



**SUPPORT
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Corporate induction

An overview of IFAD

28 January 2021
Associate Vice President, Strategy and Knowledge Department

The gap to SDG1 and 2 targets is increasing

Existing development threats



Poverty

is becoming increasing concentrated and its decline is slowing



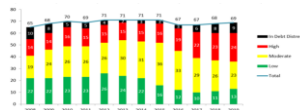
Fragility

is increasing and violent conflict has tripled in the last decade



Food insecurity

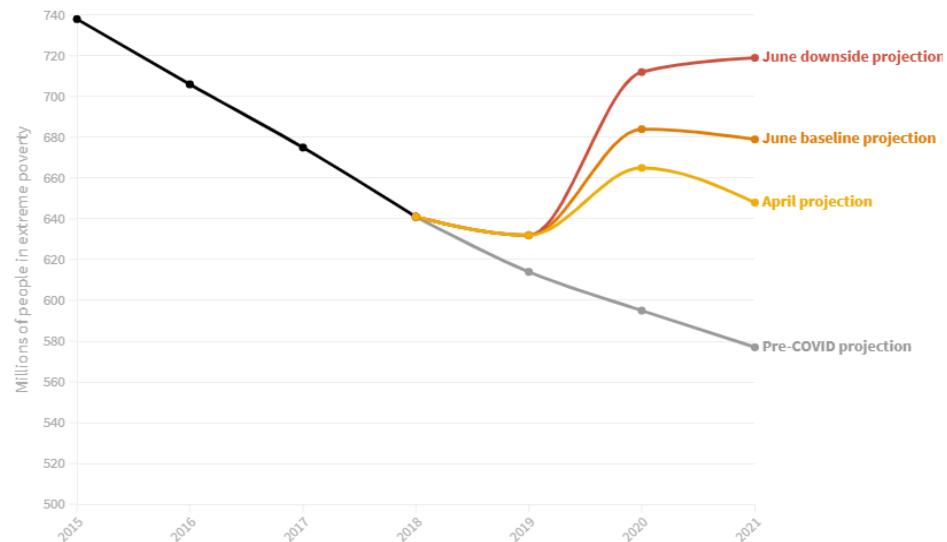
is on the rise and reversing back to levels of 2010-2011



Debt Sustainability

at risk (50% of IDA countries at high risk, double that of 2013)

Exacerbated due to COVID19



Source: Lakner et al (2020), PovcalNet, Global Economic Prospects. • Extreme poverty is measured as the number of people living on less than \$1.90 per day.

Their impact on opportunities and fresh ways of thinking, globally:

Innovation

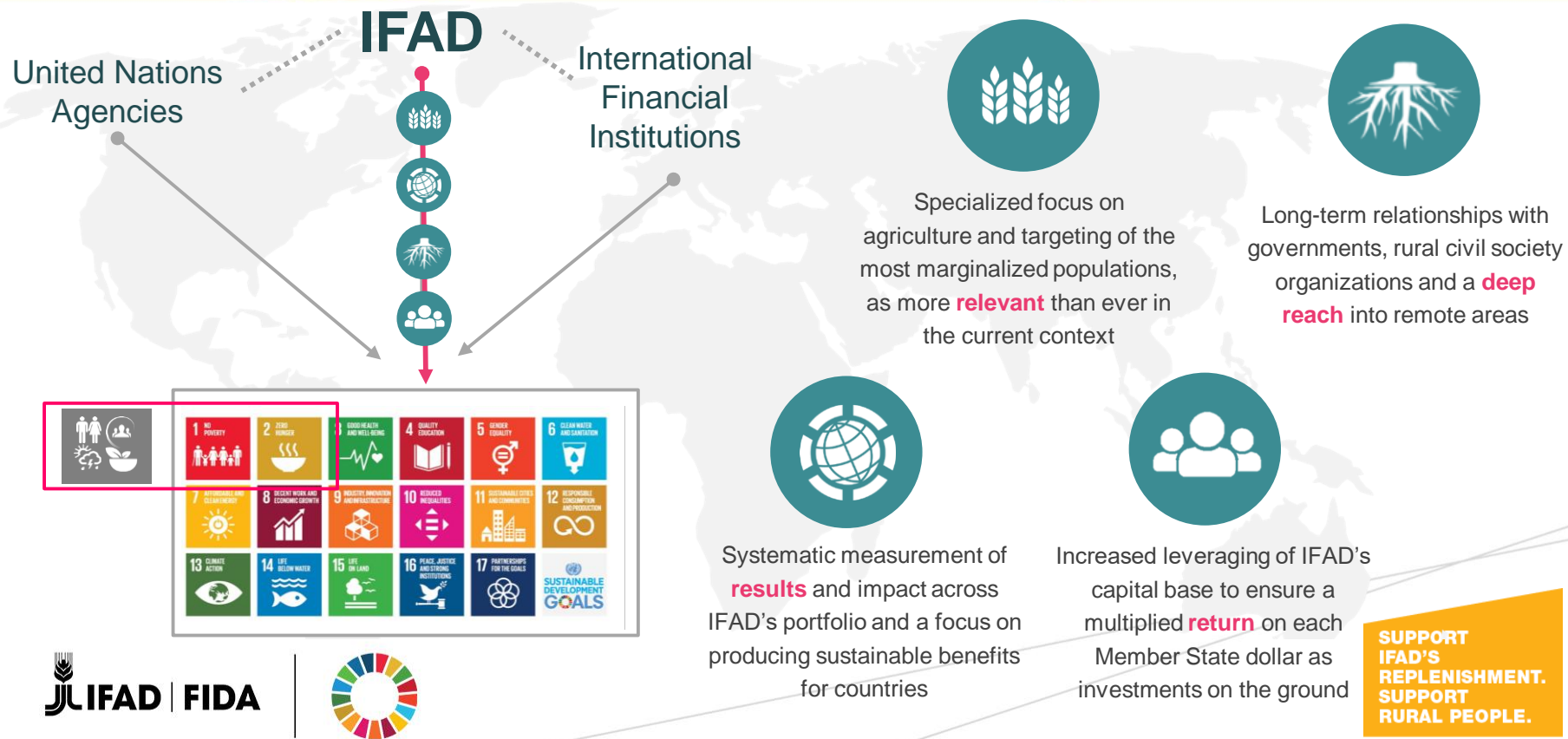
Increasingly targeted assistance

Sustainability of benefits

Environmental impacts

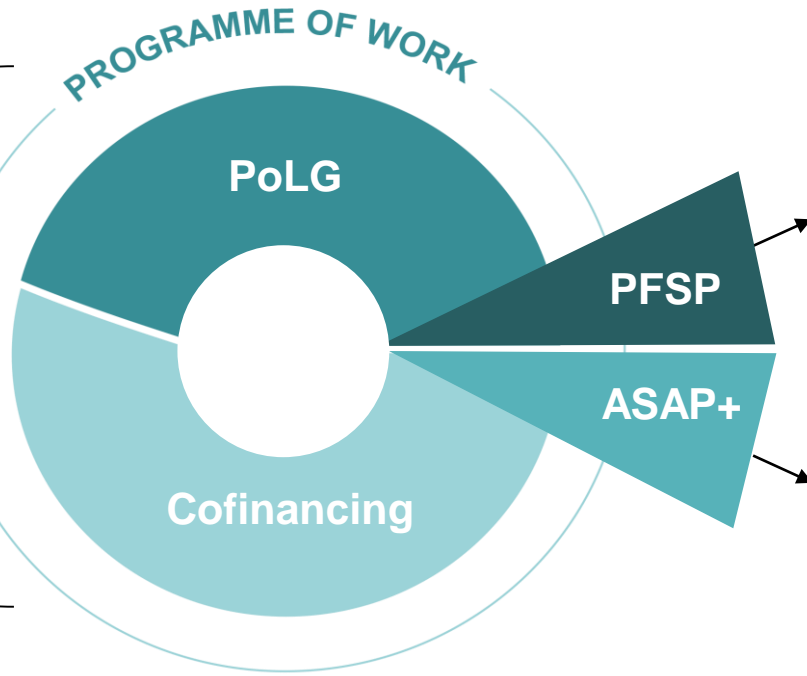
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IFAD's value proposition: IFAD's role in closing the gap



Translating this to impact on the ground through our toolkit

- New products (RTA, RBL, RLO)
- A country level programmatic approach
- Strengthened partnerships at the country level
- Stronger policy engagement
- Bringing credible knowledge to the ground



- New instrument to catalyse private funding for rural MSEs
- Complementarity with PoLG
- Ambition to raise up to US\$200 mln

- Building on experience with ASAP1 & ASAP2
- Part of Rural Resilience Programme
- Ambition to raise up to US\$500 mln



Focusing on high-quality delivery

Project lifecycles



Design

Integrated rural development solutions

Assessments of countries' needs and institutional arrangements

High technical quality



Implementation

Proactivity

Responsiveness

Problem solving

Agile responses



COVID-19 Response

\$200 million

Repurposing towards recovery and reactivation



Completion

Scaling up and exit strategies

Sustainability

Leaving no one behind

Mainstreaming



- Systematization and further integration in country-level approach
- Increased mainstreaming targets (40% climate finance and 35% gender transformative)
- New biodiversity strategy in IFAD12
- Strengthened engagement with persons with disabilities and indigenous peoples

Fragile situations



- Building on its Strategy for Engagement and Special Programme
- Transforming planning, tools, and delivery including through 2RP
- Allocating at least 25% of core resources to countries with fragile situations

Targeting






- Revised Targeting Policy to consolidate new areas of focus



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IFAD12: An evolving business model to maximise impact

	IFAD10	IFAD11	IFAD12
Transformational Country Programmes 	<p>PoLG;</p> <p>Average IFAD project financing: \$31 million</p> <p>Co-financing ratio: 1:0.87</p>	<p>Fully programmed PoLG; Results Based Lending</p> <p>Average IFAD financing: US\$40 million</p> <p>Co-financing ratio: 1:1.4</p> <p>90% LICs LMICs/ 10% UMICs</p>	<p>New instruments: ASAP+ & PSFP</p> <p>Average IFAD financing: tracked, flexible</p> <p>Co-financing ratio: 1:1.5</p> <p>100% core LICs/LMICs</p> <p>Priorities incl. Persons with Disabilities, Indigenous Peoples and ICT4D</p>
Institutional Framework 	<p>HQ based</p> <p>Strengthening service delivery platform (HR; ICT)</p>	<p>Decentralization of IFAD's workforce; Hubs & ICOs to 32% of IFAD staff in the field</p> <p>Business process reengineering</p>	<p>Continued decentralization: from 32% to 45%</p> <p>Improving efficiency and boosting capacity in the field</p>
Financial Framework 	<p>Core contributions, DSF compensation</p> <p>UCCs</p> <p>Sovereign loans</p>	<p>Core contributions, DSF compensations</p> <p>UCCs</p> <p>Sovereign loans and CPLs</p>	<p>Core contributions (including DSF compensation)</p> <p>Integrated borrowing framework and New Liquidity Policy</p> <p>ASAP+ and PSFP</p>

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Thank you!

