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Republic of Mali

Inclusive Finance in Agricultural Value Chain
Project

Addendum

Executive Board — 123rd Session
Rome, 16-17 April 2018

For: Approval

Inclusive Finance in Agricultural Value Chain Project Addendum

The attention of the Executive Board is drawn to the following addenda and modifications to the President's report on the Inclusive Finance in Agricultural Value Chain Project (EB 2018/123/R.11). For ease of reference, the changes to the text of the report are shown in boldface.

Page iv, Financing summary

Amount of IFAD loan:	SDR 15.75 million (equivalent to approximately US\$ 22.9 million)
Amount of IFAD Debt Sustainability Framework grant:	SDR 15.75 million (equivalent to approximately US\$ 22.9 million)
Financing gap:	US\$ 10.4 million

Page 8, Table 1: Project costs by component and financier

The table is modified as follows:

<i>Components*</i>	<i>IFAD loan and grant</i>	<i>Danida</i>	<i>Financing gap</i>	<i>RFI</i>	<i>Babyloan</i>	<i>Private sector</i>	<i>Beneficiaries</i>	<i>Government</i>	<i>Total</i>	
	<i>Amount</i>	<i>Amount</i>	<i>Amount</i>	<i>Amount</i>	<i>Amount</i>	<i>Amount</i>	<i>Amount</i>	<i>Amount</i>	<i>Amount</i>	<i>%</i>
1. Development of rural financial services										
Institutional support for PNMF implementation	3.3	0.1	0.8	-	-	-	-	0.2	4.4	4.2
Strengthening rural finance inclusion	20.4	3.1	4.6	1.4	0.4	-	0.9	-	30.8	29.2
2. Productive investment in value chains										
Technical support for partnerships emergence and development	4.0	3.1	1.0	-	-	-	-	-	8.0	7.6
Financial support for partnerships implementation	3.6	15.1	0.4	14	-	5.4	1.0	4.4	44.0	41.7
3. Coordination, M&E, and KM										
Coordination and project management	13.3	0.3	3.3	-	-	-	-	-	16.9	16.1
M&E, KM and communication	1.1	-	0.3	-	-	-	-	-	1.4	1.3
Total	45.7	21.6	10.4	15.5	0.4	5.4	1.9	4.6	105.5	100

Page 8, paragraph 41

The paragraph should read:

"The project financing plan is as follows: (i) IFAD contribution of US\$45.7 million (43 per cent of total costs) including taxes; (ii) Danish cooperation contribution of US\$21.6 million (21 per cent), of which US\$5.6 million is allocated to climate change adaptation; (iii) RFI contribution of US\$15.5 million (15 per cent); (iv) contribution from private partners of US\$5.4 million (5 per cent); (v) contribution from ABC-Babyloan of US\$0.4 million (0.4 per cent); (vi) contribution from the Government of Mali of US\$4.6 million (4 per cent); and (vii) contribution from the beneficiaries of US\$1.9 million (2 per cent)."

Page 8, paragraph 42

The first sentence should read:

"The financing gap of US\$10.4 million, or 10 per cent of the total, may be sourced under subsequent PBAS cycles (on financing terms to be determined and subject to internal procedures and subsequent Executive Board approval) or by cofinancing identified during implementation."

Page 8, table 2

The table is changed as follows:

Project costs by expenditure category and financier
(Millions of United States dollars)

Expenditure category	IFAD loan and grant		Danida		Financing gap		RFI		Babyloan		Private sector		Beneficiaries		Borrower/ counterpart		Total		
	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	
I. Investment costs																			
A. Equipment and material	1.5	78	-	2	0.4	19	-	-	-	-	-	-	-	-	-	-	-	1.9	2
B. Goods, services and inputs	7.1	64	1.0	9	2.8	25	-	-	-	-	-	-	-	0.2	2	-	-	11.1	11
C. Training	1.5	70	0.3	12	0.4	18	-	-	-	-	-	-	-	-	-	-	-	2.1	2
D. Consultancies																			
i. Studies	0.9	62	0.3	23	0.2	15	-	-	-	-	-	-	-	-	-	-	-	1.5	1
ii. Technical assistance	7.4	42	3.1	25	1.8	15	-	-	-	-	-	-	-	-	-	-	-	12.4	12
Subtotal consultancies	8.3	60	3.5	25	2.1	15	-	-	-	-	-	-	-	-	-	-	-	13.8	13
E. Grants and subsidies	15.5	25	16.6	27	1.9	3	15.5	25	0.4	1	5.4	9	1.9	3	4.4	7	-	61.5	58
Total investment costs	33.9	37	21.4	24	7.4	8	15.5	17	0.4	-	5.4	6	1.9	2	4.6	5	-	90.5	86
II. Recurrent costs																			
A. Salaries and indemnities	11.2	79	0.2	2	2.8	20	-	-	-	-	-	-	-	-	-	-	-	14.2	13
B. Operating costs	0.7	77	-	4	0.2	19	-	-	-	-	-	-	-	-	-	-	-	0.9	1
Total recurrent costs	11.9	79	0.3	2	3.0	20	-	-	-	-	-	-	-	-	-	-	-	15.1	14
Total	45.7	43	21.6	20	10.4	10	15.5	15	0.4	-	5.4	5	1.9	2	4.6	4	-	105.5	100

Page 10, paragraph 56

The recommendation should read:

"RESOLVED: that the Fund shall provide a loan on highly concessional terms to the Republic of Mali in an amount of _____ fifteen million seven hundred and fifty thousand special drawing rights (SDR 15,750,000), and upon such terms and conditions as shall be substantially in accordance with the terms and conditions presented herein.

RESOLVED FURTHER: that the Fund shall provide a grant under the Debt Sustainability Framework to the Republic of Mali in an amount of _____ fifteen million seven hundred and fifty thousand special drawing rights (SDR 15,750,000), and upon such terms and conditions as shall be substantially in accordance with the terms and conditions presented herein."