

Summary of the Multi Annual Indicative Plan 2021-2027 for Malawi



Priority areas and sectors

In line with Malawi 2063, the MIP has the broad purpose of supporting a green and resilient economic transformation, in view of creating decent jobs, based on sound democratic and economic governance systems and on empowered human capital. This three-pronged overall objective, rolled out in the context of the COVID-19 pandemic and its aftermath, responds to the need for a strong economic recovery in an inclusive and sustainable way, reducing inequality. A particular highlight will be the strong horizontal focus on supporting girls' and women empowerment, throughout the lifecycle, as a powerful lever for development.

Future interventions will fall within three priority areas:

| Priority area 1: Green and resilient economic transformation | Priority area 2: Democratic and economic governance | Priority area 3: Human development and social inclusion |
|---|--|---|
| Boosting productivity, resilience, diversification, value addition and commercialisation of agriculture and fisheries. Enhancing environmental sustainability, including climate change adaptation and mitigation. Developing economic infrastructure, with a particular emphasis on the energy sector. | Advancing democracy, human rights and the rule of law, taking due account of gender issues. Enhancing economic governance, for sound public finance management systems. Improving the investment climate and business environment, to support the needed diversification of the economy. | Advancing quality education and skills, to improve the youth's employability in particular. Strengthening social protection systems, particularly needed in the context of the COVID-19 pandemic and other natural and man made disasters. |

Climate action, gender equality and women's empowerment, and digital development are crosscutting priorities, essential to achieve the objectives of this MIP.

Team Europe Initiatives

Green Growth for Malawi

The proposed initiative aims at accelerating diversification in the agro-sector based on the farm-to-fork approach, thereby promoting sustainable job creation, ensuring sustainable food systems while respecting sound principles of natural resources management. It seeks to leverage two major growth enablers, environment and nutrition, to achieve greater agricultural diversification and higher productivity, which also aligns with the track-record and experience of Team Europe in Malawi.

Good governance for Malawi

This initiative aims at promoting transparency and accountability to prevent vulnerability to corruption and unethical practices and improve public trust in government institution. Joining forces of the Team Europe in Malawi, the implementation of this initiative will focus on (i) participatory and inclusive governance, (ii) the rule of law and justice, and (iii) economic governance.

Financial Overview

Although the duration of this MIP is seven years, the indicative allocations for Malawi and for each of the priority areas and support measures are provided for the **2021-2024 period only**. The indicative allocations for 2025-2027, as well as the possible modification of other substantial elements of this MIP, will be subject to a review of the implementation of this MIP, which should include a dialogue with the authorities and other stakeholders of Malawi.

| Overall indicative allocation 2021-2024 | EUR million | |
|---|-------------|------|
| Priority Area 1 : Green and resilient economic transformation | 155 | 44% |
| Priority Area 2: Democratic and economic governance | 60 | 17% |
| Priority Area 3: Human development and social inclusion | 120 | 34% |
| Support measures | 17 | 5% |
| TOTAL for initial period | 352 | 100% |