

Document: EB 2013/108/R.24
Agenda: 15
Date: 4 March 2013
Distribution: Public
Original: English

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Enabling poor rural people
to overcome poverty

Status report on arrears in principal, interest and service charge payments

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Executive Board — 108th Session
Rome, 10-11 April 2013

For: Information

Status report on arrears in principal, interest and service charge payments

The present document provides information on the status of arrears as at 31 December 2012 with respect to the payment of principal, interest and service charges due under the Regular Programme and the Special Programme for Sub-Saharan African Countries Affected by Drought and Desertification (SPA).

Table 1
Year-on-year comparison of arrears by region, 2011-2012
(As at 31 December 2012)

Region	Number of loans	Thousands of United States dollars			Percentage	Comments
		Principal	Interest and service charges	Total arrears		
Asia and the Pacific						
As at 31 December 2012	3	5 802	641	6 443	12	Overall total number of loans decreased while total arrears increased by US\$1.3 million. Arrears for the Democratic People's Republic of Korea increased by US\$1.8 million. The Lao People's Democratic Republic and Viet Nam cleared their arrears.
As at 31 December 2011	8	4 458	612	5 070	10	
Eastern and Southern Africa						
As at 31 December 2012	8	15 183	6 701	21 885	42	Overall total number of loans decreased. Arrears for Zimbabwe increased by US\$0.9 million. Kenya cleared its arrears.
As at 31 December 2011	15	15 522	6 426	21 948	45	
Near East and North Africa						
As at 31 December 2012	4	16 229	5 487	21 716	42	Overall total number of loans decreased while total arrears increased by US\$0.9 million. Arrears for Somalia increased by US\$1.0 million. Palestine cleared its arrears. In view of the debt settlement plan signed on 17 October 2012, the Sudan's arrears are not reported for either 2011 or 2012.
As at 31 December 2011	5	15 519	5 237	20 755	45	
Western and Central Africa						
As at 31 December 2012	14	2 032	444	2 475	5	Overall total number of loans increased. Total arrears increased by US\$1.3 million due to arrears for Equatorial Guinea, Gabon and Mali. Equatorial Guinea cleared its arrears in January 2013.
As at 31 December 2011	12	934	239	1 174	3	
Latin American and the Caribbean						
As at 31 December 2012	-	-	-	-	-	In view of the debt settlement plan signed on 15 October 2012, Cuba's arrears are not reported for either 2011 or 2012.
As at 31 December 2011	-	-	-	-	-	
Total all regions						
As at 31 December 2012	29	39 246	13 274	52 519	100	Overall total number of loans decreased from 40 to 29 while total debt increased by about US\$3.5 million.
As at 31 December 2011	40	36 433	12 514	48 947	100	

Table 2

Principal, interest and service charge payments in arrears, by region and lending programme^a

(As at 31 December 2012 at historical exchange rates)

<i>Thousands of United States dollars</i>					
	<i>Number of loans</i>	<i>Principal</i>	<i>Interest and service charges</i>	<i>Total arrears</i>	
Regular Programme					
Asia and the Pacific	3	5 802	641	6 443	
East and Southern Africa	8	15 183	6 701	21 885	
Latin American and the Caribbean	-	-	-	-	
Near East, North Africa and Europe	4	16 229	5 487	21 716	
West and Central Africa	12	1 829	392	2 220	
Subtotal	27	39 043	13 221	52 264	
Special programme for Sub-Saharan African Countries - Special Resources for Sub-Saharan Africa (SRS) Fund					
Western and Central Africa	2	203	52	255	
Subtotal	2	203	52	255	
All funds					
	<i>Number of loans</i>	<i>Principal loan repayment</i>	<i>Interest and service charges</i>	<i>Total arrears</i>	<i>Percentage</i>
Asia and the Pacific	3	5 802	641	6 443	12.27
Eastern and Southern Africa	8	15 183	6 701	21 885	41.67
Latin American and the Caribbean	-	-	-	-	-
Near East, North Africa and Europe	4	16 229	5 487	21 716	41.35
West and Central Africa	14	2 032	444	2 475	4.71
Total	29	39 246	13 274	52 519	100.00

^a Amounts reported were delinquent for 15 days or more. Arrears of US\$10,000 or less are not included in this report.

Table 3

Principal, interest and service charge payments in arrears by borrower and number of days overdue
(As at 31 December 2012 at historical exchange rate)

<i>Borrower</i>	<i>Thousands of United States dollars</i>						<i>Total amount overdue</i>	<i>Status</i>
	<i>15 to 29 days</i>	<i>30 to 59 days</i>	<i>60 to 74 days</i>	<i>75 to 119 days</i>	<i>120 to 179 days</i>	<i>180 days and over</i>		
Democratic People's Republic of Korea	-	583	1 189	-	-	4 671	6 443	Suspended
Equatorial Guinea	-	-	-	-	37	-	37	Cleared in January
Gabon	191	-	-	-	-	-	191	30 day notice sent
Gambia	-	-	56	-	-	-	56	Cleared in January
Guinea	-	-	309	-	-	-	309	Cleared in January
Malawi	30	-	-	-	-	-	30	Cleared in January
Mali	-	491	1 392	-	-	-	1 883	Suspended
Somalia	-	163	6	-	181	21 366	21 716	Suspended
United Republic of Tanzania	-	461	-	-	-	-	461	30-day notice sent
Zimbabwe	-	88	-	261	124	20 920	21 393	Suspended
Total	221	1 786	2 951	261	342	46 957	52 519	

Table 4

Summary of borrowers with arrears exceeding 75 days as at 31 December 2012

(These countries represent 94 per cent of total arrears due to IFAD.)

<i>Borrower</i>	<i>Thousands of United States dollars</i>			
	<i>Number of days overdue</i>	<i>Principal</i>	<i>Interest and service charges</i>	<i>Total arrears</i>
Democratic People's Republic of Korea	780	5 802	641	6 443
Equatorial Guinea	136	37	-	37
Somalia	7 950	16 229	5 487	21 716
Zimbabwe ^a	4 050	14 793	6 600	21 393
Total		36 860	12 729	49 589

^a Borrower for which debt settlement plan is being discussed.

Table 5

Principal, interest and service charge payments in arrears, by lending terms

(As at 31 December 2012 at historical exchange rates)

		<i>Thousands of United States dollars</i>				
<i>Lending terms</i>	<i>Number of loans</i>	<i>Principal loan repayments</i>	<i>Interest and service charges</i>	<i>Total arrears</i>	<i>Percentage</i>	
IFAD	Highly concessional	23	25 465	7 821	33 286	63.69
	Intermediate terms	3	13 397	5 390	18 787	35.95
	Ordinary terms	1	181	10	191	0.36
Subtotal		27	39 043	13 221	52 264	100.00
SRS	Highly concessional	2	203	52	255	100.00
Subtotal		2	203	52	255	100.00
Total		29	39 246	13 273	52 519	100.00

Percentage for previous years

<i>Lending terms</i>	<i>2006</i>	<i>2007</i>	<i>2008</i>	<i>2009</i>	<i>2010</i>	<i>2011</i>	<i>2012</i>
Highly concessional	52	48	53	47	55	62	64
Intermediate	48	51	46	52	44	37	36
Ordinary	-	1	1	1	1	-	-
Total	100	100	100	100	100	100	100

Table 6
Percentage of arrears over total reflows
 (As at 31 December 2012 at historical exchange rates)

<i>Thousands of United States dollars</i>			
<i>Year</i>	<i>Total arrears</i>	<i>Total reflows</i>	<i>Percentage of arrears over total reflows</i>
2000	59 722	1 843 606	3.2
2001	61 481	2 015 398	3.1
2002	72 169	2 195 933	3.3
2003	76 184	2 387 044	3.2
2004	83 167	2 614 186	3.2
2005	88 971	2 822 762	3.2
2006	102 553	3 029 266	3.4
2007	105 043	3 253 714	3.2
2008	104 613	3 495 443	3.0
2009	101 861	3 749 026	2.7
2010	84 423	4 005 345	2.1
2011	71 111	4 278 840	1.7
2012 ^a	52 519	4 528 900	1.1

^a As a result of approved and signed debt settlement plans, both Cuba and the Sudan have been removed from the arrears report in 2012.