Hon. Murray McCully Minister of Foreign Affairs Ministry of Foreign Affairs and Trade 195 Lambton Quay Wellington New Zealand

17 March 2011

Dear Minister McCully,

Subject: Congratulations on IATI and delivering aid transparency for the Fourth High Level Forum in November in Busan

Thank you for your letter of 8 March outlining your support for the International Aid Transparency Initiative (IATI) further to the recent meeting on 9 February 2011. We would like to congratulate you on the agreement of a common standard for aid information at that meeting and thank you for all your hard work with this Initiative since its launch at Accra in September 2008.

This historic agreement will ensure that the wider goals on aid effectiveness are achievable, particularly those relating to predictability and budget alignment. It also provides a consistent and coherent framework for meeting the aid transparency commitments of the Accra Agenda for Action (AAA).

In the run up to the Fourth High Level Forum on Aid Effectiveness (HLF-4) in Busan at the end of this year, donors have an opportunity to demonstrate where progress has been made. By agreeing and implementing a common aid transparency standard for HLF-4, you are at the forefront of efforts to achieve a new consensus on aid and development, underpinned by improved effectiveness and impact of aid.

With eight months to go until Busan, the focus on implementation is critical, starting with implementation schedules published by 31 March and ensuring that systems (financial, operational and IT) are made ready to deliver the information.

We very much hope that you will be among those signatories that are able to make a firm commitment to implementing IATI prior to HLF-4 at the end of November.

We believe that aid transparency is an area in which donors will be able to demonstrate real progress at Busan, with implementation of IATI being crucial to that success. As a lead donor on aid transparency, we would like to enlist your support in promoting the topic as a key theme, and as a cross-cutting issue at HLF-4. In practice this means that:

- Aid transparency remains a **core principle** of further implementation of the Aid Effectiveness principles or political outcome document at Busan;
- The IATI standard is **recognised as the international common standard** for sharing timely, comprehensive and comparable aid information;
- The principles and standards developed by IATI are **actively promoted** as the best mechanism for stakeholders to deliver on improved aid transparency and greater aid effectiveness at Busan.

Once again we would like to thank you for your ongoning support of IATI and we look forward to continuing to work with you to ensure its success at HLF-4.

Yours sincerely,

Gerry Barr, President of the Canadian Council for International Cooperation and Better Aid, Reality of Aid and the Open Forum on CSO Development Effectiveness and member of the IATI Steering Committee.

Karin Christiansen, Director, Publish What You Fund and member of the IATI Steering Committee.

Warren Krafchik, Director, International Budget Partnership and member of the IATI Steering Committee.

Cobus de Swardt, Managing Director, Transparency International and member of the IATI Steering Committee and signatory of the International Non-Governmental Organisations Accountability Charter.















