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Enabling poor rural people
to overcome poverty

Resources available for commitment

Addendum

Executive Board — Ninety-sixth Session
Rome, 29-30 April 2009

For: **Approval**

Note to Executive Board Directors

This document is submitted for approval by the Executive Board.

To make the best use of time available at Executive Board sessions, Directors are invited to contact the following focal point with any technical questions about this document:

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Recommendation for approval

The Executive Board is invited to approve the recommendation on the use of advance commitment authority as contained in paragraph 3.

Resources available for commitment

Addendum

1. For the information of the Executive Board, and as stated in document EB 2009/96/R.10, Management has prepared an update of the estimated resources available for commitment under IFAD's Regular Programme. The aforementioned document had estimated an additional advance commitment authority (ACA) requirement of US\$133.0 million. As result of the increase in the estimated net inflows of US\$77.7 million, the ACA now being requested at this session is up to US\$76.5 million. The increase in net estimated inflows is due primarily to additional contributions of US\$45.9 million and additional investment income of US\$30.5 million.
2. Attachment II shows estimated total net resource inflows from 1 January to 31 March 2009 of US\$144.2 million. Loan and grant commitments proposed to the current session of the Board total US\$216.7 million. Taking into account these net flows and commitments, as well as grants already approved of US\$4.0 million, additional ACA of up to US\$76.5 million is required.

Recommendation

3. The Executive Board, having regard to article 7, section 2(b) of the Agreement Establishing IFAD and in accordance with paragraph III.17 of Governing Council Resolution 141/XXIX/Rev.1, is therefore invited to note the present shortfall in resources in the period of an estimated US\$76.5 million due to estimated net inflows for the period January to March 2009 amounting to US\$144.2 million, the loans and grants presented for approval amounting to US\$216.7 million and grants already approved of US\$4.0 million. As a result, additional ACA of up to US\$76.5 million is now being requested.

Proposed loans and grants for approval at the ninety-sixth session of the Executive Board

<i>Country/recipient</i>	<i>Programme/project title</i>	<i>US\$^a</i>	<i>SDR</i>
Proposed loans			
Benin	Rural Economic Growth Support Project	8 952 551	6 000 000
Burkina Faso	Rural Business Development Services Programme	8 057 296	5 400 000
China	Sichuan Post-Earthquake Agricultural Rehabilitation Project	28 946 583	19 400 000
Dominican Republic	Development Project for Rural Poor Economic Organizations of the Border Region	14 100 269	9 450 000
Ethiopia	Community-based Integrated Natural Resources Management Project	6 565 204	4 400 000
India	Convergence of Agricultural Interventions in Maharashtra's Distressed Districts Programme	40 017 905	26 820 000
Mali	Rural Finance Programme	25 514 772	17 100 000
Mauritania ^b	Value Chains Development Programme for Poverty Reduction	5 753 506	3 856 000
Total		137 908 086	92 426 000
Proposed Debt Sustainability Framework (DSF) grants			
Afghanistan	Rural Microfinance and Livestock Support Programme	23 873 471	16 000 000
Benin	Rural Economic Growth Support Project	8 952 551	6 000 000
Burkina Faso	Rural Business Development Services Programme	8 057 296	5 400 000
Burundi	Agricultural Intensification and Value-enhancing Support Project	13 876 455	9 300 000
Ethiopia	Community-based Integrated Natural Resources Management Project	6 565 204	4 400 000
Mauritania ^b	Value Chains Development Programme for Poverty Reduction	5 753 506	3 856 000
Total		67 078 483	44 956 000
Proposed grants			
China	Sichuan Post-Earthquake Agricultural Rehabilitation Project	1 492 092	1 000 000
India	Convergence of Agricultural Interventions in Maharashtra's Distressed Districts Programme	999 702	670 000
Confederation of Family Farmer Producer Organizations of MERCOSUR (COPROFAM)	Strengthening Rural Organizations for Policy Dialogue in South America	416 000	278 803
Economic Community of West African States (ECOWAS)	The Rural HUB: Supporting Rural Development and Food Security in Western and Central Africa	1 500 000	1 005 300
Food and Agriculture Organization of the United Nations (FAO)/ International Network for Family Poultry Development (INFPD)	Smallholder Poultry Development Programme	600 000	402 120
International Center for Agricultural Research in the Dry Areas (ICARDA)	Programme on Improving Livelihoods of Small Farmers and Rural Women through Value-added Processing and Export of Cashmere, Wool and Mohair	1 500 000	1 005 300
International Centre for Integrated Mountain Development (ICIMOD)	Programme on Livelihoods and Ecosystem Services in the Himalayas: Enhancing Adaptation Capacity and Resilience of the Poor to Climate and Socio-economic Changes	1 500 000	1 005 300
International Development Research Centre (IDRC)	Knowledge Access for Rural Interconnected People – Phase II (KariaNet II)	1 500 000	1 005 300
International Rice Research Institute (IRRI)	Programme on Enabling Poor Rice Farmers to Improve Livelihoods and Overcome Poverty in South and South-East Asia through the Consortium for Unfavorable Rice Environments (CURE)	1 500 000	1 005 300
International Rice Research Institute (IRRI), Bangladesh	Support to Agricultural Research for Climate Change Adaptation in Bangladesh	700 000	469 140
Total		11 707 794	7 846 563
Grand total		216 694 363	145 228 563

^a Using the 31 March 2009 US\$/SDR exchange rate of 1.49209191 based on the United States dollar amount for loans and associated grants not negotiated to date.

^b Subject to the outcome of the discussion of this proposal at this session of the Executive Board.

Analysis of use of advance commitment authority

	<i>Millions of United States dollars</i>							
	<i>2001</i>	<i>2002</i>	<i>2003</i>	<i>2004</i>	<i>2005</i>	<i>2006</i>	<i>2007</i>	<i>2008</i>
ACA carry-forward at start of year	-	153.7	277.8	331.1	136.8	296.0	453.3	585.3
Net ACA use/(cover)	153.7	124.1	53.3	(194.3)	159.2	157.3	132.0	157.0
ACA carry-forward at end of year	153.7	277.8	331.1	136.8	296.0	453.3	585.3	742.3

	<i>Millions of United States dollars</i>	
	<i>Actual</i>	<i>Estimated</i>
	<i>January to December 2008</i>	<i>January to March 2009</i>
1. Resources available at start of period	0	0
Analysis of flows		
Members' contributions	142.7	78.1
Total loan reflows:	242.7	58.6
Loan and grant cancellations	75.3	6.1
Net investment income	126.6	30.5
Net exchange rate movements	16.8	7.5
Operating expenses, ASMCS, Action Plan, PDFF ^a	(137.4)	(36.6)
2. Total estimated net inflows for the period	466.7	144.2
3. ACA approved by the Executive Board in the year	168.3	0
4. Loan and grant commitments^b	(623.7)	(220.7)
5. ACA to be approved at EB 96^a		76.5
6. ACA covered from flows in the period	(11.3)	0
7. ACA unused balance (=1+2+3+4+5+6)		
8. ACA brought forward (= prior period)	585.3	742.3
9. ACA carried forward (= 3+5+6+8)	742.3	818.8

^a ASMCS = After-Service Medical Coverage Scheme
EB 96 = Ninety-sixth session of the Executive Board (April 2009)

PDFF = Programme Development Financing Facility

^b Loan and grant commitments consists of loans and grants presented for approval at this Board session of US\$216.7 million and US\$ 4.0 million of grants already approved.