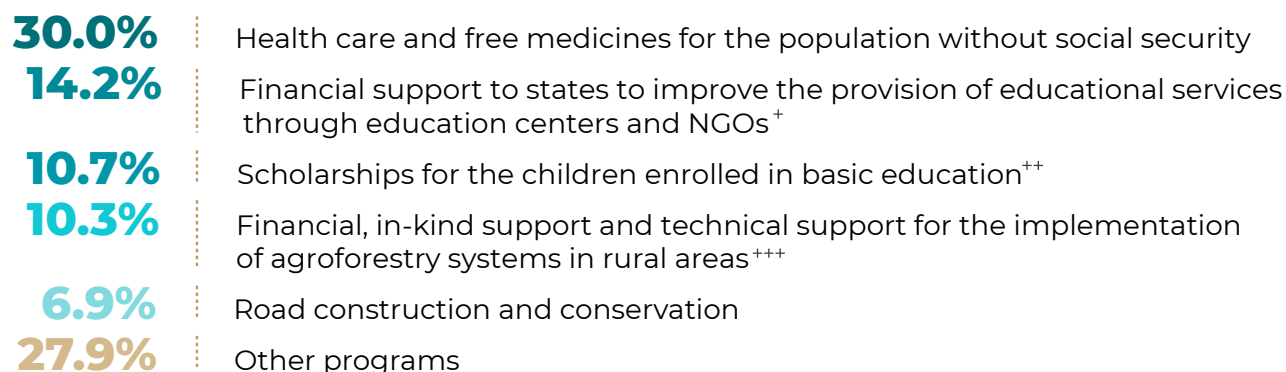


**37** **Budgetary Programs**  
qualified for the  
geospatial criteria

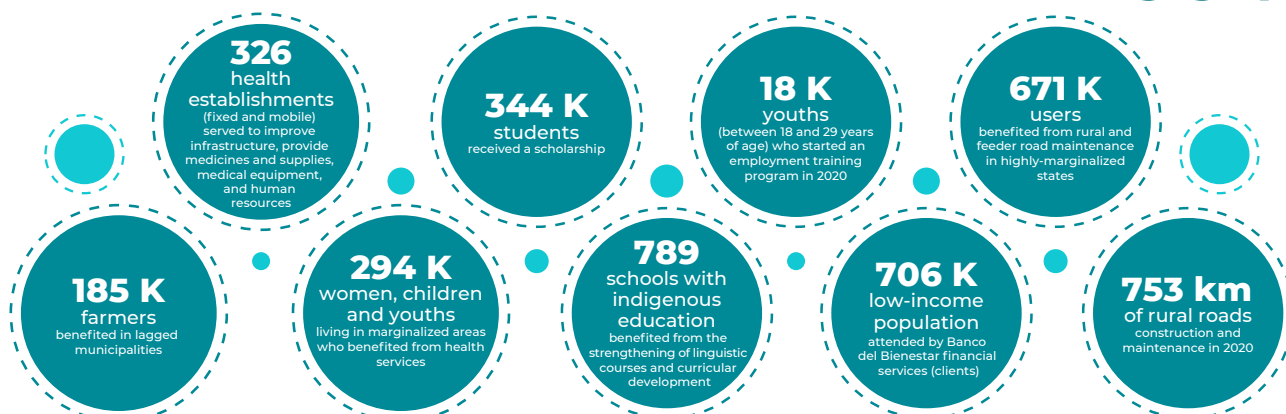
**Eligible Expenditures**

Allocated to  
highly-marginalized  
areas

## Top 5 programs



## Beneficiaries: The road towards closing gaps



<sup>+</sup> Apoyos a centros y organizaciones de educación.






<sup>++</sup> Programa de becas de educación básica para el Bienestar Benito Juárez.

<sup>+++</sup> Sembrando Vida.

Note: The names in Spanish and English of the programs and their description can be found in **Table A.1 Annex 5**.

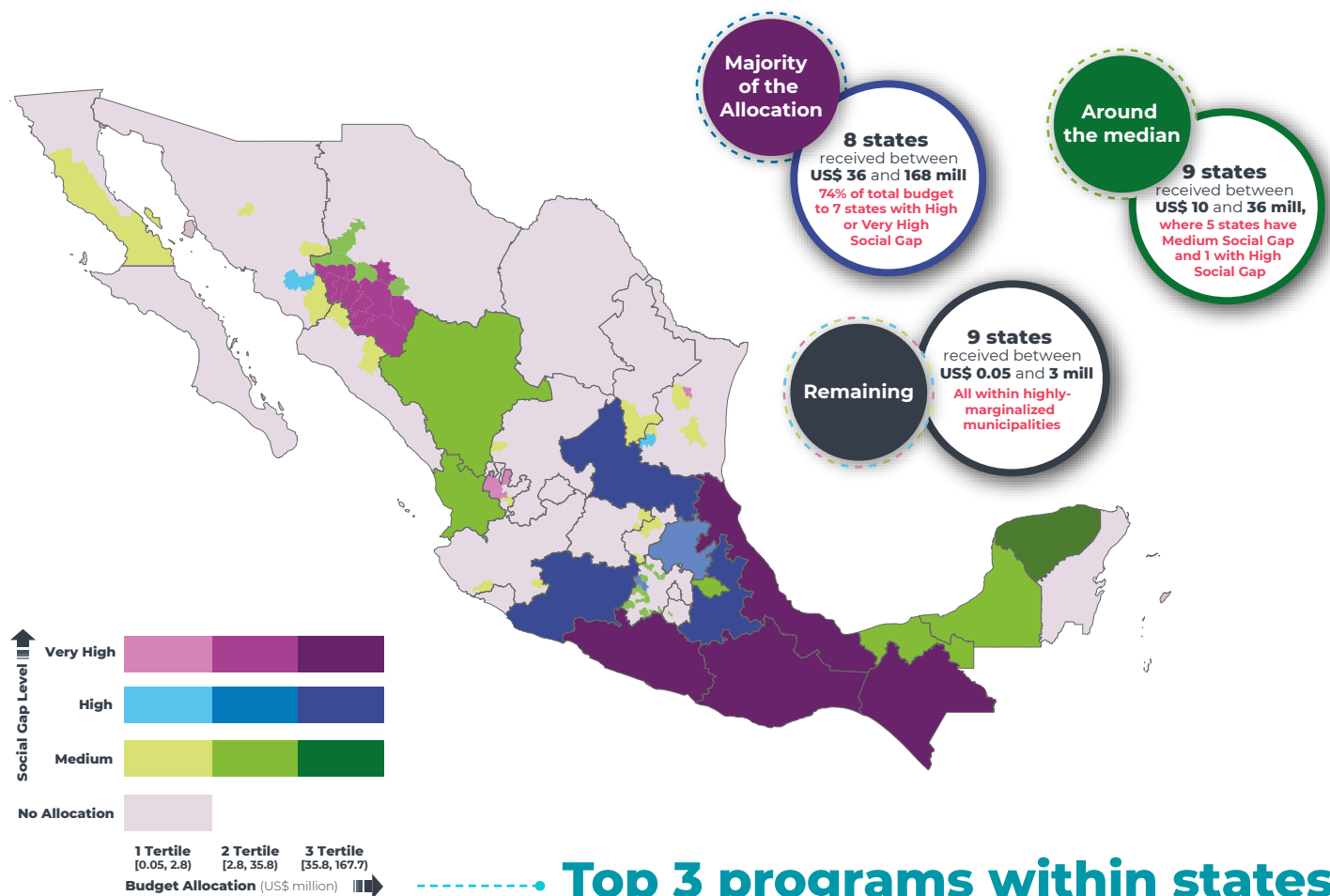
# US\$ 855 mill

Distributed among 5 SDGs through 37 programs within the following categories.

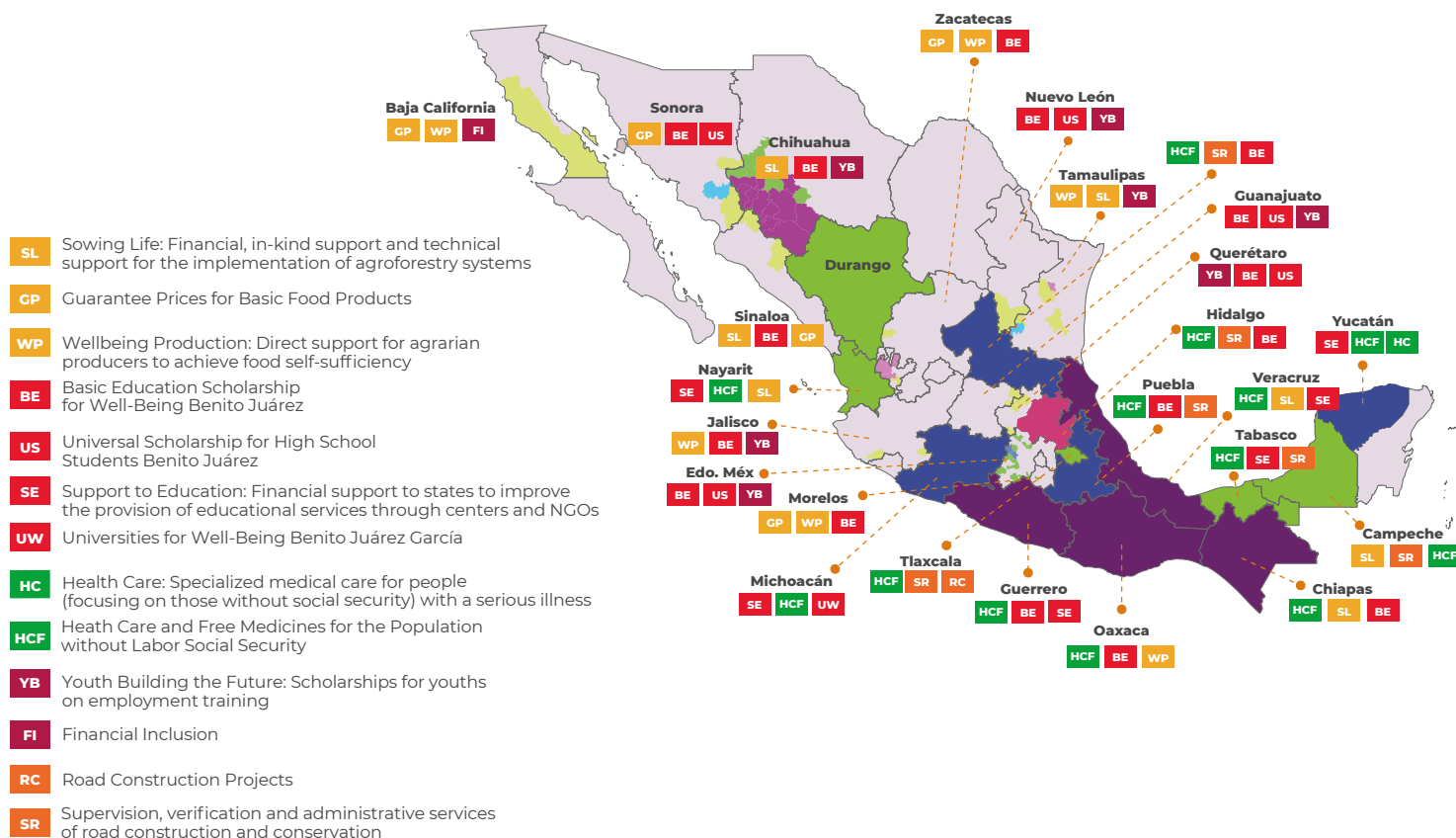
SDG Category	Allocated Sustainable Eligible Expenditures by category	2020 SDG Bond notional allocation (US\$ Mill)
<b>2</b> ZERO HUNGER 	Consumption subsidies for basic food products	32.57
	Production subsidies to subsistence farmers for basic food products	18.53
	Production subsidies to subsistence farmers for basic food products (staple food programs)	87.87
	Promotion the environmental resilience of the agricultural sector through universal insurance coverage for small producers	0.08
	<b>Total SDG 2</b>	<b>139.05</b>
<b>3</b> GOOD HEALTH AND WELL-BEING 	Addiction prevention and care	0.34
	Health related research and technological development funding	1.09
	Prevention and care of sexually transmitted diseases	0.26
	Provision/distribution of healthcare equipment and services	286.34
	Services and equipment to improve sexual and maternal health	3.28
	Support to health professionals through the purchase of materials, mobility aid and training	0.22
	<b>Total SDG 3</b>	<b>291.52</b>
<b>4</b> QUALITY EDUCATION 	Construction and improvement of schools, campus and student housing	3.62
	Educational grants	0.23
	Purchase of hardware equipment for education purposes	12.10
	Students/educational scholarships (to cover fees or living cost) for basic education or high school	131.58
	Training for education professionals	123.01
	<b>Total SDG 4</b>	<b>270.54</b>
<b>8</b> DECENT WORK AND ECONOMIC GROWTH 	Access to financing and financial services	1.67
	Employment generation in sustainable tourism for indigenous people and Afro-Mexicans	0.11
	Scholarships for employment training	46.86
	<b>Total SDG 8</b>	<b>48.64</b>
<b>9</b> INDUSTRY, INNOVATION AND INFRASTRUCTURE 	Development of rural and feeder roads in areas that lack connectivity or in areas lacking access to key social infrastructure	105.25
	<b>Total SDG 9</b>	<b>105.25</b>

Source: Ministry of Finance with data from the Ministry of Finance and the Ministry of Public Administration, and the Social Gap Index prepared by CONEVAL.

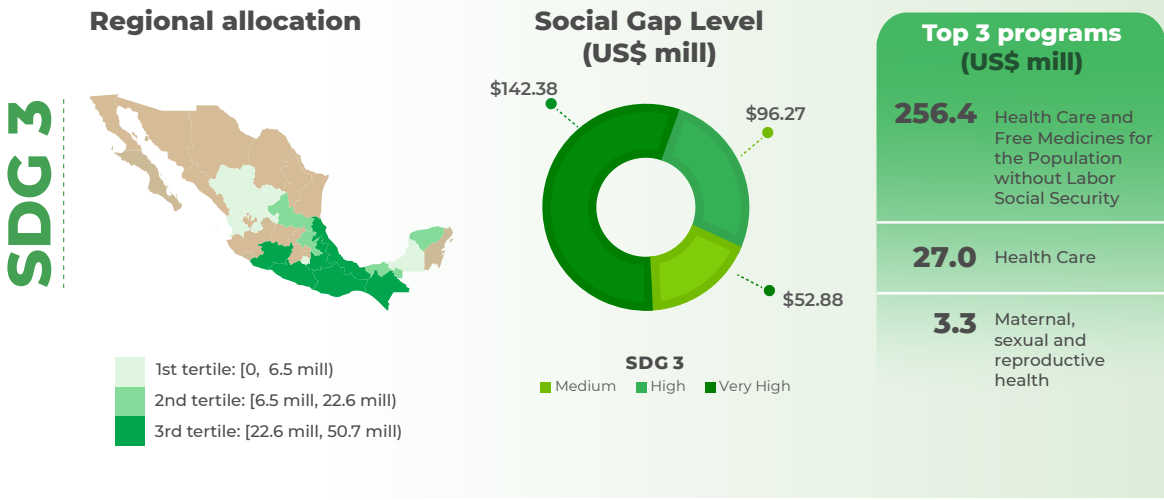
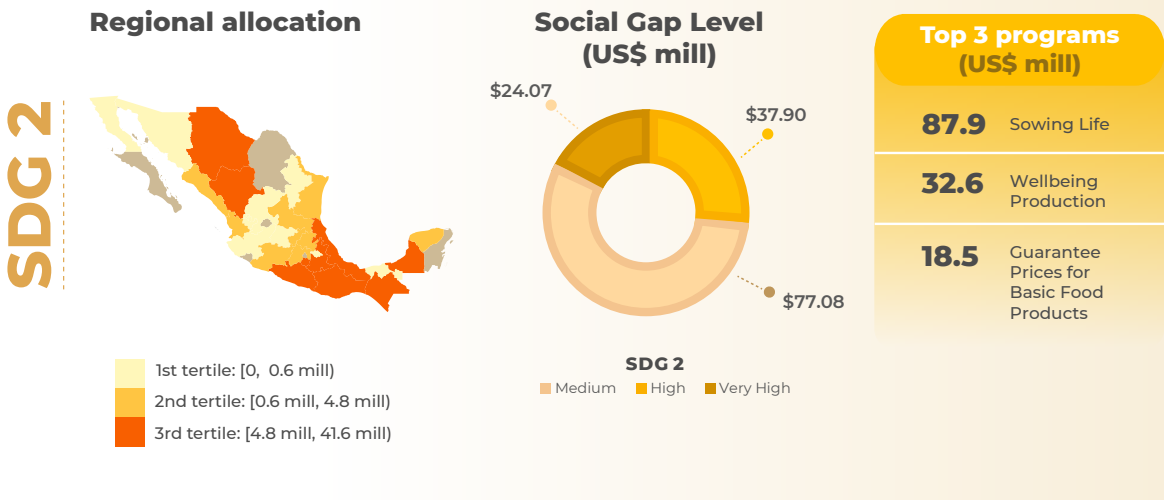
# Allocation: US\$ 855 mill To states and municipalities



## Top 3 programs within states



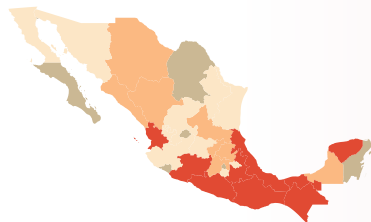
# Allocation breakdown by 5 SDGs and Regions



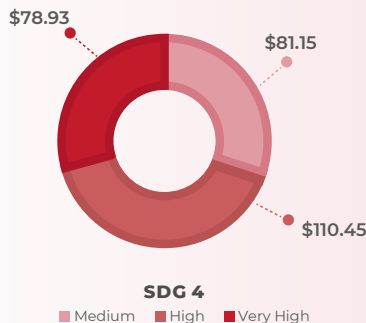
# Allocation breakdown by 5 SDGs and Regions

## SDG 4

### Regional allocation



### Social Gap Level (US\$ mill)



### Top 3 programs (US\$ mill)

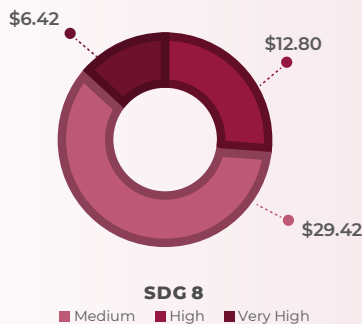
121.8	Support to education center and organizations (mainly through state governments)
91.1	Basic Education Scholarship for Well-being Benito Juárez
30.0	Universal Scholarship for High Students Benito Juárez

## SDG 8

### Regional allocation



### Social Gap Level (US\$ mill)

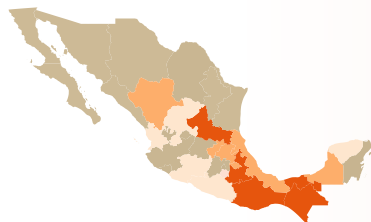


### Top 3 programs (US\$ mill)

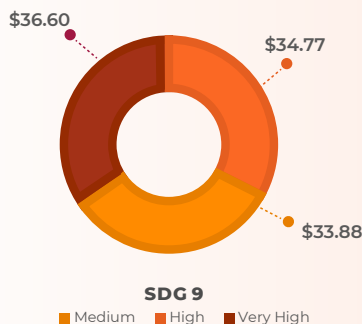
46.9	Youth Building the Future
1.7	Financial Inclusion Program
0.1	Economic strengthening of Indigenous Peoples and Communities

## SDG 9

### Regional allocation



### Social Gap Level (US\$ mill)

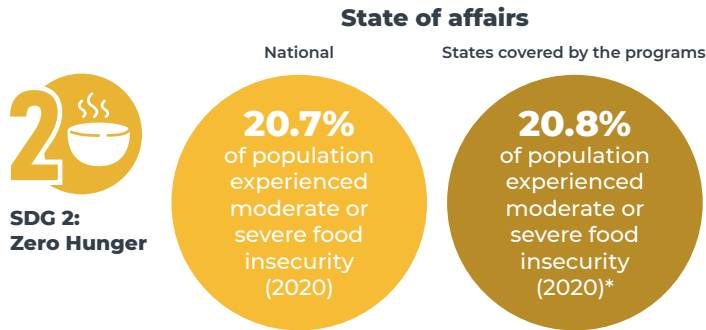


### Top 3 programs (US\$ mill)

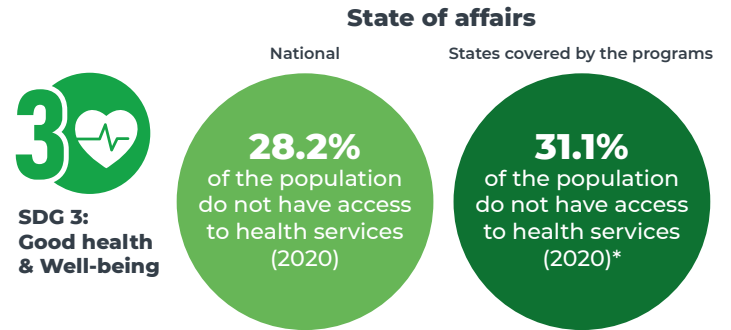
59.2	Road construction and conservation
20.9	Conservation of rural roads
19.9	Road Construction Projects



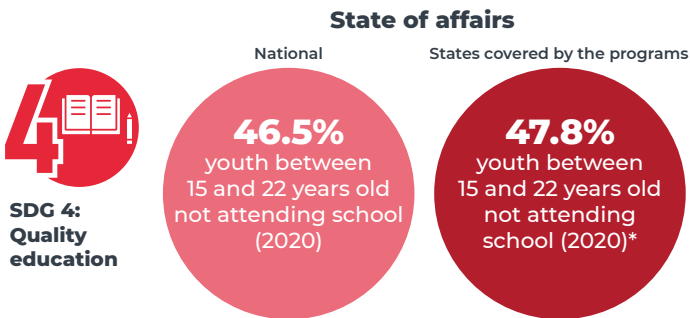
# State of affairs for at the national level and in states covered by the programs breakdown by SDG



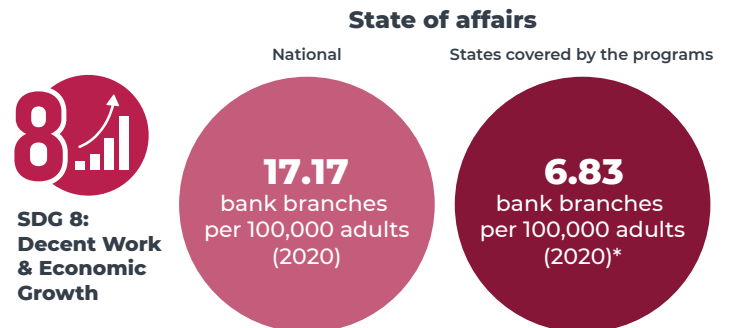
\*: 25 benefited states through expenditures at the municipality level by all the programs in SDG 2.



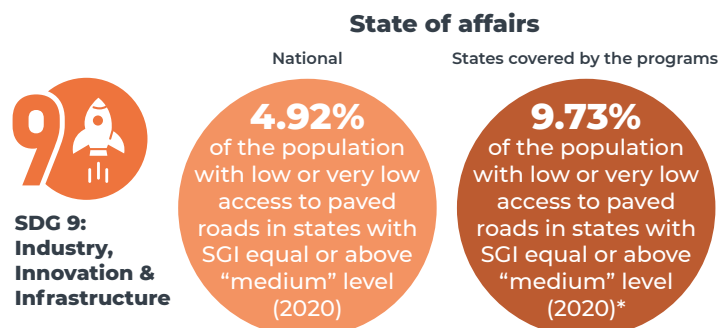
\*: 14 benefited states (all with social gap equal or above "medium" level).



\*: 23 benefited states, comprises programs such as Young People Writing the Future, Elisa Acuña Scholarship Program and Scholarship for High School Students Benito Juárez.



\*: Restricted to the 899 lagged municipalities in Mexico.



\*: 14 benefited states (all with social gap equal or above "medium" level).