



IFAD
INTERNATIONAL FUND FOR AGRICULTURAL DEVELOPMENT
Executive Board – Seventy-Eighth Session

Rome, 9-10 April 2003

STATUS REPORT ON PRINCIPAL AND INTEREST PAYMENTS

1. The present document provides information on the status of arrears as at 31 December 2002 with respect to payment of principal and loan interest/service charges due under the Regular Programme and the Special Programme for Sub-Saharan African Countries Affected by Drought and Desertification (SPA). It comprises five tables, as follows:

Table 1: Total Loan Interest/Service Charges and Principal in Arrears by Region and Lending Programme

2. Arrears in payments overdue for 15 days or more have increased to USD 72.2 million as at 31 December 2002 (USD 71.3 million under the Regular Programme and USD 0.9 million under the SPA), from USD 61.5 million at 31 December 2001 (USD 60.9 million under the Regular Programme and USD 0.6 million under the SPA). This delinquency situation is mainly concentrated in Africa, with 54% of total arrears (49% in the Africa I region and 5% in the Africa II region); in one country of the Latin America and the Caribbean region, Cuba, which accounts for 24%; and in one country of the Near East and North Africa region, Somalia, which accounts for 16%. The amount for countries with outstanding arrears over several years, i.e. Cuba, the Democratic Republic of The Congo, Liberia and Somalia, accounts for 74% of the total arrears figure. An arrears settlement plan for the Democratic Republic of the Congo is to be presented to the current session of the Board for approval.

Table 2: Total Loan Interest/Service Charges and Principal in Arrears by Borrower and Number of Days Overdue

3. This table, which details the overdue amounts by duration, is based on the procedure adopted by IFAD to ensure that loan payments are made as promptly as possible. Sanctions begin on the 75th day of delinquency with the suspension of disbursements for any active loans in arrears. At 120 days of delinquency, the entire portfolio of active loans is suspended for the borrower. At 180 days of delinquency, loans are placed in non-accrual status and reported as such in the year-end financial statements. This table also includes borrowers with approved settlement plans. Although not considered delinquent, they are still outstanding in IFAD's books.



Table 3: Historical Analysis of Total Loan Interest/Service Charges and Principal in Arrears for 75 Days or More

4. This table gives a historical comparison of loans that have reached the critical 75th day, i.e. when disbursements for active loans in arrears are suspended. As will be seen from the table, although arrears continue to rise, the loans with arrears of over 75 days in relation to the total number of loans billed account for 9%.

Table 4: Summary of Amounts Overdue by Lending Terms

5. This table gives a breakdown of the amount of arrears by lending-term category (highly concessional, intermediate and ordinary terms). These statistics highlight the difficult economic conditions of certain countries that concluded loans on intermediate terms. They also demonstrate that this category of borrower is the one most affected by arrears due to an earlier principal repayment cycle (a grace period of five years for loans on intermediate terms compared with ten years for loans on highly concessional terms).

Table 5: Ratio Reflows

6. This table indicates the percentage of overdue amounts compared with total billing under IFAD loans. As at the end of December 2002, unpaid arrears against total billing accounted for 3.4% (i.e. 96.6% loan charges recovery).

**TABLE 1: TOTAL LOAN INTEREST/SERVICE CHARGES AND PRINCIPAL IN ARREARS
 BY REGION AND LENDING PROGRAMME***
 (as at 31 December 2002)
 (USD)

	No. of Loans	Principal Loan Repayments	Interest and Service Charges	Total Arrears
Regular Programme				
Africa I	31	23 326 071	11 060 915	34 386 986
Africa II	9	2 868 599	850 546	3 719 145
Asia and the Pacific	5	651 686	127 491	779 177
Latin America and the Caribbean	9	13 794 313	6 559 590	20 353 903
Near East and North Africa	10	9 022 652	3 013 265	12 035 917
Subtotal	64	49 663 321	21 611 807	71 275 128
Special Programme for Africa (SPA)				
Africa I	4	419 177	243 048	662 225
Africa II	2	43 736	37 899	81 635
Near East and North Africa	1	109 150	40 750	149 900
Subtotal	7	572 063	321 697	893 760
Combined Regular Programme and SPA				
Africa I	35	23 745 248	11 303 963	35 049 211
Africa II	11	2 912 335	888 445	3 800 780
Asia and the Pacific	5	651 686	127 491	779 177
Latin America and the Caribbean	9	13 794 313	6 559 590	20 353 903
Near East and North Africa	11	9 131 802	3 054 015	12 185 817
Total	71	50 235 384	21 933 504	72 168 888

* Note: Amounts reported have been delinquent for 15 days or more. Delinquencies of USD 10 000 or less are not included in this report.

**TABLE 2: TOTAL LOAN INTEREST/SERVICE CHARGES AND PRINCIPAL IN ARREARS
 BY BORROWER AND NUMBER OF DAYS OVERDUE
 (as at 31 December 2002)
 (USD '000)**

Borrower	15 to 29 Days	30 to 59 Days	60 to 74 Days	75 to 119 Days¹	120 to 179 Days²	180 Days and Over³	Total Amount Overdue
Argentina	1 114	-	-	-	-	-	1 114
Burundi	121	-	-	-	-	-	121
Central African Republic	-	172	-	331	45	1 144	1 692
Chad	161	-	-	-	-	-	161
Congo	-	-	-	129	95	2 823	3 047
Côte d'Ivoire	50	-	-	-	-	-	50
Cuba	-	-	-	-	234	17 241	17 475
D.P.R. Korea	-	18	536	-	-	-	554**
D.R. Congo	-	71	-	271	88	7 996	8 426
Djibouti	-	36	-	-	-	-	36
Gabon	249	-	-	-	-	209	458
Guinea-Bissau	50	-	116	-	-	1 284	1 450***
Haiti	180	291	-	-	-	-	471
Liberia	-	87	-	492	-	15 181	15 760
Mali	-	117	-	-	-	-	117
Paraguay	-	1 295	-	-	-	-	1 295
Rwanda	33	-	-	-	-	-	33
Sao Tome and Principe	-	77	-	-	-	-	77
Seychelles	-	-	-	-	52	52	104
Sierra Leone	-	-	-	-	-	1 839	1 839***
Solomon Islands	-	-	-	57	-	168	225
Somalia	-	148	-	14	153	11 082	11 397
Sudan	-	-	12	597	144	-	753**
Togo	6	-	-	353	-	1 612	1 971
Zambia	-	-	45	-	55	-	100*
Zimbabwe	-	15	-	1 165	27	2 236	3 443
Total	1 964	2 327	709	3 409	893	62 867	72 169

* Paid as of date of this report.

** Partially paid as of date of this report.

*** Borrowers with debt settlement plans or arrears covered under the Debt Initiative for Heavily Indebted Poor Countries (HIPC)

¹ Active loans with arrears in suspension.

² Country portfolio suspension.

³ Loans in non-accrual status.



**TABLE 3: HISTORICAL ANALYSIS OF TOTAL LOAN INTEREST/SERVICE CHARGES
AND PRINCIPAL IN ARREARS FOR 75 DAYS OR MORE
(as at 31 December 2002)**

Reporting Date	Total Loans Billed	Number of Loans Billed with Arrears of 75 Days or More	Percentage of Loans with Arrears Overdue 75 Days or More Compared with Total Number of Loans Billed	Principal Loan Repayments in Arrears for 75 Days or More (USD '000)	Loan Interest and Service Charges in Arrears for 75 Days or More (USD '000)	Total Amount Overdue by 75 Days or More (USD '000)
31-Dec-87	186	15	8	671	792	1 463
31-Dec-88	211	21	10	4 558	3 076	7 634
31-Dec-89	228	28	12	6 667	5 028	11 695
31-Dec-90	250	33	13	15 267	7 710	22 977
31-Dec-91	275	34	12	15 054	8 400	23 454
31-Dec-92	287	38	13	15 870	5 602	21 472
31-Dec-93	313	28	9	16 731	7 916	24 647
31-Dec-94	341	37	11	23 305	10 045	33 350
31-Dec-95	369	44	12	27 635	12 120	39 755
31-Dec-96	395	41	10	29 775	12 797	42 572
31-Dec-97	425	40	9	30 011	12 886	42 897
31-Dec-98	464	35	7	34 179	13 352	47 531
31-Dec-99	488	29	6	35 426	15 737	51 163
31-Dec-00	510	44	9	38 585	17 034	55 619
31-Dec-01	530	43	8	38 907	18 682	57 589
31-Dec-02	549	47	9	47 049	21 092	68 141



TABLE 4: SUMMARY OF AMOUNTS OVERDUE BY LENDING TERMS
(as at 31 December 2002)
(USD '000)

Lending Terms	Principal	Interest Service Charges	Total	Percent
Highly Concessional	21 953	9 450	31 403	44
Intermediate	25 999	11 795	37 794	52
Ordinary	2 283	689	2 972	4
Total	50 235	21 934	72 169	100

TABLE 5: RATIO REFLOWS
(as at 31 December 2002)
(USD '000)

Year	Interest	Principal	Total
1979	1	-	1
1980	128	-	128
1981	717	-	717
1982	2 129	-	2 129
1983	4 121	1 471	5 592
1984	7 595	15 262	22 857
1985	10 775	12 217	22 992
1986	17 130	23 468	40 598
1987	22 512	18 535	41 047
1988	25 482	30 813	56 295
1989	26 735	38 927	65 662
1990	30 142	47 672	77 814
1991	35 273	69 206	104 479
1992	38 383	76 895	115 278
1993	36 119	81 783	117 902
1994	37 431	89 015	126 446
1995	42 926	109 949	152 875
1996	39 989	110 069	150 058
1997	42 427	116 805	159 232
1998	41 917	122 556	164 473
1999	43 679	133 216	176 895
2000	43 991	136 423	180 414
2001	42 113	127 920	170 033
2002	42 296	127 551	169 847
Total paid	634 011	1 489 753	2 123 764
Arrears			72 169
31 December 2002			72 169
		Total billed	2 195 933

Total arrears compared with total reflows (capital and interest) since the inception of IFAD are 3.4%.