

A large blue and white icon of a globe with latitude and longitude lines, centered on the slide behind the text.

WORLD BANK

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Introduction:–

- A conference was held at bretton woods in america in 1944.
- The conference was attended by the representative of 44 countries.
- It was decided that two institutions be set up for economic development of all countries.

IMF [international monetary fund]

IBRD[International bank for
reconstruction and development]

- Finally , the bank was established on 27 dec 1945.
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World bank logo



WORLD BANK HEADQUARTERS
Washington, D.C.

Membership of world bank :-

- ❖ In July 2016, membership of world bank increased to 189 countries.
- ❖ Any country that is a member of IMF will automatically become the member of world bank.
- ❖ Those countries who accepted the membership of IMF in 1945 were also treated as the member of world bank.

LENDING ACTIVITIES OF WORLD BANK

1. Bank provides loans to member nations :-

- I. Out of its funds .
- II. Out of fund raised from International market.
- III. By providing guarantee to provide Investors for loan given by them to its member nations.

2. Maturity Period and Interest rate :-

- I. Maturity period of loans is sometimes very long.
- II. Some developed loans have maturity period of 35 years including grace period of 10 years .
- III. Interest rate on special development credit is very less and it usually range from 0.5% to 0.75% p.a

Purpose of loan :-

- I. Bank gives loan for Infrastructure (railways & roads , ports etc.)***
- II. For human development(education,health care)***
- III. For agriculture and rural development***
- IV. Power generation.***

The bank grants loans as:-

Power sector:- 30% of the total loans.

Transport sector:- 30% of the total loans.

Industrial sector:-40% of the loans.

1. Reconstruction and Development

2. Encouragement to capital investment

3. Encouragement to International Trade

Environment Protection

5. Infrastructural Development

6. Loan for Meeting deficit in Balance of Payment

OBJECTIVES
OF WORLD
BANK



ORGANISATIONAL STRUCTURE OF WORLD BANK

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graph TD; A[ORGANISATIONAL STRUCTURE OF WORLD BANK] --> B[BOARD OF GOVERNOR]; A --> C[BOARD OF EXECUTIVE DIRECTORS]; A --> D[ADVISORY COUNCIL]; A --> E[LOAN COMMITTEE]; B --> F[PRESIDENT]; C --> F;
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**BOARD
OF
GOVERNOR**

**BOARD
OF
EXECUTIVE
DIRECTORS**

**ADVISORY
COUNCIL**

**LOAN
COMMITTEE**

PRESIDENT

WORLD BANK'S
CURRENT
PRESIDENT— JIM
YONG KIM



PREVIOUS
PRESIDENT-
ROBERT
ZOELICK



FUNCTIONS OF WORLD BANK

1. ADVANCES LOAN

2. TECHNICAL
ASSISTANCE

3. IMPART
TRAININGS

4. AGRICULTURE & RURAL
DEVELOPMENT

5. PROVIDE FINANCIAL
ASSISTANCE TO WORLD
WELFARE INSTITUTION

6. CONDUCT ECONOMIC
RESEARCH

LIMITATIONS OF WORLD BANK

- INADEQUATE FINANCIAL HELP
- DISCRIMINATING BEHAVIOUR
- HIGH RATE OF INTEREST
- DEFECTIVE LOAN POLICY
- LOAN FOR LIMITED OBJECTIVE
- REPAYMENT OF LOAN IN FOREIGN CURRENCY
- INTERFERENCE IN DOMESTIC AFFAIRS

AFFILIATES TO WORLD BANK



ESTD.- IN 1960
INTERNATIONAL DEVELOPMENT ASSOCIATION



ESTD.-APRIL 1988
MULTINATIONAL INVESTMENT
GUARANTEE AGENCY



ESTD.JULY 1956
INTERNATIONAL FINANCE CORPORATION



ESTD.-1966
INTERNATIONAL CENTRE FOR SETTLEMENT OF INVESTMENT
DISPUTES

CONCLUSION

Though there are many controversies in world bank policies, still it turns rich countries resource in poor countries growth.

The world bank supports the developing country government in various development programs.