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IFAD's 2021 Results-based Programme of Work and Regular and Capital Budgets, the Independent Office of Evaluation of IFAD's Results-based Work Programme and Budget for 2021 and Indicative Plan for 2022-2023, and the HIPC and PBAS Progress Reports

Corrigendum

Executive Board — 131st Session
Rome, 7-9 December 2020

For: **Review**

IFAD's 2021 Results-based Programme of Work and Regular and Capital Budgets, the Independent Office of Evaluation of IFAD's Results-based Work Programme and Budget for 2021 and Indicative Plan for 2022-2023, and the HIPC and PBAS Progress Reports

Corrigendum

The attention of the Executive Board is drawn to the following corrigendum to IFAD's 2021 results-based programme of work and regular and capital budgets, the Independent Office of Evaluation of IFAD's results-based work programme and budget for 2021 and indicative plan for 2022-2023, and the HIPC and PBAS progress reports (EB 2020/131(R)/R.3). For ease of reference, the changes to the document are shown in boldface.

Page iv, paragraph 4

The first sentence should read:

"The projected **IFAD** programme of loans and grants (PoLG) for 2021 is US\$**934** million, composed of **28** new projects and **six** additional financing proposals for ongoing projects, one for scaling up successful activities and the other to fill existing financing gaps."

Page 3, paragraph 14

The second sentence should read:

"Following a record delivery of new project financing in 2019 and a projected 2020 **IFAD** PoLG of US\$**869** million, despite the restrictions imposed by the COVID-19 pandemic on project implementation, the projected **IFAD** PoLG for 2021 is US\$**934** million, reflecting Management's intention to balance delivery of new projects and focus on the quality and performance of projects under implementation, with a view to minimizing the impact of the pandemic and achieving IFAD11 targets."

Page 4, paragraph 21

The first sentence should read:

"As at **26 October** 2020, the projected **IFAD** PoLG for 2020 is US\$**869** million, including three emergency operations in response to COVID-19."

The second sentence should read:

"This is comprised of: two regional programmes (in line with the IFAD11 commitment to pilot regional lending), **22** new programmes/projects (of which three are emergency operations in response to COVID-19 and two are results-based lending (RBL) operations, in line with the IFAD11 commitment to pilot RBLs) and additional financing for eight ongoing projects."

Page 9, paragraph 52

The first sentence should read:

"The **IFAD** PoLG planned for 2021 is US\$**934** million (inclusive of remaining IFAD financing provided under the RPSF)."

The second sentence should read:

"IFAD will continue to make a concerted effort to supplement this core programme with approximately US\$50 million in IFAD-managed funds mobilized from other sources, such as the Adaptation for Smallholder Agriculture Programme (ASAP), the Spanish Food Security Cofinancing Facility Trust Fund (Spanish Trust Fund), Global Environment Facility Least Developed Countries Fund, Global Agriculture and Food Security Program, European Commission and European Union, and the Green Climate Fund, in addition to bilateral supplementary and complementary grants, bringing the total PoLG to US\$**984** million."

Page 10, table 3 should read:

Table 3
Actual and projected PoLG
(Millions of United States dollars)

	<i>Actual^a</i>				<i>Forecast</i>	<i>Planned</i>
	<i>2016</i>	<i>2017</i>	<i>2018</i>	<i>2019</i>	<i>2020</i>	<i>2021</i>
IFAD loans (including loan component grants) and Debt Sustainability Framework (DSF) grants	742	1 262	1 137	1 640	809	889
IFAD grants	48	51	52	58	30	35
RPSF (IFAD funding)	-	-	-	-	30	10
Total IFAD PoLG	790	1 313	1 189	1 698	869	934
Other funds under IFAD management ^b	84	83	132	34	12	50
Total PoLG	874	1 396	1 321	1 732	881	984
Cofinancing, international (net of IFAD-managed cofinancing) and domestic	460	800	1 080	3 479	1588	1 321
Total programme of work	1 334	2 196	2 401	5 211	2 469	2 305
Portfolio under implementation	6 860	6 846	7 051	8 608	n.a.	n.a.

^a Source: Grants and Investment Projects System as at **26 October** 2020. Current amounts reflect any increase (decrease) in financing during implementation, including additional domestic and international cofinancing.

^b Other funds managed by IFAD, including the Adaptation for Smallholder Agriculture Programme (ASAP), the Spanish Food Security Cofinancing Facility Trust Fund (Spanish Trust Fund), Global Environment Facility/Least Developed Countries Fund, Global Agriculture and Food Security Program, European Commission and European Union, and the Green Climate Fund, in addition to bilateral supplementary/complementary grants.

Page 10, paragraph 54

The first sentence should read:

"Some **28** new projects and programmes and **six** additional financing proposals (one for scaling up and **five** to fill existing financing gaps) are being prepared for approval during 2021 (see annex I)."

The second sentence should be deleted.

Page 25, table 10 should read:

Table 10
Efficiency ratios
(Millions of United States dollars)

	Actual 2016	Actual 2017	Actual 2018	IFAD10	Actual 2019	Projected 2020	Projected 2021	Projected IFAD11
PoW								
PoLG	790	1 313	1 189	3 292	1 698	869	934	3 501
Other IFAD-managed funds	84	83	132	299	34	12	50	96
Subtotal	874	1 396	1 321	3 591	1 732	881	984	3 597
Cofinancing ^a	460	800	1 080	2 340	3 479	1 588	1 321	6 388
Total PoW	1 334	2 196	2 401	5 931	5 211	2 469	2 305	9 985
Value of portfolio under implementation at end of period	6 860	6 846	7 051	-	8 608	n.a	n.a.	n.a.
Total costs								
Regular budget	141.8	145.3	146.95	434.05	150.57	142.74	159.41	452.09
Costs to support supplementary fund activities	5	6	5.1	16.1	4.7	4.7	4.7	14.1
Total costs	146.8	151.3	152.05	450.15	155.27	147.44	164.11	466.19
Efficiency ratio 1: Total costs/PoLG including other IFAD-managed funds ^b	17%	11%	12%	13%	9%	17%	17%	13%
Efficiency ratio 2: Total costs/PoW	11%	7%	6%	8%	3%	6%	7%	5%
Efficiency ratio 3: Portfolio/total costs	47	45	46	-	55	n.a.	n.a.	n.a.

^a Amounts shown as cofinancing with other IFAD-managed funds reflect a revised cofinancing ratio target of 1:1.2 of PoLG.

^b Efficiency measure agreed as part of IFAD9.

Page 39, paragraph 170

The third sentence should read:

"The projected **IFAD** PoLG for 2021 is US\$**934** million."

The fourth sentence should read:

"Thus, IOE's proposed budget is **0.62** per cent of the PoLG, due to the fact that IFAD has front-loaded most of its PoLG for IFAD11 in the years 2019 and 2020."

Page 45, paragraph 190

The first sentence should read:

"In accordance with article 7, section 2(b), of the Agreement Establishing IFAD, the Executive Board has approved and is transmitting to the Governing Council:

- The programme of loans and grants for 2021 at a level of SDR **658** million (US\$**934** million), which comprises a lending programme of SDR **633** million (US\$**899** million) and a gross grant programme of SDR 25 million (US\$35 million)."

Page 46, the draft resolution should read:

“Draft resolution .../XXXXX

Administrative budget comprising the regular budget, capital budget and an Independent Office of Evaluation of IFAD budget for 2021, and a targeted capacity investment of IFAD for 2021.

The Governing Council of IFAD,

Bearing in mind article 6.10 of the Agreement Establishing IFAD and regulation VI of the Financial Regulations of IFAD;

Noting that, at its 131st session, the Executive Board reviewed and agreed upon a programme of loans and grants of IFAD for 2021 at a level of SDR **658** million (US\$**934** million), which comprises a lending programme of SDR **633** million (US\$**899** million) and a gross grant programme of **SDR 25 million** (US\$35 million);

Having considered the review of the 131st session of the Executive Board concerning the proposed regular budget, capital budget and the Independent Office of Evaluation of IFAD budget for 2021;

Aware that, in 2004, Governing Council resolution 133/XXVII authorized the amendment of regulation VI, paragraph 2 of the Financial Regulations of IFAD, to allow unobligated appropriations at the close of the financial year to be carried forward into the following financial year up to an amount not exceeding 3 per cent of the said financial year;

Conscious that the aforementioned 3 per cent carry forward currently applies to the administrative budget, and noting the need for a 10 per cent cap for carrying forward unspent balances arising from savings achieved in 2020 into the 2021 financial year to support delivery of certain corporate priorities;

Approves the administrative budget, comprising: first, the regular budget of IFAD for 2021 in the amount of US\$159.4 million; second, the capital budget of IFAD for 2021 in the amount of US\$6.75 million; third, the budget of the Independent Office of Evaluation of IFAD for 2021 in the amount of US\$5.818 million, as set forth in document GC 43/L.X, determined on the basis of a rate of exchange of EUR 0.885: US\$1;

Determines that, in the event the average value of the United States dollar in 2021 should change against the euro rate of exchange used to calculate the budget, the total United States dollar equivalent of the euro expenditures in the budget shall be adjusted in the proportion that the actual exchange rate in 2021 bears to the budget exchange rate; and

Further approves that unobligated appropriations at the close of the financial year 2020 may be carried forward into the 2021 financial year up to an amount not exceeding 10 per cent of the corresponding appropriations.”

Page 47, annex I should read:

Indicative list of countries with projects in the pipeline for 2021 (new projects and additional financing for ongoing projects)

<i>West and Central Africa</i>	<i>East and Southern Africa</i>	<i>Asia and the Pacific</i>	<i>Latin America and the Caribbean</i>	<i>Near East, North Africa and Europe</i>
New projects				
Chad	Burundi	India (2)	Argentina	Iraq
Congo	Kenya	Pakistan	Bolivia (Plurinational State of)	Kyrgyzstan
Ghana	Lesotho	Viet Nam	Brazil	Syrian Arab Republic
Nigeria	Rwanda		Dominican Republic	Tajikistan
	South Sudan		Guyana	
	Zambia		Haiti (2)	
	Zimbabwe		Mexico	
			Nicaragua	
4	7	4	9	4
Additional financing proposals				
Benin	Comoros			
Guinea	Madagascar			
Sierra Leone				
Togo				
4	2	0	0	
Total new projects				28
Total additional financing				6
Total investments				34

Source: Grants and Investments Projects System as at **26 October** 2020.