

Mobilizing Resources for Rural Development

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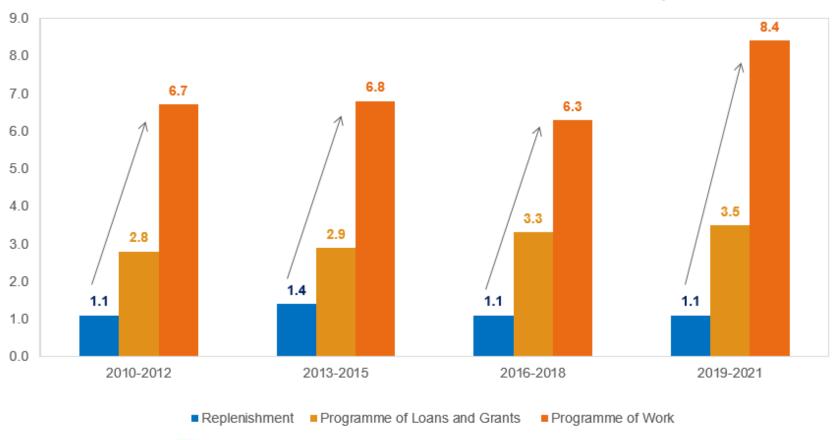
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IFAD's Financing Model: PoW, PoLG & Replenishment



IFAD acts as an **assembler of development finance**, leveraging Member State's core replenishment resources with reflows, borrowing, and co-financing.







IFAD's Current Financing Model:

Assembling Development Finance for Maximum Impact

IFAD11

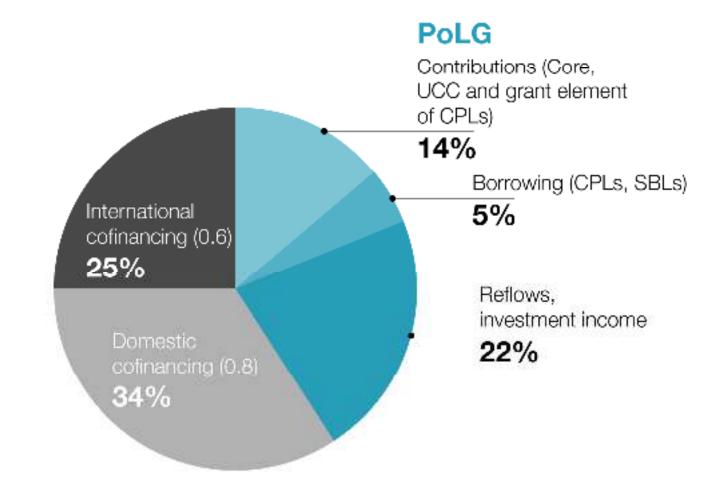
PoLG: US\$3.5bln

+

Domestic and International Cofinancing: US\$4.9bln

=

Programme of Work: US\$8.4bIn

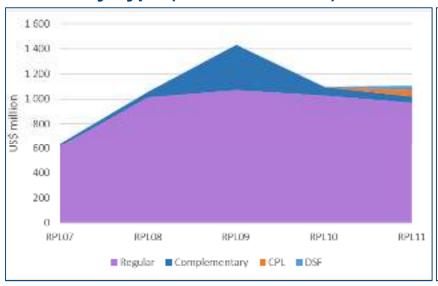




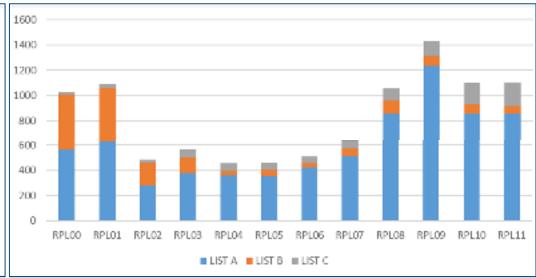


Contributions (Nominal US\$)

by Type (IFAD7 – IFAD11)



by List (IFAD0 - IFAD11)



- After a period of rapid growth following food price crisis, the trend has shifted slightly downward;
- New types of contributions like
 Concessional Partner Loans (CPLs)
 and thematic complementary
 contributions have helped to fill gap.



- List A: more than doubled US\$ contributions after food price crisis, from IFAD7-IFAD9 (including ASAP) but now declining slightly;
- List B: historically very important but share declining over recent replenishments;
- **List C:** growing steadily doubled share from IFAD7 to IFAD11, and tripled in US\$ approaching 20% of total.

Supplementary Funds: What are They?

Additional earmarked grant resources (US\$100m+/year) received from Member States and other partners such as foundations*, EU, and climate funds, for:

- Co-financing of IFAD's operations
- Non-lending activities (studies, research, policy engagement)
- Innovation in thematic areas: nutrition, gender, youth and climate, SSTC, private sector, indigenous peoples, and more...
- IFAD's Junior Professional Officer programme





*EB approval generally required to receive funds from private sector, unless for cofinancing.

Supplementary Funds:IFAD11 Contributions (Highlights)

Farmers' Organizations

EU for new phase in ACP (**€40m**)

Agricultural Research

EU for CGIAR (DESIRA) (€30m)

Remittances

EU (€1m) for Diaspora investment

FARMS

EU (\$4m), **Italy** (€3m) for **multiple cofinancing** in Jordan, Lebanon, Somalia

PARM/SAFIN

Italy (\$1m) and France (\$4m) for new phase

Climate

GCF envelope of \$50 - \$250m; France for ASAP2

Youth & Nutrition

Germany (US\$11m) and Norway (US\$7m)







Priority for 2020: IFAD12

- IFAD's **twelfth replenishment** process (IFAD12) is taking place in 2020;
- Management + Members of the Consultation (57 member states) will focus on:
 - √ accountability for results reporting on IFAD11;
 - √ strategic directions to ensure progress on SDG2;
 - ✓ increasing replenishment contributions and borrowing to ensure support for poorest countries, strengthened financial sustainability, and doubling of IFAD's impact by 2030.





Thank You.

