IFAD13: Investing in Rural Prosperity and Resilience for a Food-Secure Future

Fourth Session of the consultation of the Thirteenth Replenishment

14 December 2023
Now is the time to act and IFAD is ready

Driven by results and impact

Partner of choice

Assembler of Finance

Pioneer of locally led development

World’s fund for transforming agriculture, rural economies and food systems

NOTES: * Projections based on nowcasts for 2022 are illustrated by dotted lines. Bars show lower and upper bounds of the estimated range.

IFAD13 offers an effective framework for investing in a rural prosperity and resilience for a **food secure future**.

Focus on **IFAD’s core mandate**, including through empowering women and youth, and improving food security and nutrition.

Focus on addressing the three interconnected challenges of **increasing fragility, climate change**, and **inadequate private sector investment**.
Priority areas: Responding to global challenges and opportunities

IFAD adds value in fragile situations

**Fragility**
- Sustainable and natural resource management
- Boosting women’s role
- Working with local institutions and communities
- Focused on food and nutrition security

**Climate & Biodiversity**
- Raise climate finance target from 40% to at least 45%
- New policy on climate, environment and biodiversity, and roadmap for Paris alignment
- Create ACCs as channel for 100% climate finance contributions
- Integrated programmatic approach to climate operations

**Private Sector**
- I. Enabling
  - De-risking investments
- II. Catalyzing
  - PoLG and PSFP instruments
- III. Assembling
  - PSFP instruments and convening power

In partnership with RBAs, IFIs, MDBs and other UN entities
Leader on inclusivity and locally-led development

Strengthen **youth employment** and **youth participation** in decision making

**Targeting for nutrition** and promoting diversified local food production, and consumption

**Intensifying efforts** on gender to ensure **equal access** to assets, services, employment and markets

**People-centred approach** focused on Indigenous Peoples, persons with disabilities and other marginalized groups

Working with **community-based organizations** to promote inclusive development
Integrated country programmes for impact

Integrated Investments + Policy & Knowledge × Adaptive Management = Amplified Impact

Sustainability and scalability of investments

Goal: increased income
- increased production
- increased market access
- greater resilience
- improved nutrition
IFAD13 consolidates and builds on recent reforms and initiatives (e.g. project efficiency action plan)

Focus on operational delivery and project efficiency

Optimizing resource use and prioritization and streamlining budgeting

Enhancing capacity and workplace culture

*Includes all categories of Fixed-Term Staff, including fixed-term, continuing, and indefinite appointments; JPOs, staff on loan to IFAD and co-terminus contracts. (ILC staff are excluded). Data recorded as at 1 January of each year.
IFAD13 Proposed scenario

<table>
<thead>
<tr>
<th>Contributions</th>
<th>IFAD 12</th>
<th>B</th>
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</thead>
<tbody>
<tr>
<td>Total new replenishment financing</td>
<td>1350</td>
<td>2005</td>
</tr>
<tr>
<td>Core Contributions</td>
<td>1257</td>
<td>1655</td>
</tr>
<tr>
<td>Additional Climate Contributions</td>
<td>150</td>
<td></td>
</tr>
<tr>
<td>Concessional Partner Loans</td>
<td>93</td>
<td>200</td>
</tr>
<tr>
<td>IFAD13 replenishment target</td>
<td>1875</td>
<td></td>
</tr>
<tr>
<td>Total PoLG</td>
<td>3350</td>
<td>3640</td>
</tr>
<tr>
<td>Total PoW</td>
<td>8375</td>
<td>9880</td>
</tr>
<tr>
<td>Goal: Millions of people with increased income</td>
<td>86-93</td>
<td>101</td>
</tr>
</tbody>
</table>

Ambitious call to mobilize US$2 billion in new funding, supporting a US$10 billion programme of work, impacting over 100 million rural people.
From commitments to impact

Ambition of 100 million* people with increased income

**IFAD13 impact simulation**

<table>
<thead>
<tr>
<th>IMPACT</th>
<th>PoW (US$ million)</th>
<th>9 880</th>
</tr>
</thead>
<tbody>
<tr>
<td>Impact (number of people [in millions] with)</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Increased income / positive economic mobility (SDG 2.3 &amp; 1.2)</td>
<td></td>
<td>101</td>
</tr>
<tr>
<td>Increased production (SDG 2.3)</td>
<td></td>
<td>82</td>
</tr>
<tr>
<td>Increased market access (SDG 2.3)</td>
<td></td>
<td>84</td>
</tr>
<tr>
<td>Greater resilience (SDG 1.5)</td>
<td></td>
<td>50</td>
</tr>
</tbody>
</table>

*Impact estimates are forecasts derived from assessments of IFAD's portfolio during IFAD11
Ensuring universality and maximising resources to those most in need

- 60% of core resources allocated to Africa, including 55% to sub-Saharan Africa
- At least 30% of core resources to FCAS

100% of core resources will be channelled to LICs and LMICs
LICs will receive at least 45% of core resources

At least 11% and up to 20% of total resources will be allocated to UMICs through BRAM

![Graph showing resource allocation]

- LICs: 45% of core resources
- LMICs: 3640
- UMICs: 510
- Non-Country Grants: 375

B
**New instrument to boost climate impact**

**Key features:**
- Fully voluntary core contribution
- Boosts core resources and IFAD equity
- Increases both PBAS and BRAM ($100m in ACCs increases BRAM by approx. $30m)

**Three safeguards for ACCs:**
1. ACCs only receive **50% of the voting rights** of core contributions
2. Number of IFAD13 votes created for ACCs capped at **50 per cent of total amount of votes created** for other additional contributions
3. IFAD13 Commitment to undertake a **review of ACC lessons learned** as part of the IFAD13 midterm review and annually by EB/relevant bodies
Core funding enables expanded impact

Crowding-in public and private resources through an integrated programme of work (PoW) to maximise impact for LICs & LMICs and ensuring universality.

IFAD13 core funding:
- Core Replenishment Contributions
- Concessional Partner Loans grant element
- Core Additional Climate Contributions

Programme of Work
Programme of Loans and Grants
Invest today to end poverty, hunger and limit damages from climate change.

IFAD’s ambition is to impact over 100 million rural people.
Thank you