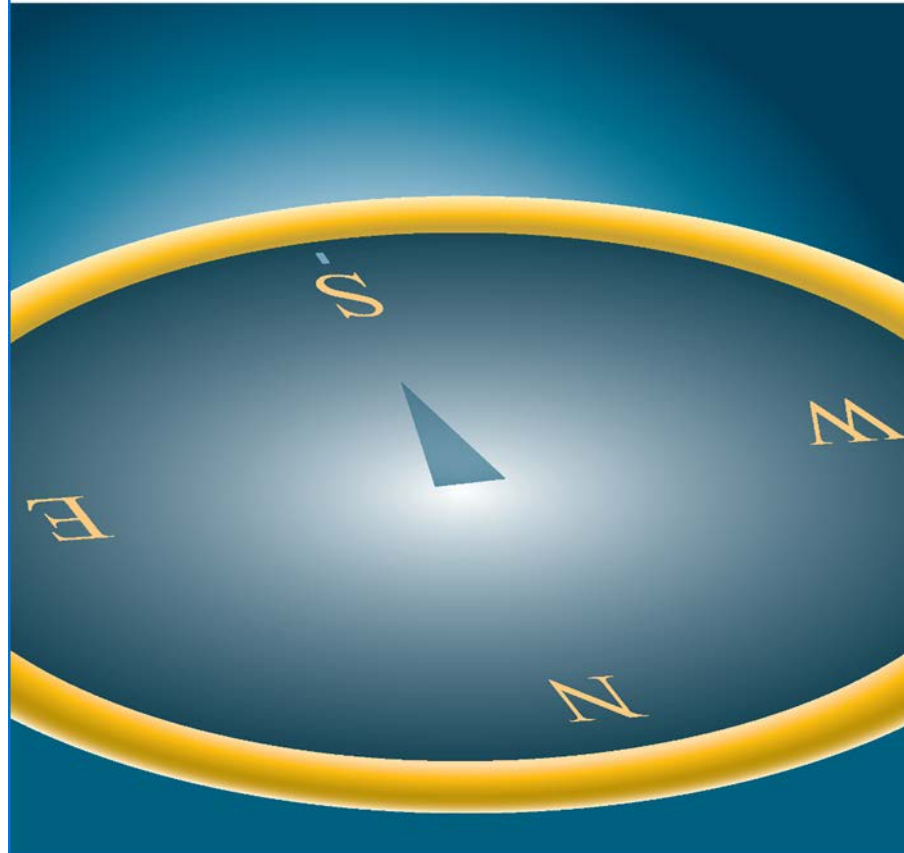


Human Development Report 2013

The Rise of the South:
Human Progress in a Diverse World



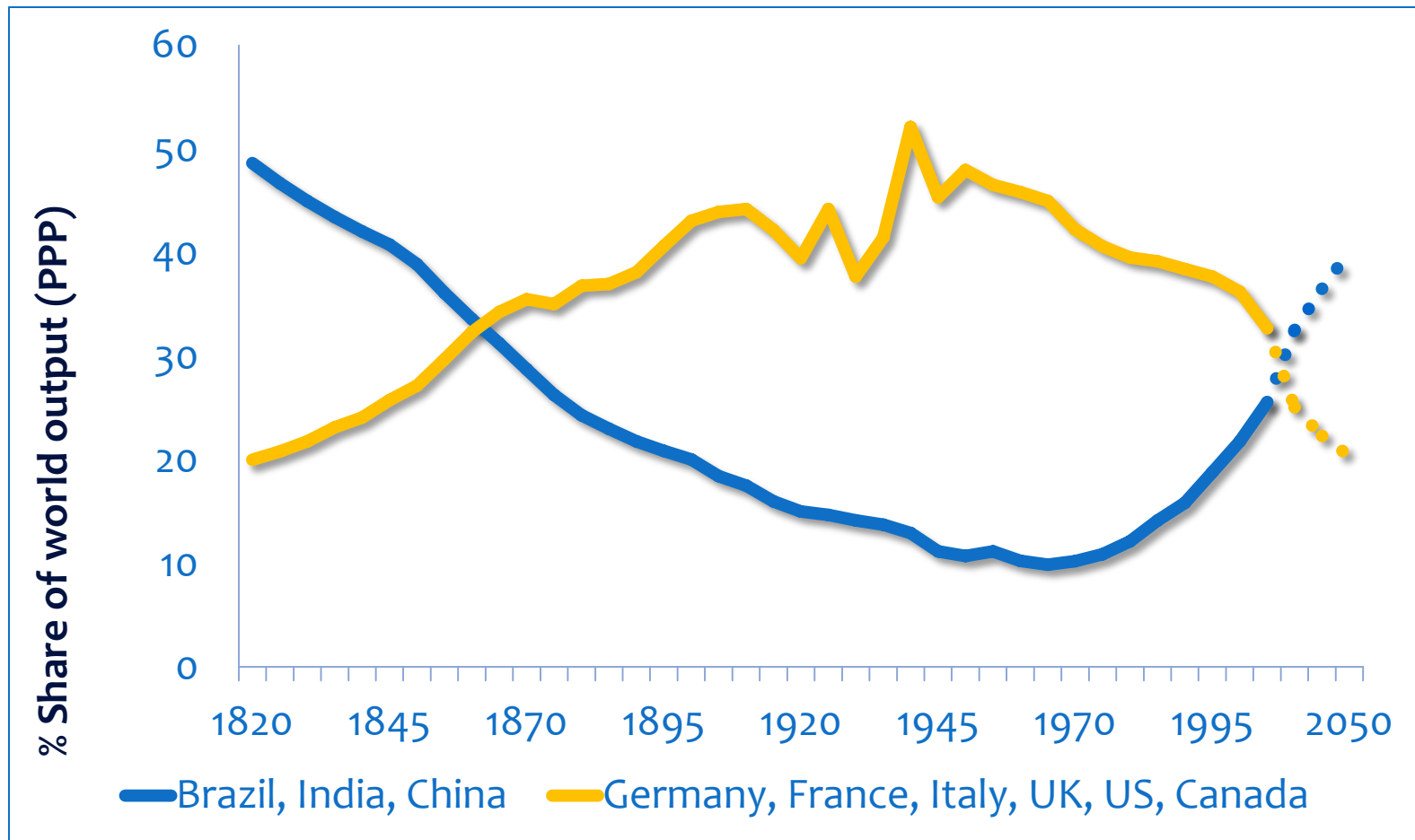
HUMAN DEVELOPMENT REPORT OFFICE
14 March 2013

RISE OF THE SOUTH:

- TECTONIC SHIFTS
- EXPANSION OF HUMAN CAPABILITIES AND CHOICES

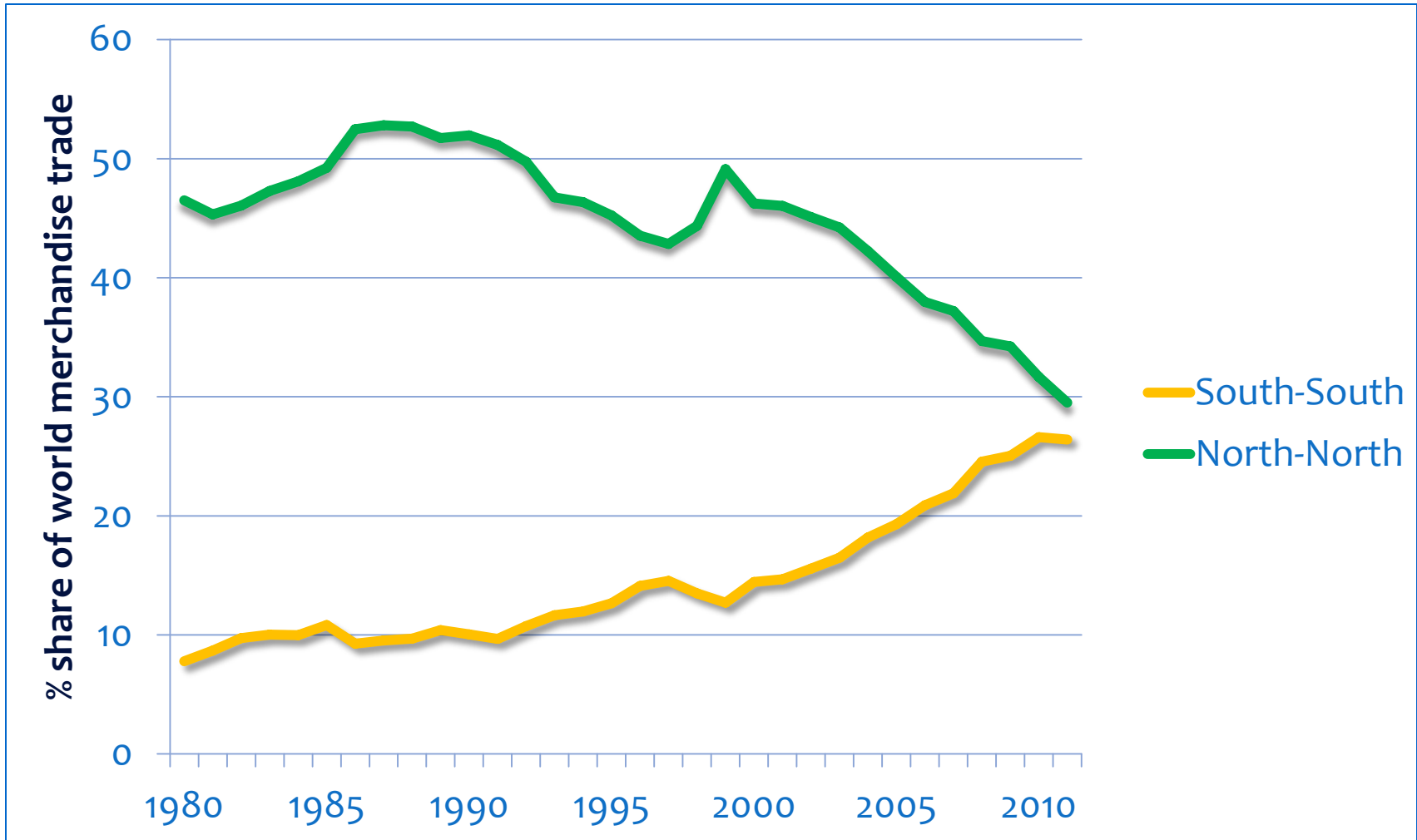


GLOBAL REBALANCING



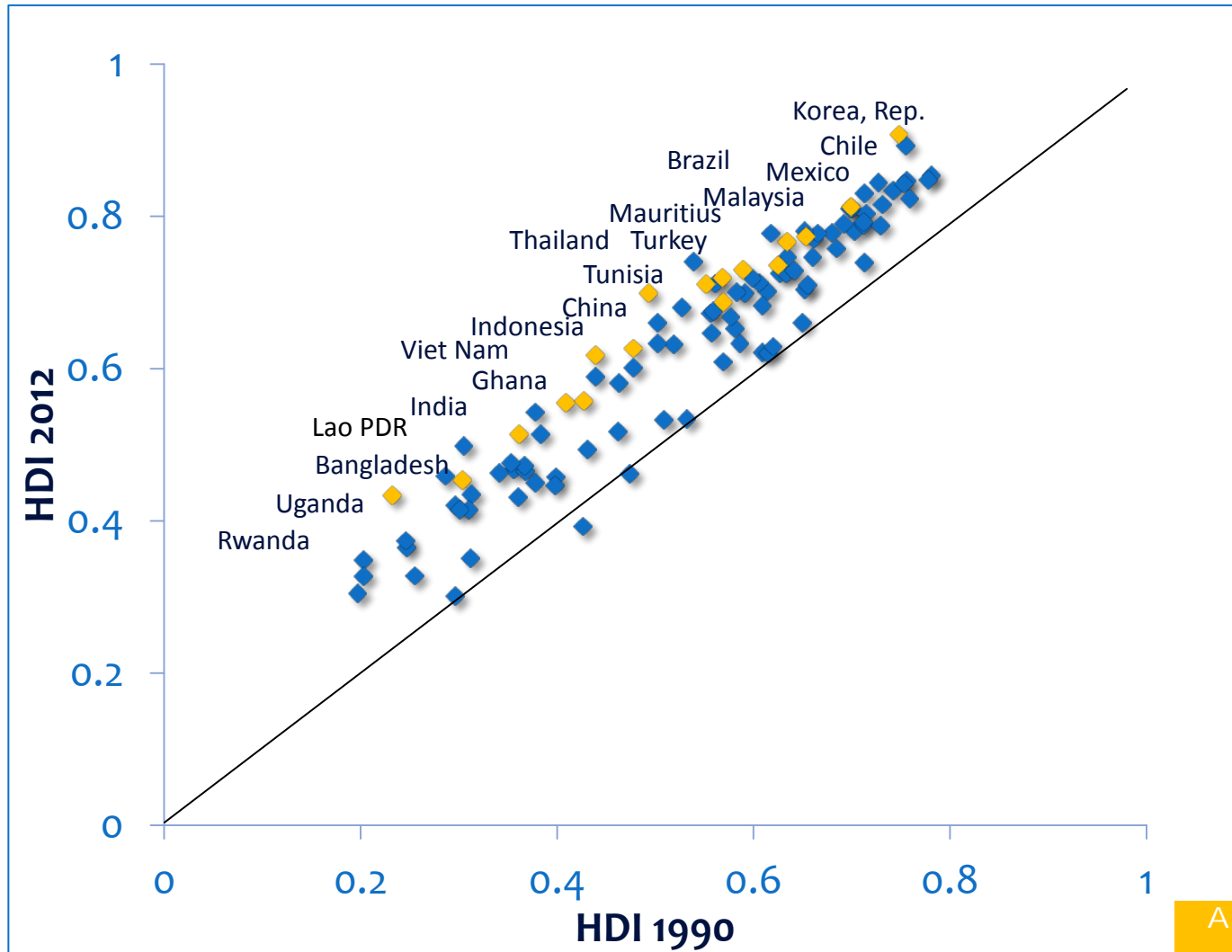


REALIGNMENT OF WORLD TRADE





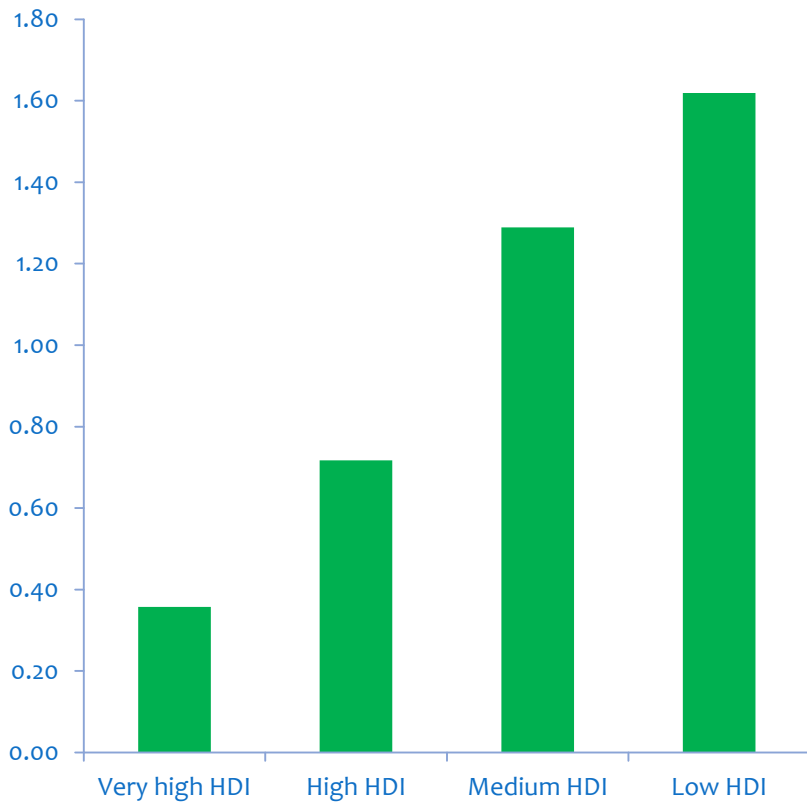
RAPID HUMAN DEVELOPMENT ACROSS THE GLOBE



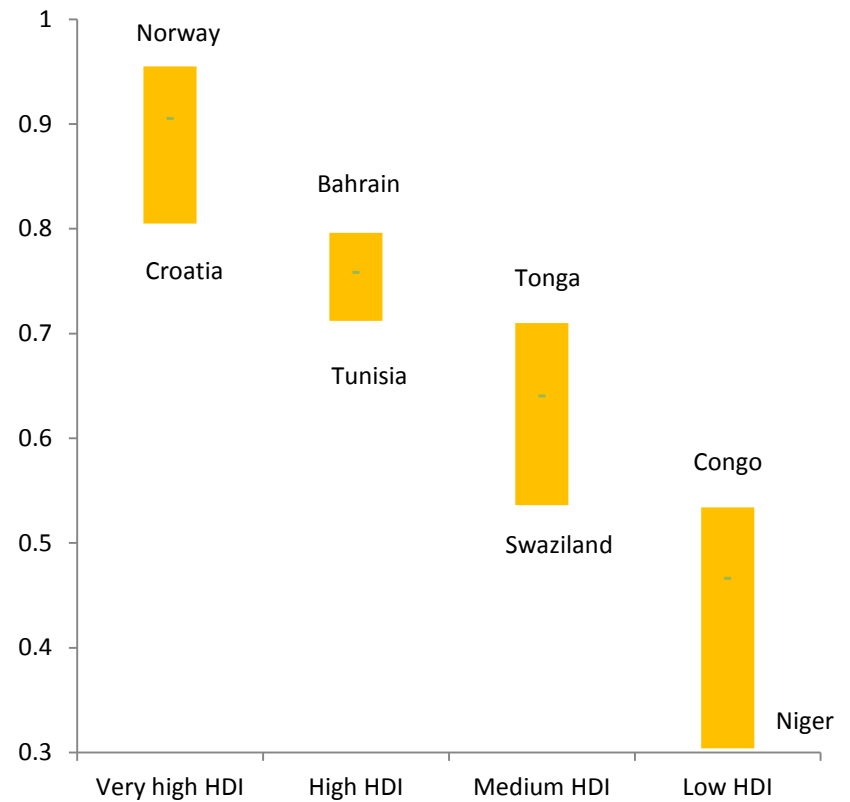


MUCH HUMAN PROGRESS, PARTICULARLY IN LOW HDI COUNTRIES

Avg. Annual Growth rate 2000-12



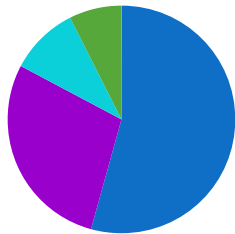
HDI Spread– highest vs. lowest



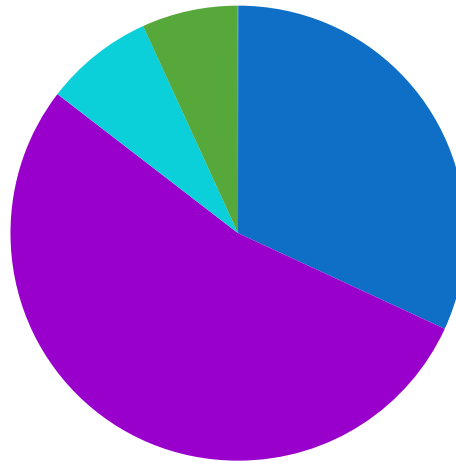


MASSIVE EXPANSION OF THE GLOBAL MIDDLE CLASS

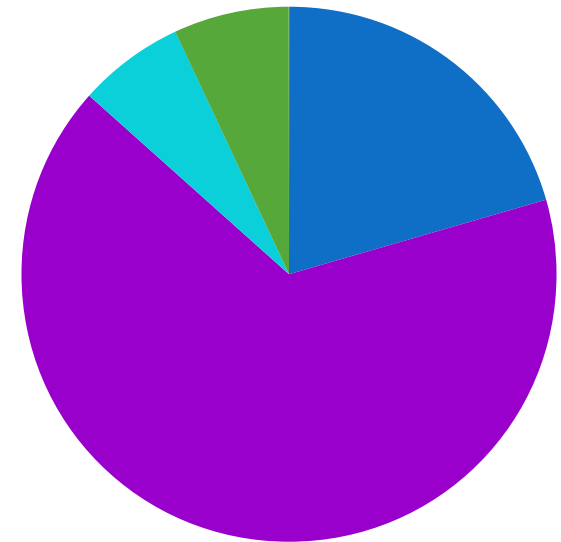
2010 (1.8 billion)



2020 (3.2 billion)



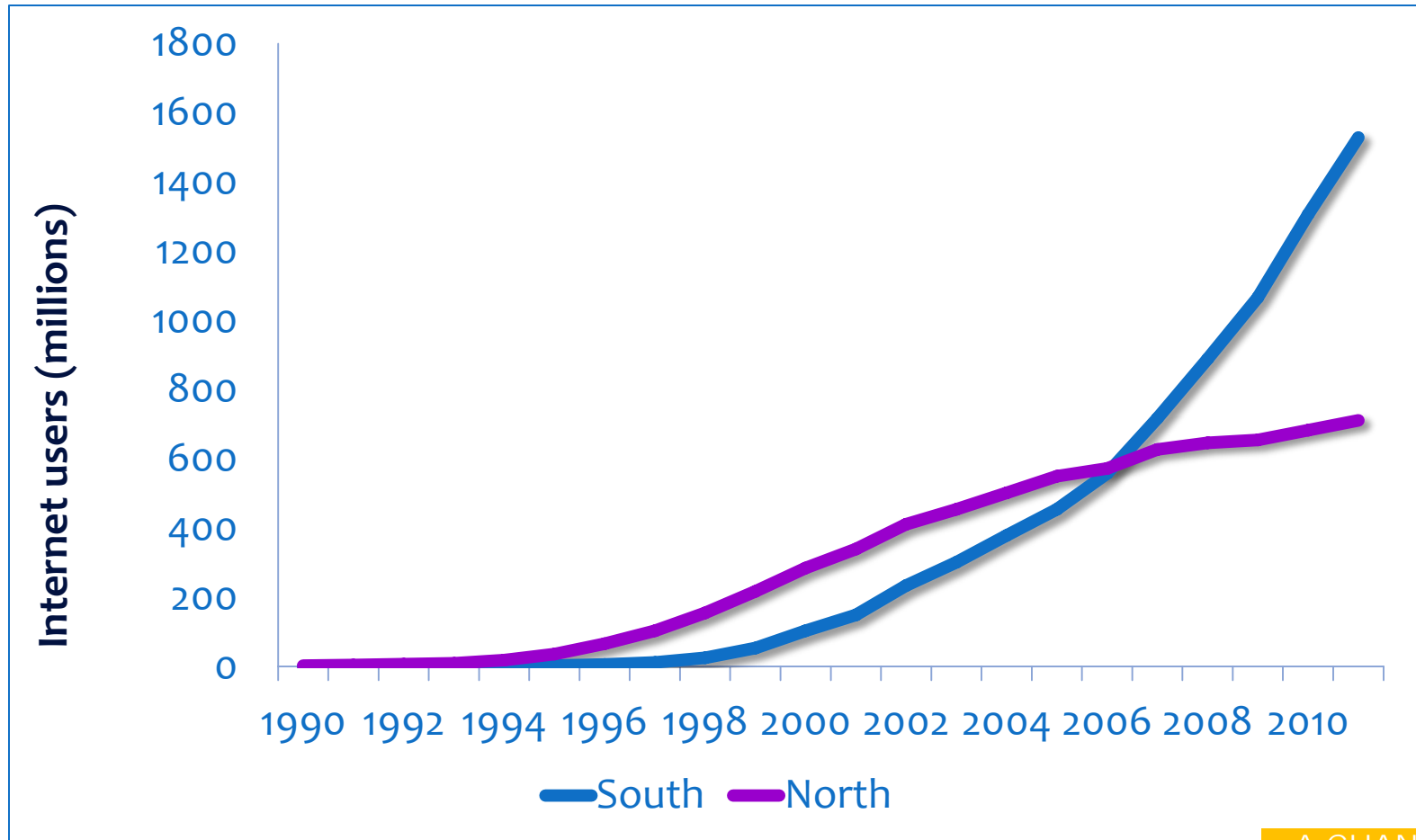
2030 (4.9 billion)



- Europe and North America
- Asia-Pacific
- Central and South America
- Rest of the World



INTERNET CONNECTIVITY



Why have some countries done better than others?

What can we learn from them?

What are the common drivers?



PROACTIVE DEVELOPMENTAL STATES

1 Commitment to
long-term human
development

2 Actively promoting
job creation

3 Enhancing public
investment in **health
and education**

4 Nurturing **industrial
capacities**



TAPPING GLOBAL MARKETS

1 Investment in **people** to make the best of trade opportunities

2 Investing in **infrastructure** to facilitate market access

3 Expanding into **non-traditional markets**



SOCIAL POLICY INNOVATIONS

1

TURKEY

Health care for all
and targeting the
poor

2

BRAZIL

Expanding education
access by equalizing
funds across regions and
municipalities

3

MEXICO

Poverty reduction
through innovative cash
transfer programmes

4

INDIA

Extending development
benefits to the broader
society key to accelerating
progress

DRIVERS

How can we sustain human
development for the
generations to come?

PROMOTING EQUITY, VOICE AND ACCOUNTABILITY

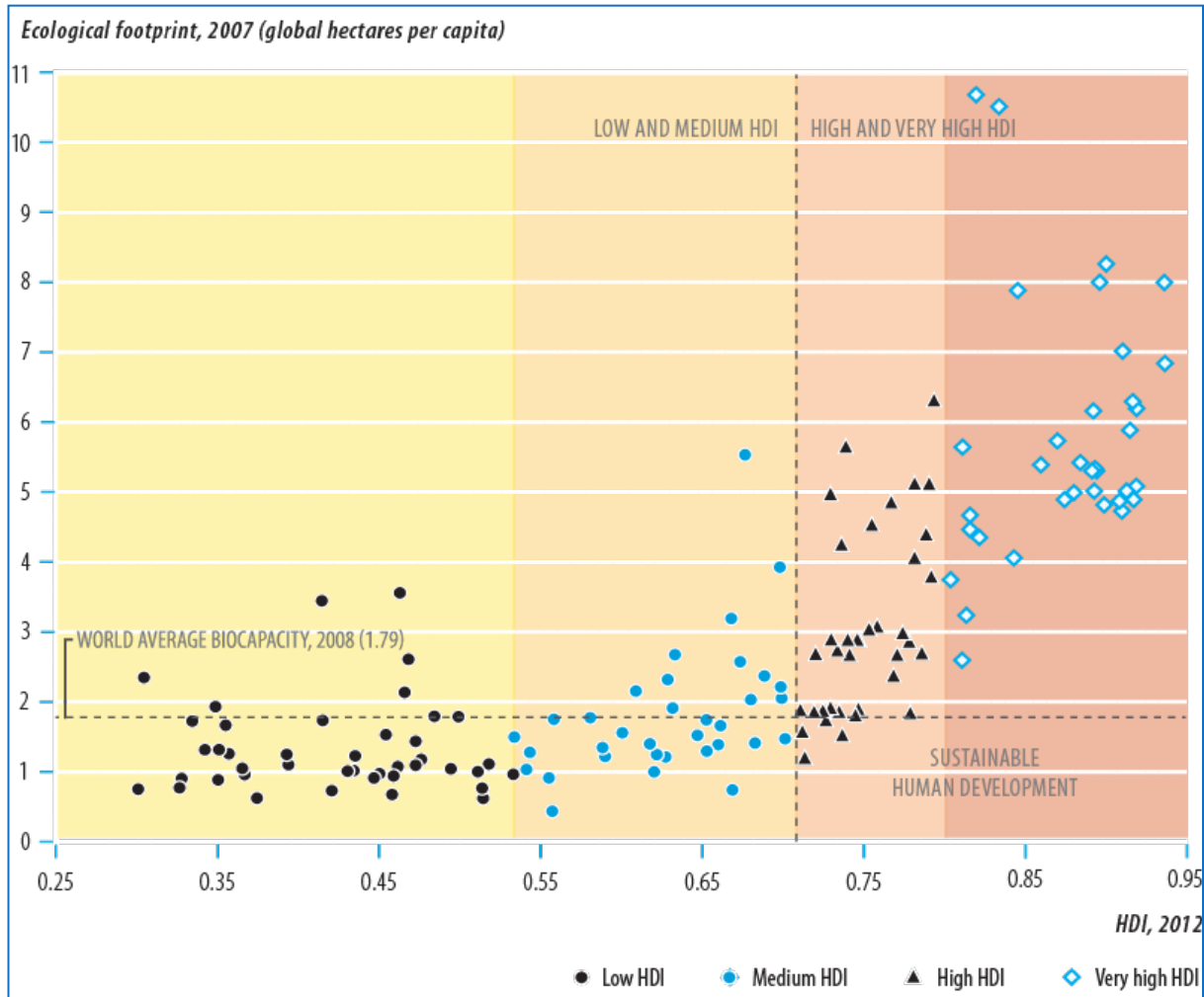
1 Countries with less **inequality** do better and improve more in human development

2 **Women's education** is essential to reduce gender inequality

3 Educated, interconnected youth demand greater **accountability**

4 **Participation and inclusion** essential to stability and **social cohesion**

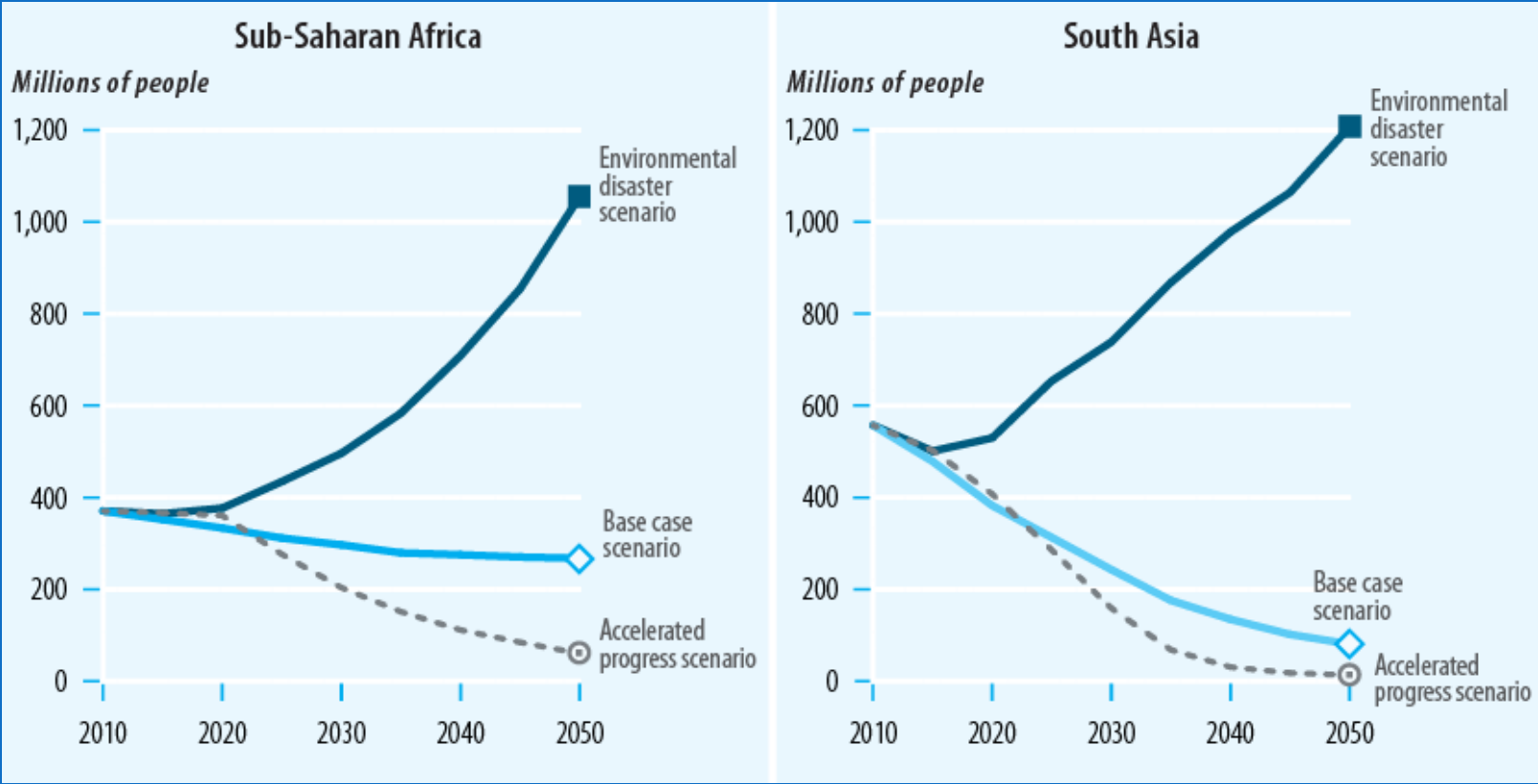
CONFRONTING ENVIRONMENTAL CHALLENGES



SUSTAINING
MOMENTUM



COST OF INACTION: POTENTIAL ENVIRONMENTAL IMPACT ON POVERTY





IS DEMOGRAPHY DESTINY?

1 **Education** is key to reduce fertility rates

2 **Skills formation** and productivity gains can help cope with a rapidly aging population

3 To reap a demographic dividend and benefit from youth bulge, **job creation** should have priority

THE RISE OF THE SOUTH

- **Governance for a changed world**
- **Opportunities for new development partnerships**



REDESIGN FOR A NEW ERA

1

COHERENT PLURALISM

Rise in regional institutions and finance mechanisms

2

MORE SPACE FOR NON STATE ACTORS

Citizen networks and social media can promote new norms to reinforce accountability of both state and private actors

3

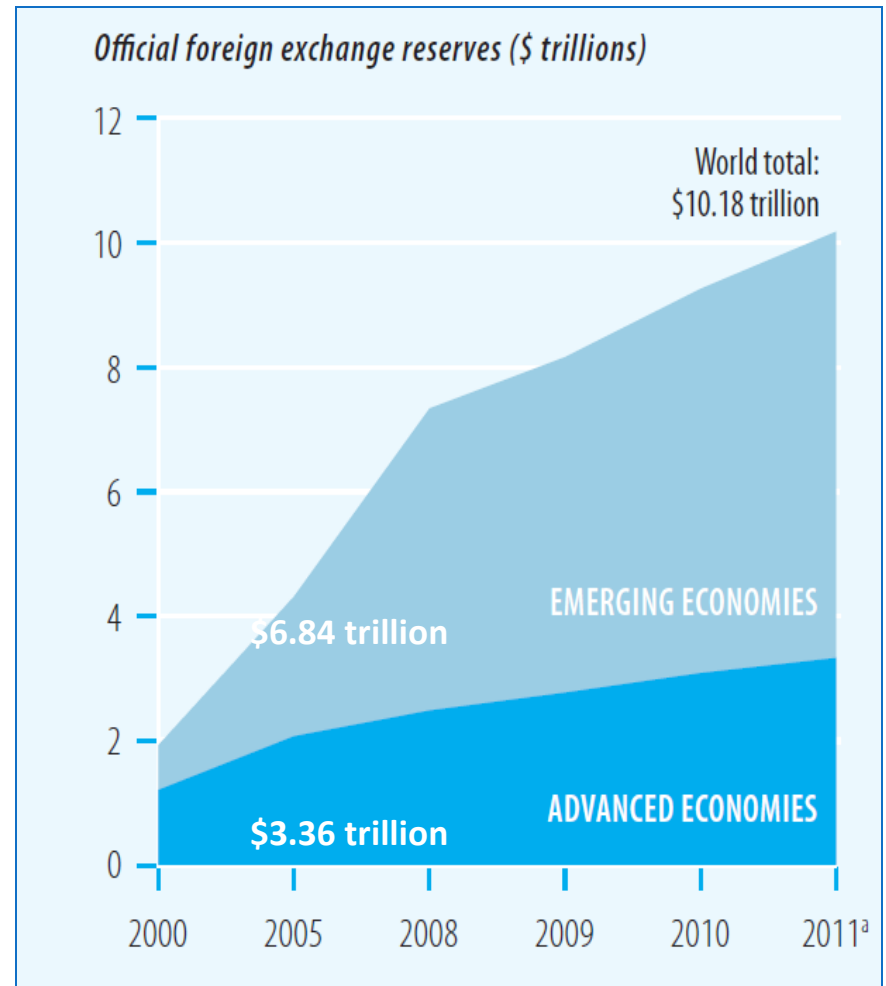
GLOBAL GOVERNANCE

For fair representation and shared responsibility, 20th century institutions must adapt to 21st century realities



NEW INSTITUTIONS, NEW MECHANISMS

- **Infrastructure development banks**
- **New institutions can facilitate regional integration and South-South relationships**
- **A new South Commission**



PRIORITIES FOR A NEW ERA

- **Rising economic strength must be matched by a full commitment to human development**
- **LDCs can learn and benefit from the success of emerging economies**
- **Greater representation for the South and CSOs can accelerate progress on major global challenges**
- **In a more connected world, the South continues to need the North and the North now needs the South as well**