
President's report
Proposed loan
Republic of Cameroon
Aquaculture Entrepreneurship Development
Programme
Addendum

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Republic of Cameroon

Aquaculture Entrepreneurship Development Programme

Addendum

The Executive Board is hereby invited to consider the amendments to document EB 2022/137/R.35. The changes to the document are reflected as follows: deleted text with strikethrough, added text underlined.

The financing summary, page iii, should be replaced with the following:

Financing summary

Initiating institution:	IFAD
Borrower/recipient:	Republic of Cameroon
Executing agency:	Ministry of Livestock, Fisheries and Animal Industries (MINEPIA)
Total programme cost:	<u>EUR 63.8 million (equivalent to approximately US\$61.6 million)</u>
Amount of IFAD loan:	<u>EUR 48.8 million (equivalent to approximately US\$47 million)</u>
Terms of IFAD loan:	Blend: <u>25 years, including a grace period of 5 years, with a service charge of 0.75 per cent and interest rate of 1.25 per cent per annum (adjustments for single-currency loans)</u>
Cofinancier[s]:	Private sector, financial institutions
Amount of cofinancing:	<u>EUR 6.5 million (equivalent to approximately US\$6.3 million)</u>
Terms of cofinancing:	In kind and in cash
Contribution of borrower/recipient:	<u>EUR 5.7 million (equivalent to approximately US\$5.5 million)</u>
Contribution of beneficiaries:	<u>EUR 2.9 million (equivalent to approximately US\$2.8 million)</u>
Amount of IFAD climate finance:	<u>EUR 3.9 million (equivalent to approximately US\$3.8 million)</u>

Page 4, paragraph 30 should read:

- "30. Programme components 1, 2 and 3 are partially counted as climate finance. As per the multilateral development banks' methodologies for tracking climate change adaptation and mitigation finance, the total amount of IFAD climate finance for this programme is preliminarily calculated as ~~US\$3,803,000~~ EUR 3,946,000, which represents ~~6.21~~ 8 per cent of the total IFAD programme amount."

Page 4, paragraph 31 should read:

- "31. **Total costs.** The total cost of the PDEA over a period of eight years (2023-2030), including physical and financial contingencies, amounts to ~~US\$61.6 million~~ EUR 63.8 million."

Page 4, paragraph 32 should read:

- "32. **Costs by component.** The breakdown of the total base costs (~~US\$61.6 million~~) (EUR 63.8 million) is as follows: (i) Improvement of productivity and resilience of aquaculture systems: ~~US\$16.8 million~~EUR 17.4 million, or 27.3 per cent; (ii) Development of the aquaculture value chain: ~~US\$32.6 million~~EUR 33.8 million, or 53 per cent; and (iii) Policy dialogue and programme coordination: ~~US\$11.1 million~~ EUR 11.5 million, or 18.1 per cent. The ~~US\$1 million~~ EUR 1.1 million in Faster Implementation of Project Start-up (FIPS) funding represents ~~2~~ 1.7 per cent of the total base costs."

Page 5, tables 1 and 2 should be replaced with the following:

**Table 1. Programme costs by component and subcomponent and financier
(Millions of euro)**

<i>Component/subcomponent</i>	<i>IFAD</i>		<i>Government</i>		<i>Private sector</i>		<i>Financial institutions</i>		<i>Beneficiaries</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>	<i>%</i>	<i>Amount</i>	<i>%</i>
1. Improving the productivity and resilience of aquaculture systems												
Input supply system, agricultural advice and nutrition education	3.1	88.4	0.4	11.6	-	-	-	-	-	-	3.5	5.5
Production and marketing facilities	11.4	96.0	0.5	4.0	-	-	-	-	-	-	11.8	18.6
Institutional strengthening and accompanying measures	0.8	38.6	1.2	61.4	-	-	-	-	-	-	2.1	3.2
Subtotal	15.4	87.7	2.2	12.3	-	-	-	-	-	-	17.4	27.3
2. Development of the aquaculture value chain												
Commercial and inclusive aquaculture	13.5	56.3	1.0	4.4	3.2	13.3	3.3	13.8	2.9	12.1	24.1	37.6
Aquaculture financing mechanisms	4.6	95.5	0.2	4.5	-	-	-	-	-	-	4.8	7.5
Training and technical and entrepreneurial capacity-building	4.2	82.1	0.9	17.9	-	-	-	-	-	-	5.0	7.9
Subtotal	22.2	65.7	2.2	6.4	3.2	9.5	3.3	9.8	2.9	8.6	33.8	53.0
3. Policy dialogue and programme coordination												
Inclusive sectoral reviews and policy dialogue	0.9	81.0	0.2	19.0	-	-	-	-	-	-	1.1	1.8
Coordination, management, and monitoring and evaluation (M&E)	9.4	90.5	0.9	9.5	-	-	-	-	-	-	10.4	16.3
FIPS	1.1	83.9	-	-	-	-	-	-	-	-	1.1	1.7
Subtotal	11.2	89.1	1.3	10.9	-	-	-	-	-	-	12.6	19.7
Total programme costs	48.8	76.3	5.7	8.9	3.2	5.0	3.3	5.2	2.9	4.6	63.8	100.0

**Table 2. Programme costs by expenditure category and financier
(Millions of euro)**

<i>Expenditure category</i>	<i>IFAD</i>		<i>Government</i>		<i>Private sector</i>		<i>Financial institutions</i>		<i>Beneficiaries</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>	<i>%</i>	<i>Amount</i>	<i>%</i>
1. Investment costs												
A. Works	1.7	81.0	0.4	19.0	-	-	-	-	-	-	2.1	3.2
B. Goods, equipment and materials	4.0	81.0	1.0	19.0	-	-	-	-	-	-	5.0	8.4
C. Consultants	3.5	80.5	0.9	19.5	-	-	-	-	-	-	4.4	7.8
D. Training and workshops	5.0	73.5	1.9	26.5	-	-	-	-	-	-	6.9	10.7
E. Physical services	3.0	71.8	1.1	28.2	-	-	-	-	-	-	4.1	6.5
F. Donations and grants	21.6	69.6	-	-	3.2	10.3	3.3	10.7	2.9	9.4	31.0	48.6
G. FIPS	1.1	100.0	-	-	-	-	-	-	-	-	1.1	100.0
Total investment cost	39.9	73.2	5.4	9.9	3.2	5.9	3.3	6.1	2.9	5.3	54.6	85.2
2. Recurrent costs												
A. Salaries and allowances	7.5	100.0	-	-	-	-	-	-	-	-	7.5	12.0
B. Maintenance and operation	1.4	81.0	0.3	19.0	-	-	-	-	-	-	1.7	2.8
Total recurrent costs	8.9	96.5	0.3	3.5	-	-	-	-	-	-	9.2	14.8
Total programme costs	48.8	76.3	5.7	8.9	3.2	5.0	3.3	5.2	2.9	4.6	63.8	100.0

Page 6, table 3 should be replaced with the following:

**Table 3. Programme costs by component and subcomponent and programme year
(Millions of euro)**

<i>Component/subcomponent</i>	<i>2023</i>	<i>2024</i>	<i>2025</i>	<i>2026</i>	<i>2027</i>	<i>2028</i>	<i>2029</i>	<i>2030</i>	<i>Total</i>
1. Improving the productivity and resilience of aquaculture systems									
Input supply system, agricultural advice and nutrition education	0.8	0.5	0.7	0.4	0.3	0.4	0.3	0.1	3.5
Production and marketing facilities	0.2	3.1	4.6	3.3	0.2	0.2	0.2	-	11.8
Institutional strengthening and accompanying measures	0.2	0.4	0.2	0.2	0.2	0.2	0.2	0.2	2.1
Subtotal	1.2	4.0	5.6	3.9	0.8	0.8	0.7	0.3	17.4
2. Development of the aquaculture value chain									
Commercial and inclusive aquaculture	0.2	5.4	7.8	6.3	3.1	0.4	0.5	0.3	24.1
Aquaculture financing mechanisms	0.1	1.7	2.7	0.1	0.1	0.1	0.1	-	4.8
Training and technical and entrepreneurial capacity-building	0.7	1.0	1.0	0.8	0.7	0.3	0.2	0.1	5.0
Subtotal	0.9	8.1	11.5	7.3	3.9	0.8	0.8	0.5	33.8
3. Policy dialogue and programme coordination									
Inclusive sectoral reviews and policy dialogue	0.1	0.2	0.1	0.1	0.1	0.1	0.1	0.1	1.1
Coordination, management and M&E	1.8	1.0	1.1	1.2	2.1	1.1	1.3	0.5	10.4
FIPS	1.0								1.0
Subtotal	3.0	1.2	1.2	1.3	2.3	1.2	1.6	0.7	12.6
Total programme costs	5.2	13.3	18.3	12.6	7.0	2.9	3.1	1.6	63.8

Page 6, paragraph 33 should read:

- “33. **Programme funding:** The PDEA financing plan is as follows: (i) IFAD, ~~US\$47.0 million~~ EUR 48.8 million (76.3 per cent); (ii) Government, ~~US\$5.5 million~~ EUR 5.7 million (8.9 per cent); (iii) beneficiaries, ~~US\$2.8 million~~ EUR 2.9 million (4.6 per cent); (iv) aquaculture private sector, ~~US\$3.1 million~~ EUR 3.2 million (5.0 per cent); and (v) financial institutions, ~~US\$3.2 million~~ EUR 3.3 million (5.2 per cent). Parallel cofinancing will be provided in the amount of ~~US\$5 million~~ EUR 5.1 million by AfDB and ~~US\$2 million~~ EUR 2.0 million by other development partners involved in the aquaculture sector, such as the German Agency for International Cooperation (GIZ), the European Union, FAO and the International Labour Organization.”

Page 6, paragraph 37 should read:

- “37. **Economic analysis including environmental benefits.** Overall, the results of the economic analysis show that PDEA is cost-effective, with a base economic internal rate of return of 15.4 per cent and a net present value of ~~US\$19 million~~ EUR 19.7 million or CFA 11 billion.”

Page 9, paragraph 53 should read:

Implementation readiness and start-up plans

- “53. ~~As soon as PDEA enters into force, a start-up advance of around US\$1 million will be made available to cover expenses relating to preparatory activities for start-up. A pre-financing agreement was signed between the borrower and IFAD for FIPS funding for an amount of US\$1,067,000. Upon the Government’s request during negotiations (see appendix), the related financing agreement will be converted into euro, amounting to EUR 1.1 million.~~”

Page 9, paragraph 55 should read:

- “55. A financing agreement between the Republic of Cameroon and IFAD will constitute the legal instrument for extending the proposed financing to the borrower/recipient. A copy of the negotiated financing agreement will be made available prior to the session. As per the Government’s request, the negotiated financing agreement and the countersigned pre-financing agreement will be amended from United States dollars to euro following approval by the Executive Board.”

Page 10, paragraph 58 the recommendation should read:

"58. I recommend that the Executive Board approve the proposed financing in terms of the following resolution:

RESOLVED: that the Fund shall provide a loan on blend terms to the Republic of Cameroon in an amount of ~~forty-seven million United States dollars (US\$47,000,000)~~ of forty-eight million seven hundred thirty-six thousand and seventy-two euro (EUR 48,736,072) and upon such terms and conditions as shall be substantially in accordance with the terms and conditions presented herein."

Alvaro Lario
President

<p style="text-align: center;">REPUBLIQUE DU CAMEROUN Paix - Travail - Progrès</p> <p style="text-align: center;">MINISTRE DE L'ECONOMIE, DE LA PLANNIFICATION ET DE L'AMENAGEMENT DU TERRITOIRE</p> <p style="text-align: center;">SECRETARIAT GENERAL</p> <p style="text-align: center;">DIRECTION GENERALE DE LA COOPERATION ET DE L'INTEGRATION REGIONALE</p> <p style="text-align: center;">DIRECTION DE LA COOPERATION NORD-SUD ET DES ORGANISATIONS MULTILATERALES</p> <p style="text-align: center;">SOUS-DIRECTION DE LA COOPERATION MULTILATERALE</p>		<p style="text-align: center;">REPUBLIC OF CAMEROON Peace - Work - Progress</p> <p style="text-align: center;">MINISTRY OF ECONOMY, PLANNING AND REGIONAL DEVELOPMENT</p> <p style="text-align: center;">SECRETARIAT GENERAL</p> <p style="text-align: center;">GENERAL DEPARTMENT OF COOPERATION AND REGIONAL INTEGRATION</p> <p style="text-align: center;">NORTH-SOUTH AND MULTILATERAL COOPERATION DEPARTMENT</p> <p style="text-align: center;">SUB-DEPARTMENT OF MULTILATERAL COOPERATION</p>
<p style="color: red; font-weight: bold;">0000.006550</p> <p style="font-size: small;">N° MINEPAT/SG/DGCOOPIDNSM</p>		<p>Yaoundé, le 07 DEC 2022</p>
<p>LE MINISTRE,</p> <p style="margin-top: 100px;">A</p> <p>MONSIEUR LE DIRECTEUR, DIVISION AFRIQUE DE L'OUEST ET DU CENTRE DEPARTEMENT DE LA GESTION DES PROGRAMMES DU FIDA.</p> <p style="text-align: center;">-Rome-</p>		
<p><u>Objet : COOPERATION CAMEROUN/FIDA</u> <i>Changement de devise dans le cadre de la mise en place du Programme d'Appui au Développement de l'Entrepreneuriat Agricole (PDEA).</i></p> <p style="text-align: center;">Monsieur le Directeur,</p> <p>Me référant aux conclusions de la séance de négociation de l'accord de financement du programme susvisé, tenue en ligne le vendredi 25 novembre 2022, entre la délégation camerounaise désignée et celle du FIDA, au cours de laquelle la préférence pour un financement en euro en lieu et place du dollar proposé, a été exprimée par la délégation camerounaise,</p> <p>Et conformément aux procédures de gestion fiduciaire du FIDA prescrivant une demande d'exception à faire au Conseil d'Administration pour la prise en compte de cette préférence,</p> <p>J'ai l'honneur de vous demander de bien vouloir autoriser le changement de cette devise (dollar) contenue dans l'accord de préfinancement des activités de pré démarrage du programme susvisé signé et dans le présent accord de financement.</p> <p>L'option pour un financement en euro, au regard des termes et conditions qui y sont rattachés, permettra au Gouvernement de mieux gérer les risques de change.</p> <p>Je vous prie d'agréer, Monsieur le Directeur, l'expression de ma considération distinguée./-</p>		
 <p style="color: red; font-weight: bold; font-size: large;">Alamine Dusmane Mey</p>		