Mobilizing Resources for Rural Development

Ron Hartman
Director
Global Engagement, Partnership and Resource Mobilization Division
External Relations and Governance Department
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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$8.4bln
Trends in Resource Mobilization: Contributions (Nominal US$)

- 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 co-financing.
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)
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.