Republic of Malawi

Transforming Agriculture through Diversification and Entrepreneurship Programme

Addendum
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The attention of the Executive Board is drawn to the following addenda and modifications to the President’s report on the Transforming Agriculture through Diversification and Entrepreneurship Programme (EB 2019/128/R.25). For ease of reference, the changes to the text of the report are shown in boldface, while strikethrough indicates deleted text.

Page iii, Financing summary should read:

- **Amount of IFAD loan**: SDR 37,050,000 (equivalent to US$51.1 million)
- **Amount of IFAD Debt Sustainability Framework grant**: SDR 13,700,000 (equivalent to US$18.9 million)
- **Terms of IFAD loan**: Highly concessional: Maturity period of 40 years, including a grace period of 10 years, with a fixed service charge as determined by the Fund at the date of approval

Page 1, paragraph 5

The second sentence should read:

“**Youth constitutes over 51 per cent of the population, with the youth unemployment rate exceeding 40 per cent in 2017**”

Page 6, paragraph 28

The second sentence should read:

“**Local currency accounts will be maintained at commercial banks and will not be subject to Credit Ceiling Authority arrangements.**”

Page 6, paragraph 28

The third sentence should be deleted:

“**The Government will fund a counterpart account managed by the PMU, to be prefunded on a quarterly basis based on cash flow forecasts.**”

Page 6, paragraph 28

The last sentence should read:
“These funds **Counterpart funding** will finance the government portion of expenditure **in cash and in** with respect to taxes and duties, in cases in which waivers do not apply.”

Page 6, paragraph 29

The second sentence should read:

“The programme will initially support investments in the **groundnuts, soybean, sunflower, dairy, red meat, Irish potato and honey VCs.**”

Page 11, paragraph 61

The recommendation should read:

“**RESOLVED:** that the Fund shall provide a loan on highly concessional terms to the Republic of Malawi in an amount of **thirty seven million fifty thousand special drawing rights (SDR 37,050,000)**, fifty one million one hundred thousand United States dollars (US$51,100,000) 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 Debt Sustainability Framework grant to the Republic of Malawi in an amount of **thirteen million seven hundred thousand special drawing rights (SDR 13,700,000)**, eighteen million nine hundred thousand United States dollars (US$18,900,000) and upon such terms and conditions as shall be substantially in accordance with the terms and conditions presented herein.”