



Review of IFAD's Replenishment Process

Mohamed Beavogui

Director, Partnership and Resource Mobilization Office

Senior Advisor to the President of IFAD

April 2015



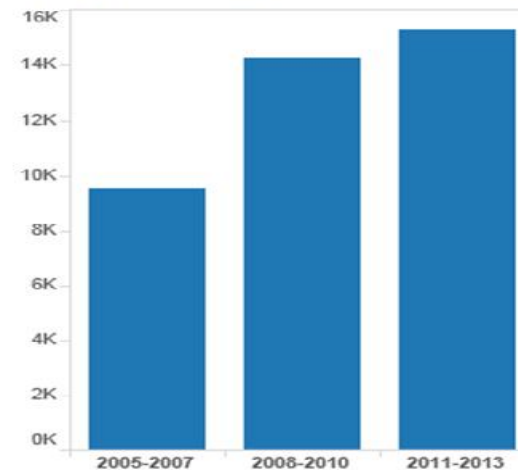
Investing in rural people

Global Context of the Development Aid for Agriculture

Dynamics within the global economic arena:

- Partnerships are gradually adjusting to the new reality.
- Competition over funds is likely to intensify.
- Overall aid to agriculture has increased by 60% between 2005 and 2013.

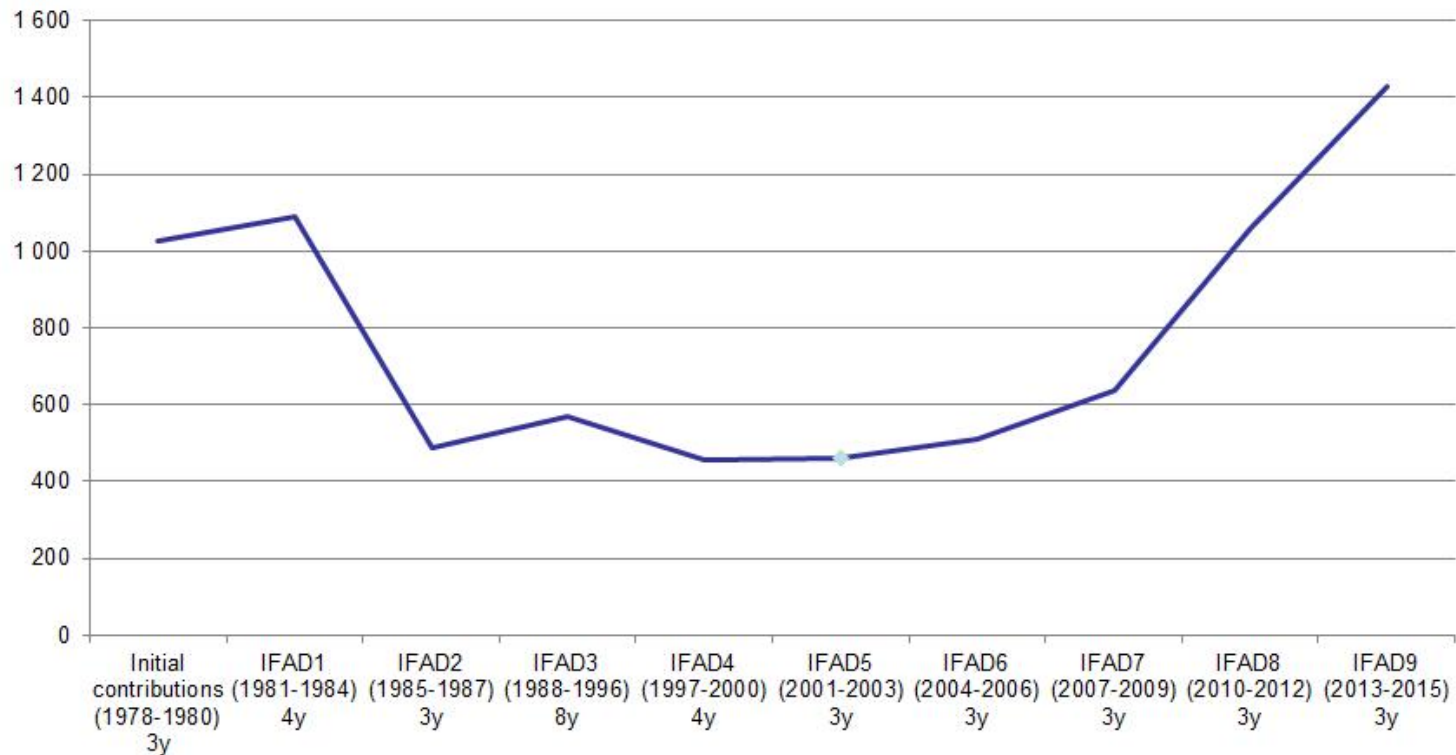
Trends in agricultural and rural development-related aid
3-year annual averages, commitments (USD million)



Source: OECD DAC CRS <http://stats.oecd.org/Index.aspx?QueryId=58102>

Trends of IFAD's Past Replenishments

Agreement Establishing IFAD, Art 4, Section3: "In order to assure continuity in the operations of the Fund, the Governing Council shall periodically, at such intervals as it deems appropriate, review the adequacy of the resources available to the Fund; the first such review shall take place not later than three years after the Fund commences operations".



IFAD's Pledge Categories

Debt Sustainability Framework contributions:

- Yield contribution voting rights;
- To compensate IFAD for forgone principal reflows under DSF; and
- Not included into the replenishment target.

Core contributions:

- Yield contribution voting rights; and
- Constitute the majority of the Fund's resources; and
- Included into the replenishment target.

Complementary contributions:

- In IFAD 10 focused on four thematic areas: Climate change adaptation, nutrition, Public-Private-Producers Partnerships (4Ps), and South-South and Triangular Cooperation.
- Do not yield voting rights; and
- Included into the replenishment target.



IFAD's Replenishment Process

The replenishment cycle:

- Is undertaken every three years
- Initiated by the adoption of the resolution of the Governing Council on establishment of Consultation on the Replenishment
- A year-long consultation is included in the process, with these objectives:
 - Mobilize IFAD's core resources;
 - Exercise accountability where IFAD reports to its Member States on its strategy, reform, and performance; and
 - To receive strategic guidance from Member States.



IFAD's Replenishment Process

The replenishment process concludes with the Report of the Consultation outlining the following:

- Commitments IFAD has agreed to undertake; and
- Pledges of contributions from Member States.

The Governing Council receives for its approval:

- A Report of the Consultation; and
- A draft resolution for its adoption.

Confirmation of the Replenishment Target:

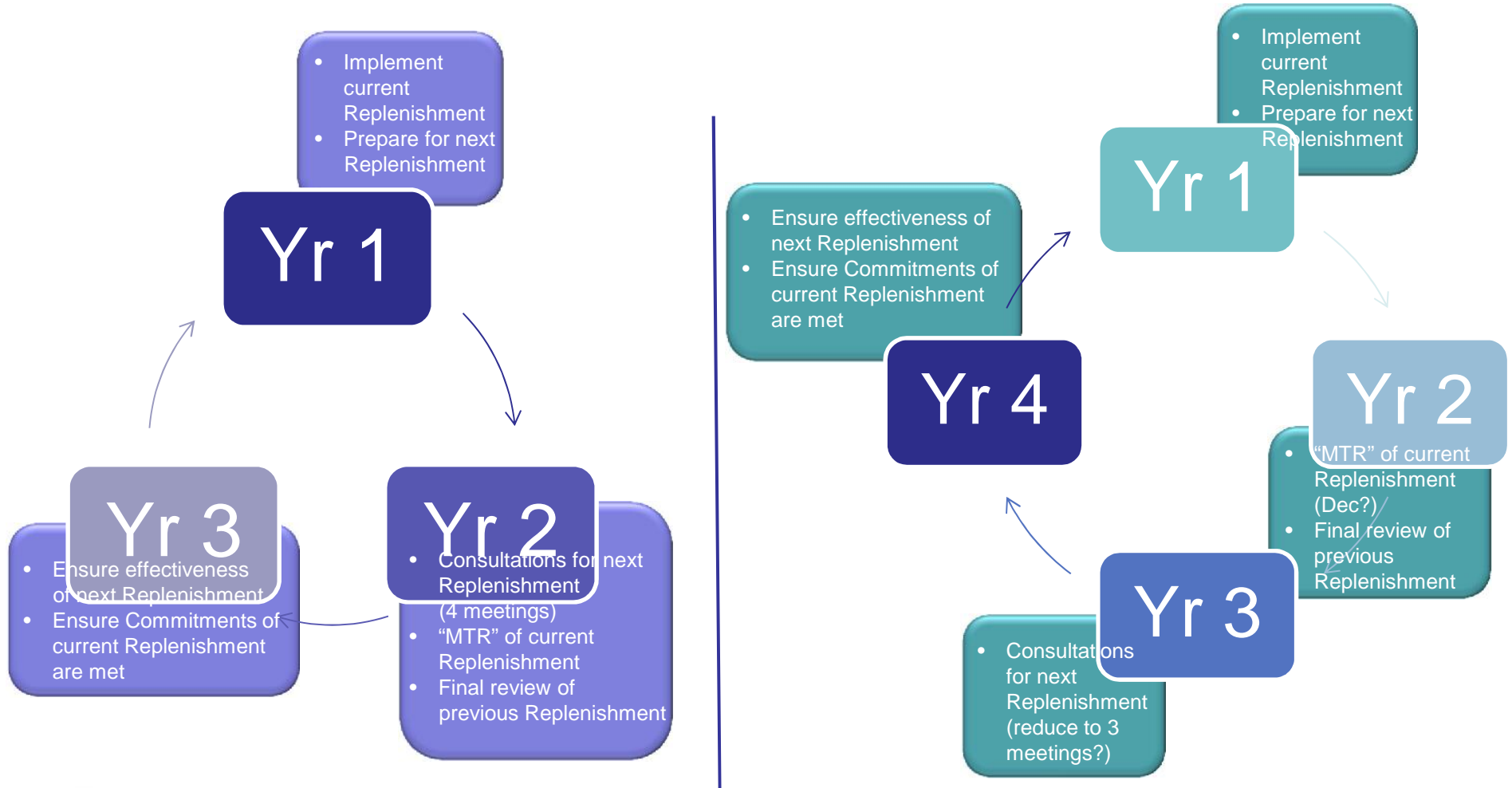
- Within six months of the adoption of the GC's Resolution, pledges are to reach 85% of the agreed target.

Effectiveness:

- Aggregated amount of payments and IOCs deposited by Member States or received by the Fund is at least 50% of the total replenishment level.



Comparing Replenishment Cycles (3yrs vs 4yrs)



MTR Undertaken by Other IFIs

	IDA 16	AfDF-12	ADF X	IFAD9
MTR Review done before launching of consultation processes?	Yes	Yes	Yes	No
Duration of review meeting (days)	4	3	2	0.5
Held back-to-back with other meeting?	Annual meeting of the WBG and IMF	No	No	1 st Consultation of next Replenishment cycle
Replenishment cycle (years)	3	3	4	3



Review of IFAD's Replenishment Process

Thank you!