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Enabling poor rural people
to overcome poverty

Resources available for commitment

Addendum

Note to Executive Board representatives

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Executive Board — 104th Session
Rome, 12-14 December 2011

For: **Approval**

Recommendation for approval

Pursuant to the Procedures for the Use of the Advance Commitment Authority (ACA), the President of the Fund is to report regularly to the Executive Board on the status of resources available for commitment, including the management of the ACA. At each session, the Executive Board is to approve the total resource commitment to be made through the ACA.¹ Additional use of ACA is being requested for approval at this session of the Board for US\$304.2 million. The Executive Board is hereby requested to authorize the President to conclude agreements for loans and grants approved by the Board at its 104th session in December 2011 and for those to be approved through the lapse-of-time procedure.

Resources available for commitment

1. For the information of the Executive Board, and as stated in document EB 2011/104/R.12, Management has prepared an update of the estimated resources available for commitment under IFAD's Regular Programme. The aforementioned document had estimated additional advance commitment authority (ACA) of US\$253.6 million was required. Attachment III provides a further analysis of net flows from 1 January to 31 December 2011, currently estimated at US\$473.2 million. Taking into account the above net inflows for the twelve-month period; loan and grant commitments amounting to US\$1,083.9 million;² ACA of US\$306.5 million already approved by the Board, additional ACA amounting to US\$304.2 million is requested at this session of the Executive Board (attachment III). The difference in the additional ACA amount is mainly related to the inclusion of projects to be approved by lapse of time procedure in 2012, as explained in paragraph 2 below.
2. Attachment I provides details of loans and grants proposed to the current session of the Board for a total amount of US\$492.3 million. Based on the exchange rate in force as at 30 November 2011, such loans and grants amount to SDR 315.6 million. In addition, attachment II provides details of projects approved through the lapse-of-time procedure in the intersessional period September to December 2011. Attachment II also provides an indicative list of projects to be approved through the lapse-of-time procedure in the intersessional period January to April 2012 for the 2012 programme of loans and grants.

Recommendation

3. Based on the estimated resource position as at 31 December 2011, the Executive Board, having regard to article 7, section 2(b) of the Agreement Establishing IFAD and noting estimated net inflows for the twelve-month period to 31 December 2011 amounting to US\$473.2 million and loan and grant commitments amounting to US\$1,083.9 million² and considering that ACA for US\$306.5 million has been already approved during the current year, notes that additional ACA amounting to US\$304.2 million is being requested for approval at this session of the Board. The Executive Board authorizes the President to conclude agreements for loans and grants approved by the Executive Board at its 104th session in December 2011 and for those to be approved through the lapse-of-time procedure, as tentatively indicated in attachment II of this document. In addition, the Board requests the President to report to the Executive Board at its next and subsequent sessions on the resources available for commitment, loans and grants approved, and the use of ACA.

¹ Procedures for the Use of the Advance Commitment Authority, attachment B of Governing Council resolution 154/XXXII/Rev.1.

² The amount of US\$1,083.9 million includes:

- Loans and grants already approved for US\$534.4 million;
- Loans and grants presented for approval at this session of the Executive Board for US\$492.3 million;
- Projects subject to approval through the lapse-of-time procedure in the intersessional period from January to December 2012 for US\$57.2 million, for the 2012 programme of loans and grants.

Loans and grants to be approved at the 104th session of the Executive Board

<i>Country/recipient</i>	<i>Programme/project title</i>	<i>US\$^a</i>	<i>SDR^a</i>
Loans			
Liberia	Smallholder Tree Crop Revitalization Support Project	16 379 378	10 500 000
Niger	Food Security and Development Support Project in the Maradi Region (PASADEM)	22 307 152	14 300 000
Madagascar	Vocational Training and Agricultural Productivity Improvement Programme (FORMAPROD)	33 226 737	21 300 000
Madagascar	Project to Support Development in the Menabe and Melaky Regions – supplementary loan	5 225 801	3 350 000
Malawi	Sustainable Agricultural Production Programme (SAPP)	22 853 132	14 650 000
Cambodia	Rural Livelihoods Improvement Project in Kratie, Preah Vihear and Ratanakiri	1 325 950	850 000
China	Guangxi Integrated Agricultural Development Project	46 252 242	29 650 000
India	Integrated Livelihoods Support Project	88 448 639	56 700 000
Sri Lanka	Iranamadu Irrigation Development Project	22 385 149	14 350 000
Bolivia	Economic Inclusion Programme for Families and Rural Communities in the Highlands, Lowlands and Inter-Andean Valleys (ACCESOS)	18 095 312	11 600 000
Nicaragua	Inclusion of Small-scale Producers in Value Chains and Market Access Project	6 005 772	3 850 000
Bosnia Herzegovina	Rural Business Development Project	12 720 000	8 154 156
Egypt	Promotion of Rural Incomes through Market Enhancement Project	68 855 783	44 140 000
Morocco	Agricultural Value Chain Development Project in the Mountain Zones of Al-Haouz Province	6 395 757	4 100 000
Tunisia	Integrated Agricultural Development Project in the Governorate of Siliana – Phase II	4 991 810	3 200 000
Tunisia	Agropastoral Development and Local Initiatives Promotion Programme for the South-East (PRODESUR)	3 977 849	2 550 000
Total		379 446 463	243 244 156
Debt Sustainability Framework (DSF) grants			
Côte d'Ivoire	Support to Agricultural Development and Marketing Project	22 619 140	14 500 000
Cambodia	Rural Livelihoods Improvement Project in Kratie, Preah Vihear and Ratanakiri	1 325 950	850 000
Guinea	National Programme to Support Agricultural Value Chain Actors (PNAFA), Upper Guinea component	8 969 659	5 750 000
Malawi	Sustainable Agricultural Production Programme (SAAP)	22 853 132	14 650 000
Lao People's Democratic Republic	Soum Son Seun Jai – Community-based Food Security and Economic Opportunities Programme	13 805 475	8 850 000
Timor Leste	Timor-Leste Maize Storage Project	4 991 810	3 200 000
Haiti	Productive Initiatives Support Programme in Rural Areas	7 565 712	4 850 000
Nicaragua	Inclusion of Small-scale Producers in Value Chains and Market Access Project	5 459 793	3 500 000
Sudan	Seed Development Project	9 905 624	6 350 000
Yemen	YemenInvest – Rural Employment Programme	8 922 861	5 720 000
Total		106 419 156	68 220 000
Grants			
Madagascar	Vocational Training and Agricultural Productivity Improvement Programme (FORMAPROD)	2 027 923	1 300 000
Bosnia Herzegovina	Rural Business Development Project	780 000	500 019
Egypt	Promotion of Rural Incomes through Market Enhancement Project	982 763	630 000
Morocco	Agricultural Value Chain Development Project in the Mountain Zones of Al-Haouz Province	140 395	90 000
Tunisia	Agropastoral Development and Local Initiatives Promotion Programme for the South-East (PRODESUR)	545 979	350 000
European Committee for Education and Agriculture (CEFA)	Programme for Enhancing Food Security in the Horn of Africa through Diaspora Investment in Agriculture	1 500 000	961 575
Mali Biocarburant SA	Building farmers' income and safety nets while securing local energy supply in West Africa	500 000	320 525
Total		6 477 060	4 152 119
Grand total		492 342 679	315 616 275

^a Amounts calculated using the 30 November 2011 US\$/SDR exchange rate of 1.5599.

Loans and grants approved through the lapse-of-time procedure period September - December 2011

<i>Country/recipient</i>	<i>Programme/project title</i>	<i>US\$^a</i>	<i>SDR^a</i>
Comoros	National Programme for Sustainable Human Development	2 620 700	1 680 000
Lesotho	Smallholder Agriculture Development Project	9 827 626	6 300 000
Congo	Agricultural Value Chains Development Programme (PADEF)	9 671 633	6 200 000
Eastern Africa Farmers' Federation	Strengthening capacity of East African farmers' organizations through knowledge management and institutional development	1 500 000	961 575
African Rural and Agricultural Credit Association	Rural finance knowledge management partnership (KMP) – Phase III	1 500 000	961 575
PICO Knowledge Net Ltd.	IFADAfrica Regional Knowledge Network – Phase II	1 800 000	1 153 890
Centro Latinoamericano de Economía Humana	Public policy dialogue on family farming and food security in the Southern Cone of Latin America	1 800 000	1 153 890
Oxfam Italia	Renewable energy technologies in Albania and Bosnia and Herzegovina	1 200 000	769 260
Food and Agriculture Organization of the United Nations	Drought recovery and smallholder adaptation programme in Djibouti and Somalia	1 300 000	833 365
SNV Netherlands Development Organisation	Uganda Oilseeds Subsector Platform	1 140 000	730 797
Total		32 359 959	20 744 352

^a Amounts calculated using the 30 November 2011 US\$/SDR exchange rate of 1.5599.

Indicative list of loans and grants to be approved through the lapse-of-time procedure period January - April 2012 for the 2012 programme of loans and grants

		<i>US\$</i>	<i>SDR^a</i>
Haiti	Small-scale Irrigation Development Project	12 500 000	8 013 125
Paraguay	Productive, Market and Value Chains-Oriented Sustainable Rural Development	10 000 000	6 410 500
Guyana	Hinterland Development Project	4 226 000	2 709 077
Jamaica	Rural Support Services and Technology Enhancement	7 502 000	4 809 157
	Grants to be determined	23 000 000	14 744 150
Total		57 228 000	36 686 009

^a Amounts calculated using the 30 November 2011 US\$/SDR exchange rate of 1.5599.

Analysis of use of advance commitment authority

	<i>Millions of United States dollars</i>									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
ACA carry-forward at start of year	-	153.7	277.8	331.1	136.8	296.0	453.3	585.3	742.3	789.0
Net ACA use/(cover)	153.7	124.1	53.3	(194.3)	159.2	157.3	132.0	157.0	46.7	147.1
ACA carry-forward at end of year	153.7	277.8	331.1	136.8	296.0	453.3	585.3	742.3	789.0	936.1

	<i>Millions of United States dollars</i>
	<i>Estimated January to December 2011</i>
1. Resources available at start of period	0
Analysis of flows	
Members' contributions	230.0
Loan reflows	280.0
Loan and grant cancellations	60.0
Net investment income	73.6
Net exchange rate movements	(6.5)
Adjustment in provision	(0.1)
Operating expenses	(163.8)
2. Total estimated net inflows for the period	473.2
3. ACA approved by the Executive Board in the year	306.5
4. Loan and grant commitments^b	(1 083.9)
5. ACA to be approved at EB 104^a	304.2
6. ACA covered from flows in the period	0
7. ACA unused balance (=1+2+3+4+5+6)	0
8. ACA brought forward (= prior period)	936.1
9. ACA carried forward (= 3+5+6+7+8)^c	1 546.8

^a EB 104: 104th session of the Executive Board (December 2011).

^b Loan and grant commitments include :

- Loans and grants already approved for US\$534.4 million;
- Loans and grants presented for approval at this session of the Executive Board for US\$492.3 million;
- Projects subject to approval through the lapse-of-time procedure in the intersessional period from January to December 2012 for US\$57.2 million, for the 2012 programme of loans and grants

^c The ACA ceiling of seven years of loan reflows amounts to approximately US\$2.3 billion, according to the Eighth Replenishment definition. The current estimated carried-forward balance corresponds to about 4.7 years of loan reflows.