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Investing in rural people

Kingdom of Cambodia

Accelerating Inclusive Markets for
Smallholders Project

Addendum

Executive Board — 119th Session
Rome, 14-15 December 2016

For: Approval

Accelerating Inclusive Markets for Smallholders Project

Addendum

The attention of the Executive Board is drawn to the following addenda and modifications to the President's report (EB/2016/119/R.23). For ease of reference, the changes to the text of the report are shown in boldface, while underscore indicates deleted text.

Page iv, financing summary

Total project costs:	US\$61.6 million
Contribution of borrower:	US\$8.65 million

Page 3, paragraph 13

The paragraph should read:

"Project implementation will be primarily decentralized, with overall project coordination provided by the Ministry of Commerce (MOC) as Lead Implementation Agency (LIA) _____. MOC will support project activities through three regional hubs and the Ministry of Economy and Finance (MEF) will collaborate with the contracted fund administrator for the VCIF and the Rural Development Bank or a qualified private bank for the line of credit."

Page 4, paragraph 15

The paragraph should read:

"_____ MEF will be the implementing agency-for component 2 (value chain financing). The component 2 team will establish a management office within this ministry, which will supervise the appointed VCIF fund administrator and Rural Development Bank or a qualified private bank in relation to the line of credit. Overall, as per its borrower's representative role, MEF will also be responsible for: (i) inter-agency coordination; (ii) providing government fiduciary oversight and management; (iii) providing sufficient and timely counterpart contributions to finance project activities, including payment of government staff salaries; and (iv) timely processing of withdrawal applications, procurement approvals and other necessary documents according to standard operating procedures."

Page 6, table 1

The table of Project costs by component and financier should be replaced by the table below:

Table 1
Project costs by component and financier
(Thousands of United States dollars)

<i>Component</i>	<i>IFAD loan</i>		<i>Other cofinanciers</i>		<i>Beneficiaries</i>		<i>Borrower/ counterpart</i>		<i>Total Amount</i>
	<i>Amount</i>	<i>%</i>	<i>Amount</i>	<i>%</i>	<i>Amount</i>	<i>%</i>	<i>Amount</i>	<i>%</i>	
1. Value Chain development	13 994	66.4	-	-	273	1.3	6 810	32.3	21 077
2. Value Chain financing	20 721	54.9	8 586	22.7	7 843	20.8	602	1.6	37 751
3. Project Coordination and knowledge management	1 542	55.4	-	-	-	-	1 243	44.6	2 785
Total	36 257	58.8	8 586	13.9	8 116	13.2	8 654	14	61 613

Page 6, paragraph 26

The paragraph should read:

"AIMS is to be financed by an IFAD loan, a private-sector contribution (by beneficiaries and businesses) and the Government. IFAD will finance US\$36.3 million (58.8 per cent) of project costs as a loan to the Government. The Government will finance US\$8.65 million (14 per cent of total costs). Project beneficiaries are expected to contribute US\$8.1 million (13.2 per cent) and private businesses are expected to contribute US\$8.6 million (13.9 per cent)."

Page 6, table 2

The table of Project costs by expenditure category and financier should be replaced by the table below:

Table 2

Project costs by expenditure category and financier

(Thousands of United States dollars)

<i>Expenditure category</i>	<i>IFAD loan</i>		<i>Other cofinanciers</i>		<i>Beneficiaries</i>		<i>Government counterpart</i>		<i>Total</i>
	<i>Amount</i>	<i>%</i>	<i>Amount</i>	<i>%</i>	<i>Amount</i>	<i>%</i>	<i>Amount</i>	<i>%</i>	<i>Amount</i>
1. Consultancies	2 284	60	-	0	-	0	1 522	40	3 806
2. Equipment and material	-	0	-	0	-	0	721	100	721
3. Training	3 544	50	-	0	-	0	3 544	50	7 088
4. Credit and guarantee funds	8 967	100	-	0	-	0	-	0	8 967
5. Grants and subsidies	18 594	52.7	8 586	24.3	8 116	23	-	0	35 296
6. Salaries and allowances	2 867	50	-	0	-	0	2 867	50	5 734
Total	36 257	58.8	8 586	13.9	8 116	13.2	8 654	14	61 613