
Proposed loan
Nepal
Resilient High-Value Agricultural Programme
(R-HVAP)
Addendum

Document: EB 2024/141/R.4/Add.1

Agenda: 3(a)(i)(a)(iii)

Date: 19 April 2024

Distribution: Public

Original: English

FOR: APPROVAL

Addendum

The Executive Board is hereby invited to consider the amendments to document EB 2024/141/R.4. The changes to the document are reflected as follows: deleted text with strikethrough, added text underlined.

Page iii, Financing summary:

Amount of IFAD loan:	US\$ 70.935 million <u>SDR 53.400 million (US\$70.935 million)</u>
Amount of IFAD climate finance:	US\$ 19.947 million <u>SDR 15.026 million (US\$19.947 million)</u>

Page 6, paragraph 27:

~~“IFAD funds will be disbursed to a designated account (DA) to be opened in the Nepal Rastra Bank Treasury Account of the Government of Nepal maintained by the Financial Comptroller General Office in United States dollars (US\$) opened in Nepal Rastra Bank. The Government of Nepal will pre-finance programme expenditures. R-HVAP IFAD will reimburse the Central Treasury for the expenditures pre-financed by the Government on a quarterly basis upon receipt of a withdrawal application. The programme coordination office (PCO) will transfer funds from the DA to the Central Treasury to reimburse IFAD’s share of project expenditures, once IFAD clears the quarterly interim financial reports (IFRs). Project cost tables will serve as reference documents to check the eligibility of project expenditures for IFAD financing. Funds will be advanced to the DA based on cash forecasts in IFRs, and downstream fund flows will be managed by the programme management unit (PMU). The borrower shall inform the Fund of the account details and officials authorized to submit the withdrawal applications. The applicable exchange rate for converting Nepalese rupee expenditures into United States dollars will be calculated at the rate of the withdrawal application date. There shall be Programme Budget Authorization in Nepalese rupees (NPR) in the budget management system to be used by the spending units of the relevant programme parties upon the approval of the annual programme and budget.”~~

Page 6, paragraph 28:

~~“**Interim Financial Reporting (IFR).** The PCO will submit consolidated quarterly IFRs within 45 days from of the end of the relevant quarter. Two One withdrawal applications (WAs) will be submitted each quarter – one for justification reimbursement of the actual amount spent, and the other for requesting the replenishment of the DA.”~~

Page 10, paragraph 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 highly concessional terms to the Government of Nepal in an amount of ~~seventy million nine hundred and thirty five thousand United States dollars (US\$70,935,000)~~ fifty-three million four hundred thousand special drawing rights (SDR 53.400 million, equivalent to US\$70.935 million) and upon such terms and conditions as shall be substantially in accordance with the terms and conditions presented herein.”