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## Successes to Celebrate, Failures to Remember

- A "Test Case" of Development?
- Different Times, Different Theories?
  - Example: Kissinger on Bangladesh
- Seven Pillars of Pessimism
  - Population
  - Female empowerment
  - Agrarian
  - Export
  - Urban
  - Governance
  - Climate change
- Echoes of "Dysfunctional State" can be heard even in the 2000s
  - Minus-Two Solutions were sought through Military-Driven Transition

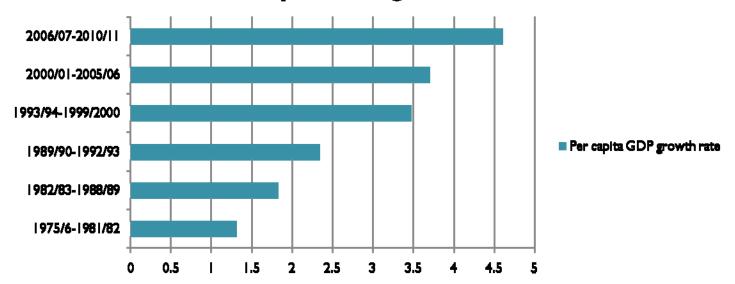
## Successes to Celebrate, Failures to Remember (2)

- Turn-Around in 2000s
  - Growth accelerated with structural change in successive decades
  - On-track on a number of MDGs or MDG related targets:
    - poverty
    - MMR
    - IMR/CMR
    - Gender parity on child mortality
    - Primary and secondary education enrollment
    - Improvement in sex-ratios

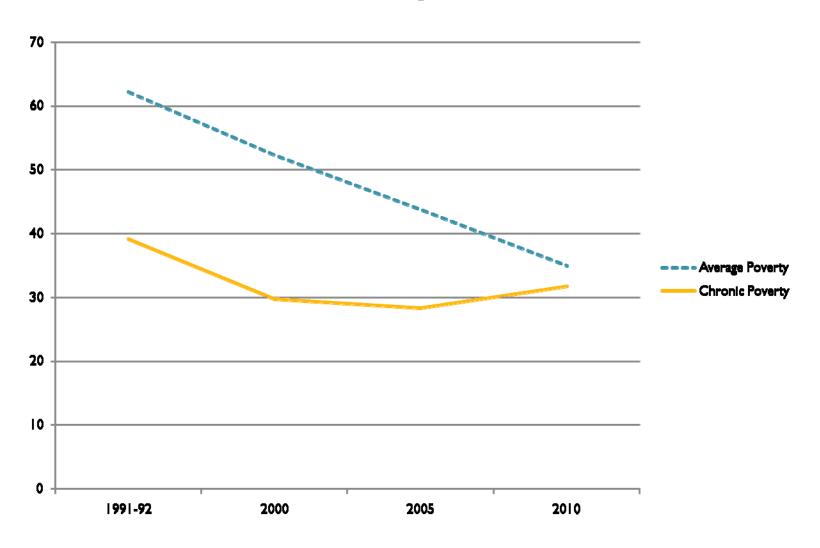
#### Sustained Growth Acceleration

• For growth, a necessary precondition is good long-term growth performance sustained and accelerated over decades. It is difficult to be inclusive when growth is faltering. Per capita GDP has more than doubled in during 1991-2011. Bangladesh thus passes this initial screening on "necessary condition"





#### Sustained Poverty Reduction



## Successes to Celebrate, Failures to Remember (3)

- Two Neglected Factors in Explaining MDG Outcomes
  - Role of High Population Density (faster spread of technology by "learning by doing" or "seeing")
  - Pre-existing role of social, cultural and political movements
- All Routes Mattered: Causes of Turn-Arounds
- Role of public policy at a relatively low level of fiscal deficit and inflation
- Role of private income growth
- Role of institutions promoting gender-friendly norms and inclusive development
- "Latent demand" for higher human development
- GO-NGO collaboration
- MDG ownership by political elites (example of girl's education, social protection, and current discussion on health insurance)

#### NEW CHALLENGES

### Addressing Differences in Development: Persistent Divides in MDGs

- Regional gaps, often not in predictable directions
  - Chittagong and Sylhet lag on social MDGs
  - East-west divide in the pace of poverty reduction is fast disappearing
- Rich-poor divide in basic education, health, and child nutrition is still persistent
- Gender gaps in non-MDG social targets such as post-secondary education as well as work force participation
- Ethnic minorities lag behind and face social discrimination

#### Moving Up the Ladder on MDGs

- From "Quantity" to "Quality"
  - Participation in internationally comparable competence tests in English and computer literacy, math and science skills
  - More emphasis on quality education at all levels
- From "First Generation" to "Second Generation" MDGs
  - Primary → Secondary and technical/vocational education
  - Preventative 

     Curative (especially health insurance for the poor to prevent health shocks of breadwinners)
- This would require different kinds of policy support
  - From "microcredit" to "microenterprise"—from self-employment to wageemployment
  - Migration financing for the poor (including overseas migration, as the latter explains 70% increase in rural income inequality)
  - Blending traditional, modern and post-modern (example: safe delivery in institutions; scaling up of BRAC non-formal primary education at secondary level; assessment of quality of tertiary educational institutions through centralized competence tests)

#### Incorporating New Concerns

- Everything has consequences for society. MDGs are no exception to this rule.
- MDGs foster social transformation, but also create linkages for other sectoral priorities which cannot be ignored any more on the policy front
- Three examples: (i) job creation, (ii) social cohesion,
   (iii) democratic governance
  - Educating girls with primary and secondary education is part of MDGs, but to follow-through these measures with job creation is not part of MDGs.
  - The same applies for the educated youth to ensure social cohesion.

#### Incorporating New Concerns (2)

- Spread of education via MDGs creates higher demand for transparency, accountability and citizen rights – currently not part of MDGs (the government needs to be more fiscally responsive to such citizen demands)
- The MDG effects on the "language of rights" is also connected to rising democratic/ civic aspirations:
- Greater intolerance for wealth inequality
- Freedom of media
- Better quality of political candidates (the puzzle of regime instability)
- Pro-poorest social protection
- Environmental governance
- These concerns merit consideration in the formulation of "New" MDGs beyond 2015



## Need for Blending "Old" and "New" MDGs

- MDGs are important in themselves, but also as factors influencing faster growth, better social cohesion, and greater demands for democratic governance
- Equality concerns within "old" MDGs (spatial, gender, ethnic, rich/poor)
- Mobility concerns within MDGs (from "quantity" to "quality"; integrating preventative with curative; primary with secondary and technical/ vocational, etc.)

# Need for Blending "Old" and "New" MDGs (2)

- Inclusive citizenship concerns demanding new MDGs
  - Jobs for female stipend recipients
  - Towards a more democratic and accountable governance
  - Greater tax-financed re-distributive allocations to address growing awareness of citizen rights
  - Environmental governance
  - Addressing inequality for better social cohesion
  - Better political candidates



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Thanks for listening!

