



IRECR – ANNUAL REPORT 2014



**THE CONSOLIDATED UNIT FOR THE
IMPLEMENTATION OF IFAD
PROGRAMMES**

**Ministry of Agriculture and
Food Industry
Republic of Moldova**

Chisinau, 2015

Country:	<i>Republic of Moldova</i>
Project Title:	<i>Inclusive Rural Economic and Climate Resilience Programme(IRECR)</i>
Project Number:	<i>IFAD Loan no.: 2000000418; IFAD Grant no.: 2000000443; GEF Grant no.: 2000000452</i>

DANIDA Grant no: 2000000703

Financial year:	<i>2014</i>
Planning period:	<i>Aug-Dec. 2014</i>
Year of implementation	<i>Project Year 0</i>

Total project budget (in USD):	<i>IFAD 16.6 million USD, DANIDA 5.2 million USD, GEF 4.26 million USD</i>
Total expenditures to date (in USD):	

Date of loan effectiveness:	<i>25 August 2014</i>
Date of project start:	<i>11.12.2014</i>
Project duration:	<i>Total project duration six years</i>
Date of project completion	<i>25 August 2020</i>
Date of project closing:	<i>25 January 2021</i>

Date of latest Log frame revision	
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Date of RIMS benchmark survey:	
Date of RIMS mid-term survey:	
Date of RIMS completion survey:	<i>Nov. 2020</i>

Date of Mid-Term Review	
Date of Completion Review	<i>Jan.2021</i>

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ABBREVIATIONS & ACRONIMES

AIPA	Agency of Interventions and Payments for Agriculture
ACSA	National Agency for Rural Development
AEF	Agribusiness Equity Fund
AWP&B	Annual Work Plan & Budget
BP	Business Plan
CA	Conservation Agriculture
CC	Climate Change
CCRIVC	Climate Change Resilience and Inclusive Value Chains
CFD	Contract Farming Development
CGF	Credit Guarantee Fund
CLD	Credit Line Directorate of the Ministry of Finance
CPIU-IFAD	IFAD Consolidated Programme Implementation Unit
CW	Civil Works
DANIDA	Danish International Development Agency
FFS	Farmer Field School
G	Goods
GEF	Global Environment Facility
GoM	Government of Republic of Moldova
IFAD	International Fund for Agricultural Development
IPSC	IFAD Programs Steering Committee
IRFCD	Inclusive Rural Finance and Capacity Development
IRECR	Inclusive Rural Economic and Climate Resilience Programme
IRRG	Infrastructure for Rural Resilience and Growth
LLC	Limited Liability Company
MAFI	Ministry of Agriculture and Food Industry
ME	Ministry of Environment
MFI	Micro financing institutions
MoF	Ministry of Finance
NFF	National Farmer Federation
NTFP	Non-Timber Forest Products
OA	Organic Agriculture
PB	Programme Beneficiaries
PFI	Participating Financial Institutions
PIM	Programme implementation manual
CCRIVC	Pro-Poor Agribusiness Development
PY	Programme year
RFC	Rural Finance Corporation
RC	Recurrent Costs
RF	Rural Finance
RM	Republic of Moldova
IRFCD	Rural Financial Services
IRECR	Rural Financial Services and Agribusiness Development Programme
SCAs	Savings and Credit Associations
SLA	Subsidiary Loan Agreement
SMEs	Small and Medium Enterprises
SPs	Service providers
IRRG	Small-Scale Rural Infrastructure
TA	Technical Assistance
ToR	Terms of Reference
ToT	Training of Trainers
YE	Young Entrepreneurs

1. INTRODUCTION

1. The present report has been elaborated by the IFAD Consolidated Programme Implementation Unit in Republic of Moldova in accordance with the Financing Agreement **IFAD Loan No: 2000000418; IFAD Grant No: 2000000443; GEF Grant No: 2000000452, DANIDA Grant No. 2000000703**(Programme Description and Implementation Arrangements (Schedule 1), the Allocation Table (Schedule 2) and the Special Covenants (Schedule 3)) and reflects the activities implemented during the period August -December 2014.

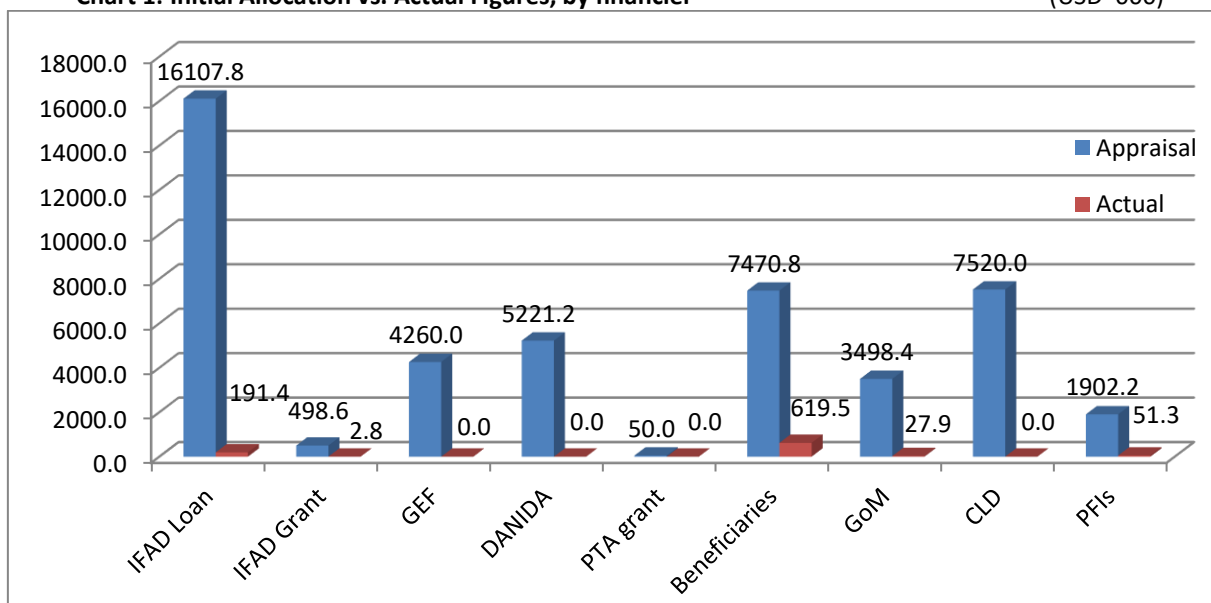
2. Inclusive Rural Economic and Climate Resilience Programme, the sixth IFAD programme in Moldova, was designed to be implemented during a 72 month period, starting from 25th of August 2014 and completing 25th August 2020. For the implementation of overall Programme's activities, IFAD has allocated USD 16.6 million, including USD 16.1 million as loan and USD 0.5 million as grant. GEF has allocated additionally a grant of USD 4.26 million for support to the financing of the climate change resilience-related activities under the Programme. The Government of the Kingdom of Denmark (DANIDA) is co-financing 28 571 400 Danish Kroner (DKK), which is about 5.22 million USD to assist in financing the Youth Entrepreneur Sub-component of IRECR.

2. PROGRAMME PERFORMANCE EVOLUTION: OVERALL FINANCIAL PROGRESS

3. The **Total Planned Programme Cost** of the activities to be implemented during the lifetime of the programme is estimated at USD 46.53 million. This includes a 35.7% share IFAD contribution of USD 16.1 million as Loan and USD 498.6 thousand as Grant. GEF is co-financing with USD 4.26 million (9.2%) for the Implementation of the Climate Change Resilience Component. DANIDA will co-finance USD 5.22 million (11%) Grant to the Young Entrepreneurs Financing Scheme. Along that, the Credit Line Directorate from Republic of Moldova is expected to co-finance an amount of USD 7.5 million (16%) to provide the needed 60% Loan portion to match for the Young Entrepreneurs Financing. Government of Republic of Moldova will contribute with USD 3.5 million (7.5%) to cover the forgone VAT and other taxes in programme implementation process. Beneficiaries are expected to contribute with USD 7.47 million (16%) for their investments and Participating Financial Institutions are expected to match USD 1.9 million (4%) as requirement in Financing Facilities. A USD 50.0 thousand PTA Grant was assigned as technical assistance to change regulations in repayment systems (See Chart 1 and Annex 1).

Chart 1: Initial Allocation vs. Actual Figures, by financier

(USD '000)

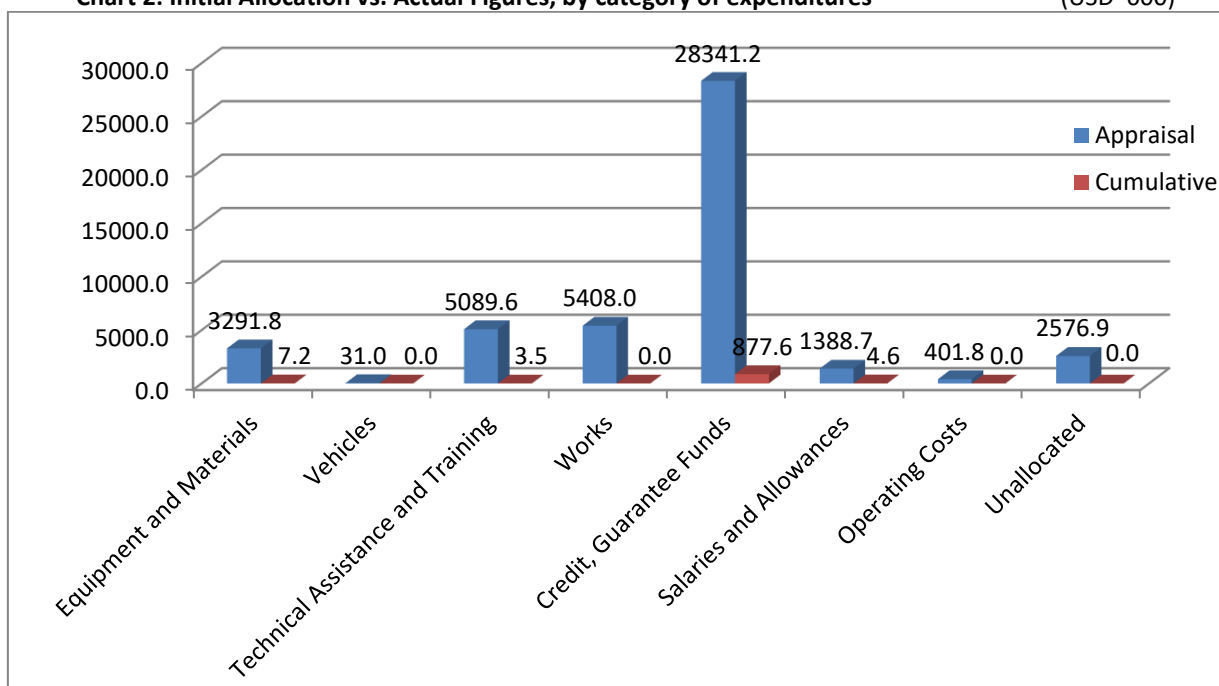


4. At the end of the reporting period, the total spending equals to USD 892.9 thousand (1.9%), mainly being initiated activities financed from IFAD loan and grant, Beneficiaries and PFIs.

5. Budget allocated by participation partners in co-financing IRECR will be spend per following **Categories of expenditures** (see Chart 2 [and Annex 2](#)).

Chart 2: Initial Allocation vs. Actual Figures, by category of expenditures

(USD '000)

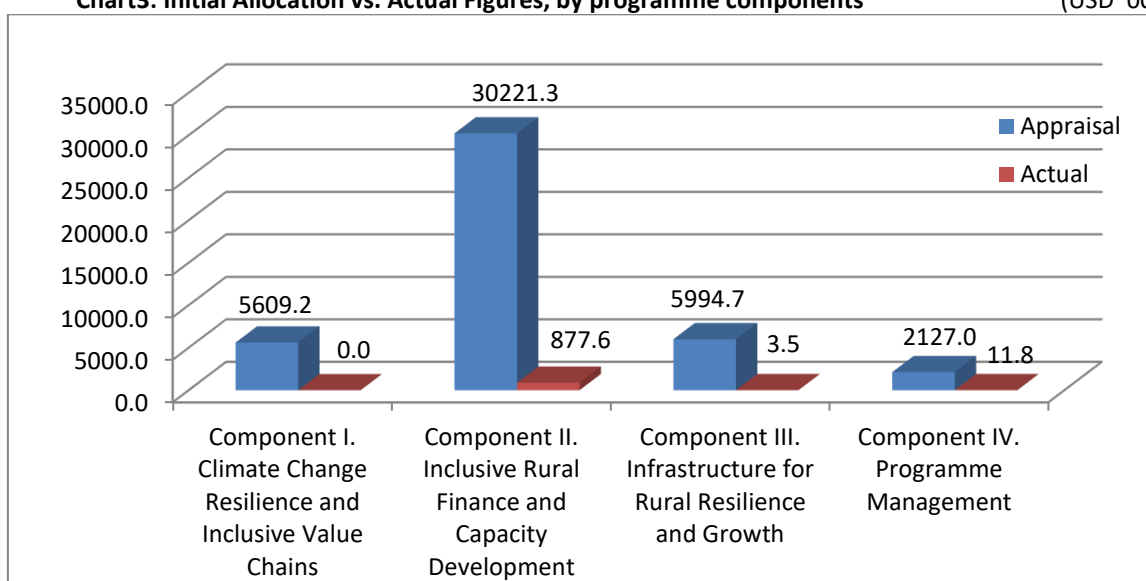


6. During 2014, from Equipment and Materials category, was spent an amount of USD 7.2 thousand for office equipment and furniture; from Technical Assistance, USD 3.5 thousand to cover the expenses for business plan preparation; from Credit, USD 877.6 thousand and USD 4.6 thousand for salaries and allowances.

7. The activity under Programme Components identifies the USD 877.6 thousand spent for SME loan activity under IRFCD, USD 3.5 thousand for business plan preparation under IRRG and USD 11.8 thousand under Programme Management.

Chart3: Initial Allocation vs. Actual Figures, by programme components

(USD '000)

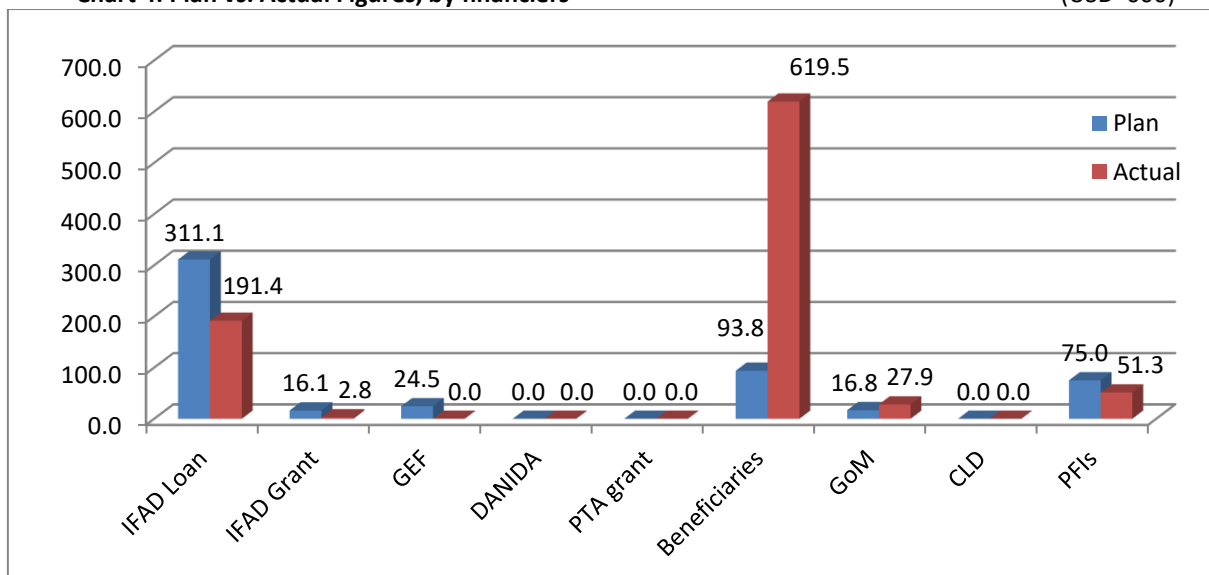


3. FINANCIAL PROGRESS SUMMARY IN THE REPORTING PERIOD

8. As per 2014 AWPB, the total planned amount of expenditures amounts to USD 537.3 thousand, including USD 327.2 thousand from IFAD funds. In the reporting period the total amount of expenditures was of USD 892.9 thousand, or 166% of the planned amount. Mainly the planned amount was exceeded due to a considerable increase in the beneficiary contribution to the loan (see chart 4 for details).

Chart 4: Plan vs. Actual Figures, by financiers

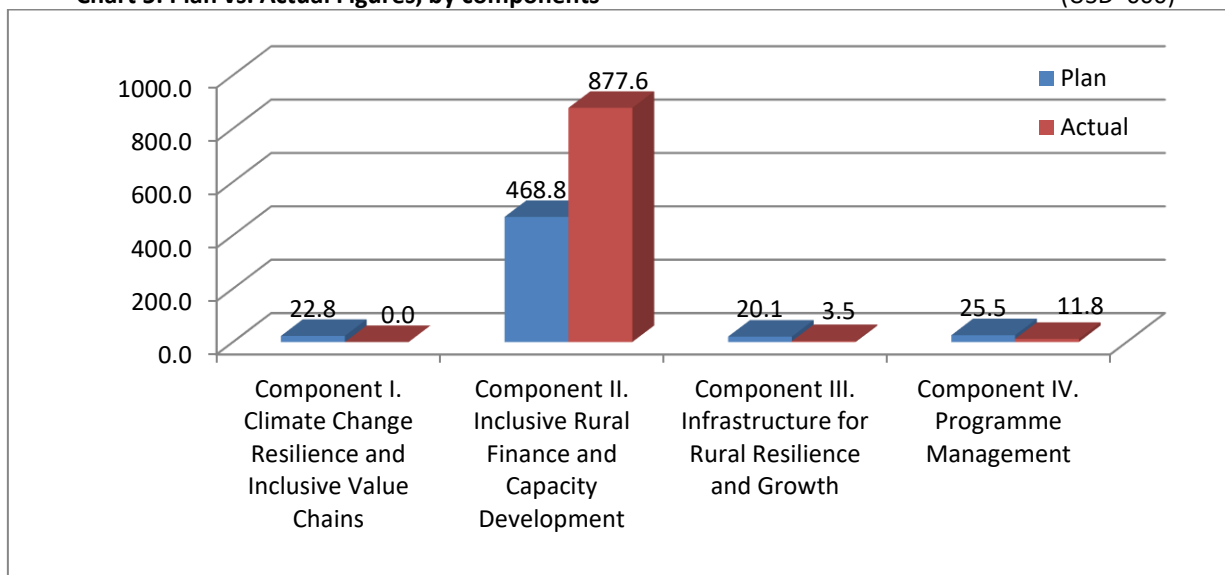
(USD '000)



9. The expenditures per components have the same trend, with IRFCD component exceeding the planned amount with 187%. Detailed descriptions of components see in the chapters below.

Chart 5: Plan vs. Actual Figures, by components

(USD '000)

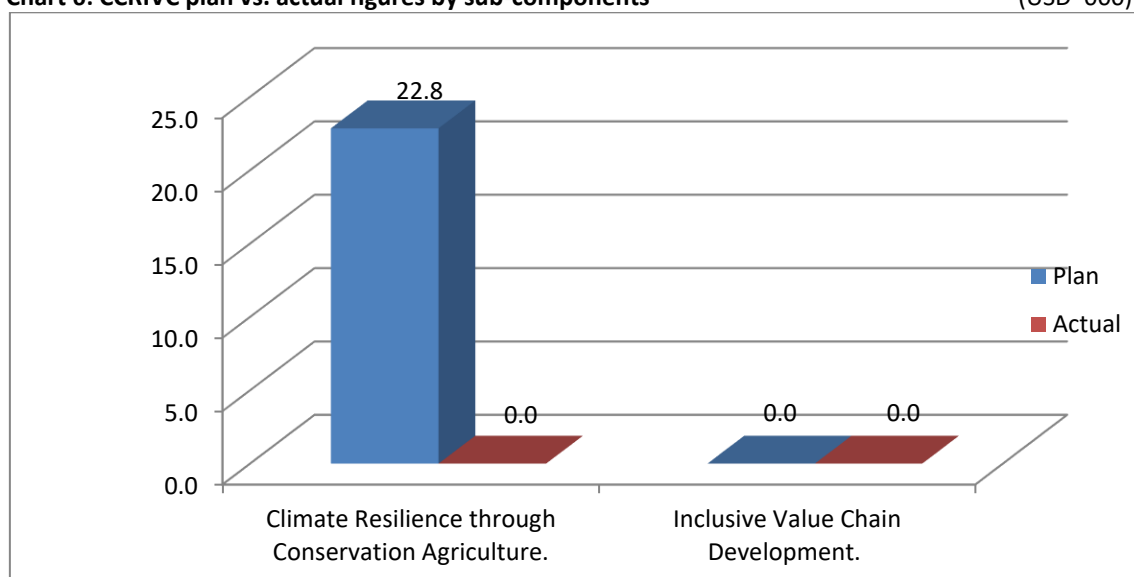


3.1. Component 1: Climate Change Resilience and Inclusive Value Chains (CCRIVC)

10. **Total cost.** For the implementation of activities under CCRIVC has been allocated an amount of USD 22.8 thousand, including USD 18 thousand from GEF and USD 4.8 Government contribution. By the end of 2014 the focus was on preparatory works and contracting, thus actual spending will take place in the upcoming year (Details in chart 6).

Chart 6: CCRIVC plan vs. actual figures by sub-components

(USD '000)



Sub-component 1.1: Climate resilience through conservation agriculture (CRCA).

1.1.1 Enabling environment for climate-resilient agriculture.

11. In 2014, the main focus was to initiate as many activities that were planned under this sub-component. Therefore, was launched a series of ToRs to select various service providers to develop adaptation measures against soil erosion, Conservation Agriculture and Organic farming practices, and where appropriate, to reduce the environmental impact of the inputs used in Conservation Agriculture.

12. *Demonstration field studies in FFS* – was launched the ToR to select beneficiaries to create Farmer Field Schools with demo plots where conservation agriculture practices will be implemented. The ToR was published in three different sources of information. However, the bid was extended due to the fact that initially were not received enough bidding proposals.

13. *Web design and data base development, data gathering and analysis* – Was launched a ToR to select an IT service provider to design and develop an integrated IT Management System Software. The ToR was published in three different sources of information and re-launched after a failure from bidders to submit offers according to the requirements.

1.1.2 Enhancing agriculture production through climate-resilient investments

14. *CA Production plans* – was launched the ToR to select service providers that will analyse in terms of Conservative Agriculture Production (cropping) Plans and estimated annual operational costs expected to be inquired by the beneficiaries of the Farmer Field Schools with demo plots. The ToR was published in three different sources of information.

15. *Multipurpose shelterbelts restoration plots* – was launched the ToR to select the service provider to develop design and cost calculation for rehabilitation and establishment of protective shelterbelts. The ToR was published in three different sources of information. However, the bid was extended due to the fact that were not submitted enough bidding proposals. Also was announced the ToR to select beneficiaries of matching grants for the rehabilitation and establishment of protective shelterbelts.

Sub-component 1.2: Inclusive Value Chain Development (IVCD)

16. In 2014 were conducted numerous working meetings with farm associations and representatives of Ministry of Agriculture and Food Industry. The purpose of these meetings was to identify agricultural sectors that are perspectives in terms of good export products and on which we can implement pilot projects according to the criteria specified in the Implementation Manual. The final decision will be made in 2015, but already were outlined vegetable⁵ growing companies and companies from the sheep breeding field. Total in this period were made 12 visits and workshops attended by participants 34/8.

17. The table below presents overall component physical progress planned and actual:

Indicators	Unit	Appraisal	Plan 2014	Actual 2014
1.1 Climate resilience through conservation agriculture				
Mapping and assessment of CA validated	Yes/No		No	No
Farmer Field Schools created	Number	12	0	0
Farmer field Schools supported with grants for equipment	Number	12	0	0
Farmer field Schools operational costs supported	Number	12	0	0
Farmers in FFS	Number	3 600	0	0
Subsidies for equipment(max 10 000 \$)	Number	100	0	0
Forest restoration plans for protective shelterbelts	Number	20	0	0
Protective shelterbelts	Hectares	200	0	0
Privately owned nurseries	Number	2	0	0
Degraded and marginal grassland restored	Hectares	200	0	0
Beneficiaries of grassland restoration	Number	100	0	0
Soil-testing and plant analysis laboratory	Number	1	0	0
Beneficiaries with equipment for NTFPs	Number	5	0	0
Trained participants/incl. women	Number		0	0
1.2 Inclusive Value Chain Development				
Value chains strengthened	Number	5	0	0
Value chain clusters strengthened	Number	5	0	0
Value chain stakeholders having contractual agreements	Number	30	0	0
Pilot projects identified and developed	Number	3	0	0
Pilot projects supported through equipment grants	Number	3	0	0
Trained participants/incl. women	Number		0	0

3.2 Component 2: Inclusive Rural Finance and Capacity Development (IRFCD)

18. As per Financial Agreement⁷ schedule 1 “Programme Description and Implementation Arrangements”(para. 4.2.1 and 4.2.2), the IRFCD component is implemented through the following sub-components:

- (i) Sub-component 2.1: Financing of agricultural and rural investments. Under this sub-component, IFAD loans are available through selected and accredited banks for financing of SME and YE investments; financing of micro entrepreneurs’ investments are available through

selected and accredited MFI, as well as through accredited banks which will present interest to finance this sector.

(ii) **Sub-component 2.2: Capacity development within the SCA sector** - provides assistance to SCAs, SCA Apex organizations and National Commission for Financial Market (NCFM) through selected and accredited, in accordance with procurement IFAD guide, service providers.

19. In addition to the loans, within the Rural Finance Component, the prospective YE and micro-entrepreneurs borrowers are entitled to receive support for business plan development on a cost sharing basis, and training.

20. During the last four (4) months of 2014, the first IRECR implementation year, CPIU was focused on “financing of agricultural and rural investments” sub-component. Accordingly, at the IPSC meeting dated October 15 2014, in accordance with the criteria set, were approved for participation in the IRECR seven (7) commercial banks: Banca de Finanțe și Comerț; Comerțbank; MobiasBanca- Groupe Societe Generale; Moldindconbank; Moldova Agroindbank; ProCreditBank and Unibank.

21. On 11th of December 2014, was signed the Subsidiary Loan Agreement between the approved banks and Ministry of Finance, which determines general terms and conditions for issuing, by the Ministry of Finance, of loans to the Bank. Taking into account the limited time for implementation of planned activities, the budget for 2014 was revised.

22. **Total cost of IRFCD component.** The total cost related to the implementation, in 2014, of financing of agricultural and rural investments sub-component, amounts to USD 877,6 thousand, representing 187.2% of the revised budget, including USD 179.6 thousand from IFAD funds, USD 51.3 thousand participating financial institutions’ own resources, USD 619.5 thousand beneficiaries’ contribution and USD 27.2 thousand Government contribution, exemption from VAT payment and duties on imported goods (see table 1).

Table 1 IRFCD plan vs actual by sources and sub-components (USD’000)

IRFCD Sub - Components	IFAD		DANIDA	CLD	PFI	GoM	Beneficiaries	Total
	Loan	Grant						
Plan 2014- total	300.0	0	0	0	75.0	0	93.8	468.8
s/c 2.1: Financing of agricultural and rural investments	300.0	-	0	0	0	-	93.8	468.8
s/c 2.2.Capacity development within the SCA sector	0	0	-	-	0	-		0
Actual 2014-total	179.6	0	0	0	51.3	27.2	619.5	877.6
s/c 2.1: Financing of agricultural and rural investments	179.6	-	0	0	51.3	27.2	619.5	877.6
s/c 2.2.Capacity development within the SCA sector	0	0	0	0	0	0	0	0
Actual /Plan	59.9%	0%	0%	0%	68.4%	0%	660.4%	187.2%
Share by financiers	20,5%	0%	0%	0%	5.8%	3.1%	70.6%	100%

23. **IFAD proceeds.** From IFAD funds, in 2014, were used the amount of USD 179.6 thousand, for financing of 2 (two) SMEs, that represents 20.5% from the total cost.

24. **Danish Government Co-financing (DANIDA).** It is worth to mention that financing of Young Entrepreneurs has not started due to a delay in ratification of the Financing Agreement (Danish Grant) by the Parliament of RM.

25. **CLD co-financing.** Following the procedures set under the Programme, the loan portion of young entrepreneurs’ financing facility is planned to be covered from the revolving funds managed by

CLD/MoF. As the financing of Young Entrepreneurs has not started, the funds from the revolving Fund were not disbursed.

26. **PFI Resources.** According to the Financing Agreement, the Participating Financial Institutions shall contribute a minimum of 20% to the total loan requirement of SMEs, inclusive of working capital, from their own funds. The PFIs' contribution amounts to USD 51.3 thousand that represents 22.2%.

27. **Government contribution.** Based on Government decision, the goods purchased and service provided under Programme are exempted from paying VAT, taxes and duties. In the reporting period, the Government contribution valued at USD 27.2 thousand, that represents exemption from VAT payment and duties on imported equipment by one Programme loan beneficiary.

28. **Beneficiaries' Contribution.** As per Programme conditions, SMEs have to contribute a minimum of 25% to the total investment cost, in cash or in kind. The loan beneficiaries have contributed with a total contribution of USD 619.5 thousand, which represents 72% to the total investment cost, or 2.8 times more than required. The high beneficiaries' contribution is explained by the fact that the two supported with loans SMEs have required financing for development of cooling facilities, which are in fact large investments. It is worth to mention that USD 519.8 thousand or 84% from total of beneficiaries' contribution has been provided in cash.

29. Considering activities implemented in 2014, the beneficiaries have the highest share in contribution – 70,6%, followed by IFAD with a contribution of 20,5% and PFIs with a contribution of 5,8% (see Chart 7).

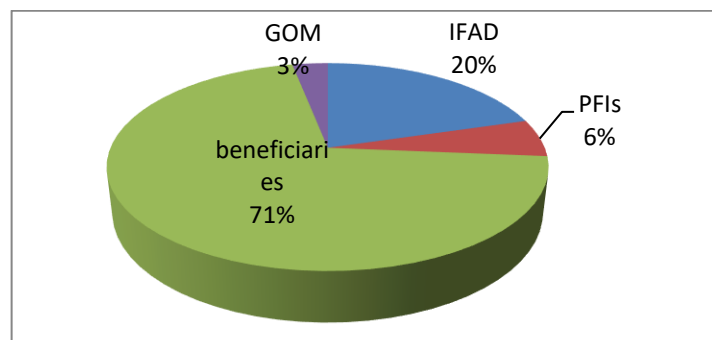


Chart 7: Share of funding sources under IRFCD component

30. **Financing facilities.** As it was mentioned, the financing activity has been available to SMEs through six selected and approved by Steering Committee Financial Institutions. In 2014, the two (2) loans were disbursed in MDL, through Moldova-Agroindbank. Based on approved Programme conditions, the loans were granted for a period of five (5) years with a grace period of seven (7) months, at a floating interest rate, equal to 7.9% at the date of disbursement, calculated according to the formula approved by IPSC: for loans in MDL- floating, equal to the Base Rate on National Bank of Moldova for long-term loans (over 5 years) plus PFI margin. The average loan size amounts to USD 89.8 thousand that represents 95% of the estimated in Programme logical framework average loan size of USD 94.0 thousand.

31. The bank granted the loans from their own funds for the a period of 35 months, with a grace period of 10 months, at the interest rate of 10% annual and 13% annual. It is to mention that Moldova-Agroindbank, has an extensive experience in financing of agriculture, respectively the loans are granted for medium term, up to 3 years.

32. **Technical assistance and training.** The objective of this activity is to support YEs and micro entrepreneurs in capacity building and business plan development and SCA staff in capacity building. Is to mention that in 2014 have not been provided under the IRFCD any technical assistance and trainings.

33. It is to mention that following the RFSADP MTR mission recommendations, under the IRECR, the eligibility criteria for commercial banks and MFIs were differentiated. In addition to the existing criteria, have been operated adjustments according to the IFAD Decision Tools for Rural Finance, and consequently have been included the following requirements: for all PFIs -PAR over 30 days and write-off ratio, and for MFIs: i) operational self-sufficiency ratio; ii) operating expense ratio; and iii) requirement to report to the MIX Market

34. Based on overall programme appraisal targets, the following data are planned for 2015:

Indicators	Appraisal	Plan 2014	Actual 2014
SME financed with loans	70	2	2
Young entrepreneurs financed with loans, <i>including women receiver</i>	470 140 (30%)	0	0
Micro entrepreneurs financed with loans, <i>including women receiver</i>	700 210 (30%)	0	0
Young entrepreneurs supported with business plan <i>including women receiver</i>	300 90 (30%)	0	0
Micro entrepreneurs supported with business plan	130 39 (30%)	0	0
Youth entrepreneurs trained, <i>including women</i>	960 288 (30%)	0	0
SCAs staff trained, <i>including women</i>	150 60 (40%)	0	0
SCA loan applicants trained	270	0	0

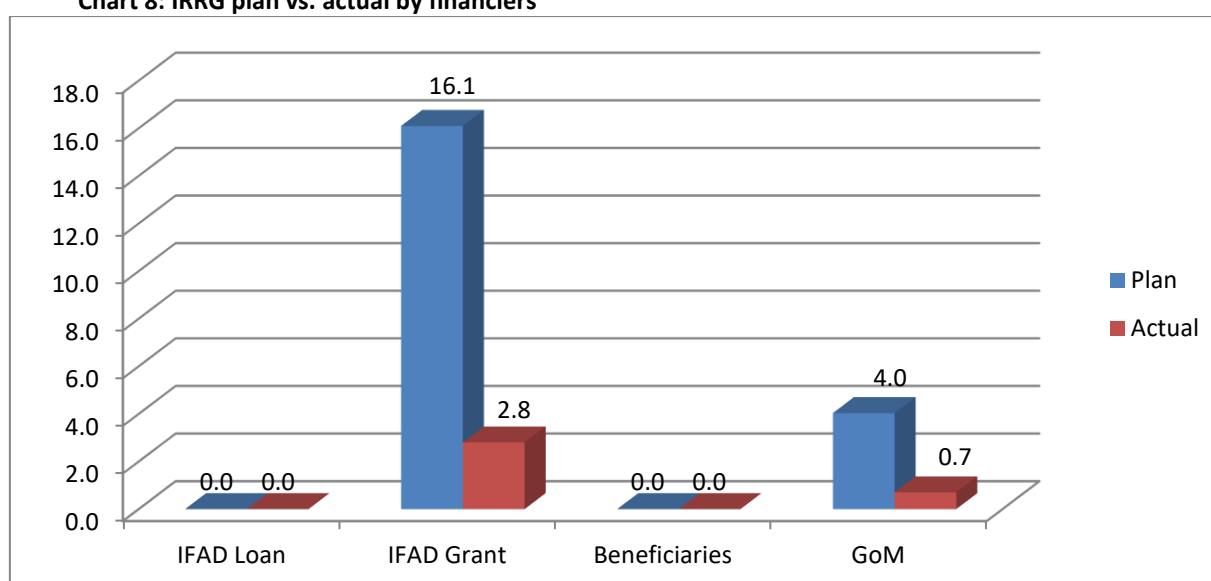
3.3 Component 3: Infrastructure for Rural Resilience and Growth (IRRG)

35. The component will support three types of investments in public infrastructure:

- *Small-scale water supply systems.* This will include rehabilitation and construction of water source points (pumping stations on rivers and reservoirs) for irrigation systems and other production and processing purposes. Drinking water schemes may also be supported if they are considered as an integral and feasible part of a productive scheme, but is not the main investment target.
- *Rural transport infrastructure.* Inter-field and village level roads, including small bridges, will be constructed or rehabilitated in order to reduce transport time, post-harvest losses and transaction costs while simultaneously diversify market outlets options for producers, increase predictability and integrate producers more firmly in higher added value chains.
- *Village level market places.* Support will focus on market place rehabilitation and related facilities such as storage including small-scale refrigerated rooms for short-term storage, waste management and basic sanitary standards.

36. **Total cost.** For implementation of IRRG component during 2014, has been allocated the amount of USD 20.1 thousand, including USD 16.1 thousand from IFAD Grant and USD 4.0 thousand Government contribution. The amount of expenditures, related to activities implemented under the component, during the first half of 2014, is of USD 3.5 thousand or 17.4% from the planned amount, including USD 2.8 thousand from IFAD grant and USD 0.7 thousand Government contribution in the form of forgone VAT for services. (see chart 8)

Chart 8: IRRG plan vs. actual by financiers



37. In 2014, the main focus was to create and approve the operational manual for IRRG component. Additionally started the selection process for infrastructure projects to be financed during 2015.

38. At the end of the application procedure CPIU-IFAD has received applications from 9 villages. Out of them, 4 have been eliminated at the pre-qualification stage and thus 5 projects have been accepted to the qualification stage. Later, one of the villages, Criuleni, has exited the selection procedure by its own will and thus pre-feasibility studies have been contracted for the remaining 4 villages.

39. Based on the overall programme appraisal targets, the following actions are planned for 2015:

Indicators	Appraisal	Plan 2014	Actual 2014
Financed infrastructure investment Programmes	36	0	0
Roads constructed KM	24	0	0
Drinking water systems constructed/rehabilitated(KM)	30	0	0
Village Market Places	12	0	0
Beneficiaries of financed infrastructure investment Programmes, total			
including: SMEs/ Farmers			
Individuals			
Local public authorities			
Number of groups established for the administration of infrastructure facility			
including those with women in leadership position			
Number of administration group members:			
including: women			

3.4 Component 4: Programme Management

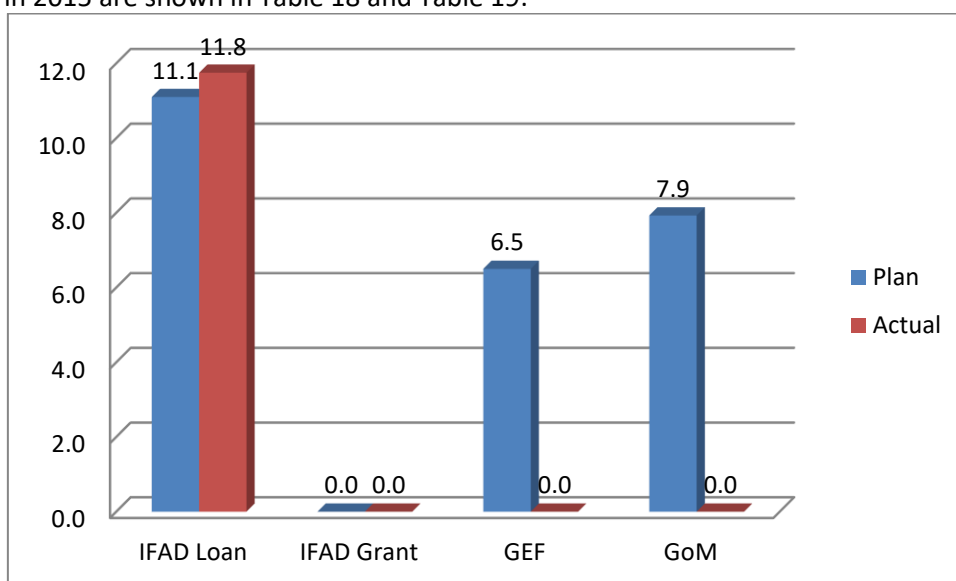
40. The overall management of the Programme lies within the responsibility of the CPIU-IFAD, established by the Government Decree, entrusted with responsibility for implementation activities coordination, including financial management. Currently, the CPIU-IFAD comprises 14 employees,

including the CPIU director, 12 specialists in charge of the on-going programmes' implementation and the driver.

41. CPIU will continue to exercise its responsibilities in terms of:

- Programme implementation in technical and financial terms, as well as supervision of the overall activities thereof (annex 1);
- elaboration of the AWP&B, with continuous improvement thereof;
- procurement under the Programme's components as per 2015 AWP&B ;
- monitoring and evaluation of the Programme's impact in compliance with the RIMS indicators and other additional indicators which will enable Programme performance assessment;
- preparation of progress reports, with continuous improvement thereof

42. The amounts initially allocated for this component and subsequently planned to be spent in the in 2015 are shown in Table 18 and Table 19:



ANNEXES

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ANNEX 1: Programme expenditures Appraisal vs. Actual cumulative per components

USD ('000)

Programme components	TOTAL			IFAD Total			IFAD Loan			IFAD Grant			GEF			DANIDA			PTA grant			Beneficiaries			GoM			CLD			PFIs		
	App.	Actual	%	App.	Actual	%	App.	Actual	%	App.	Actual	%	App.	Actual	%	App.	Actual	%	App.	Actual	%	App.	Actual	%	App.	Actual	%	App.	Actual	%			
Component I. Climate Change Resilience and Inclusive Value Chains	5609.2	0.0	0%	731.8	0.0	0%	651.5	0.0	0%	80.4	0.0	0%	3714.6	0.0	0%	0.0	0.0			0.0		0.0	0.0		1162.8	0.0	0%	0.0	0.0		0.0	0.0	
Sub-Component 1.1 Climate Resilience through Conservation Agriculture.	4702.2	0.0	0.0	0.0	0.0		0.0	0.0		0.0	0.0		3714.6	0.0	0.0	0.0	0.0			0.0		0.0	0.0		987.6	0.0	0.0	0.0	0.0		0.0	0.0	
Sub-Component 1.2 Inclusive Value Chain Development.	907.1	0.0	0.0	731.8	0.0	0.0	651.5	0.0	0.0	80.4	0.0	0.0	0.0	0.0		0.0	0.0			0.0		0.0	0.0		175.2	0.0	0.0	0.0	0.0		0.0	0.0	
Component II. Inclusive Rural Finance and Capacity Development	30221.3	877.6	3%	9118.7	179.6	2%	8913.8	179.6	2%	204.9	0.0	0%	0.0	0.0		4600.1	0.0	0%	50.0	0.0	0%	6665.6	619.5	9%	364.6	27.2	7%	7520.0	0.0	0%	1902	51	3%
Sub-Component 2.1 Financing of Agricultural and Rural Investments.	29316.4	877.6	0.0	8449.7	179.6	0.0	8449.7	179.6	0.0	0.0	0.0		0.0	0.0		4600.1	0.0	0.0		0.0		6665.6	619.5	0.1	178.7	27.2	0.2	7520.0	0.0	0.0	1902.2	51.3	0.0
Sub-Component 2.2 Capacity Development within the SCA Sector	904.9	0.0	0.0	669.0	0.0	0.0	464.1	0.0	0.0	204.9	0.0	0.0	0.0	0.0		0.0	0.0		50.0	0.0	0.0	0.0	0.0		185.9	0.0	0.0	0.0	0.0		0.0	0.0	
Component III. Infrastructure for Rural Resilience and Growth	5994.7	3.5	0%	3914.2	2.8	0%	3822.4	0.0	0%	91.8	2.8	3%	0.0	0.0		0.0	0.0			0.0		805.2	0.0	0%	1275.3	0.7	0%	0.0	0.0		0.0	0.0	
Component IV. Programme Management	2127.0	11.8	1%	1230.8	11.8	1%	1109.3	11.8	1%	121.5	0.0	0%	200.4	0.0	0%	0.0	0.0			0.0		0.0	0.0		695.7	0.0	0%	0.0	0.0		0.0	0.0	
Unallocated							1610.8						345.0			621.1																	
TOTAL	46529.0	892.9	2%	16606.4	194.2	1%	16107.8	191.4	1%	498.6	2.8	1%	4260.0	0.0	0%	5221.2	0.0	0%	50.0	0.0	0%	7470.8	619.5	8%	3498.4	27.9	1%	7520.0	0.0	0%	1902.2	51.3	3%

ANNEX 2: Programme expenditures Appraisal vs. Actual cumulative per categories of expenditures
USD ('000)

	Categories of expenditures	TOTAL costs, '000 USD			IFAD Total			IFAD Loan			IFAD Grant			GEF Grant			DANIDA Grant			PTA grant			Beneficiaries			GoM			CLD			PFIs		
		App.	Actual	%	App.	Actual	%	App.	Actual	%	App.	Actual	%	App.	Actual	%	App.	Actual	%	App.	Actual	%	App.	Actual	%	App.	Actual	%	App.	Actual	%	App.	Actual	%
I.	Equipment and Materials	3291.8	7.2	0%	184.1	7.2	4%	184.1	7.2	4%	0.0	0.0		2400.0	0.0	0%	0.0	0.0		0.0	0.0		0.0	0.0		707.7	0.0	0%	0.0	0.0		0.0	0.0	3%
II.	Vehicles	31.0	0.0	0%	0.0	0.0		0.0	0.0		0.0	0.0		25.0	0.0	0%	0.0	0.0		0.0	0.0		0.0	0.0		6.0	0.0	0%	0.0	0.0		0.0	0.0	
III.	Technical Assistance and Training	5089.6	3.5	0%	1848.6	2.8	0%	1350.0	0.0	0%	498.6	2.8	1%	1400.0	0.0	0%	603.0	0.0	0%	50.0	0.0	0%	194.3	0.0	0%	993.7	0.7	0%	0.0	0.0		0.0	0.0	
IV.	Works	5408.0	0.0	0%	3528.4	0.0	0%	3,528.4	0.0	0%	0.0	0.0		0.0	0.0		0.0	0.0		0.0	0.0		727.6	0.0	0%	1,152.0	0.0	0%	0.0	0.0		0.0	0.0	
V.	Credit, Guarantee Funds	28341.2	877.6	3%	8360.7	179.6	2%	8360.7	179.6	2%	0.0	0.0		0.0	0.0		3997.1	0.0	0%	0.0	0.0		6549.0	619.5	9%	12.2	27.2	222%	7520.0	0.0	0%	1902.2	51.3	
VI.	Salaries and Allowances	1388.7	4.6	0%	767.0	4.6	1%	767.0	4.6	1%	-	-		90.0	-	0%	-	-		-	-		-	-		531.7	-	0%	-	-		-	-	
VII.	Operating Costs	401.8	0.0	0%	306.8	0.0	0%	306.8	0.0	0%	0.0	0.0		0.0	0.0		0.0	0.0		0.0	0.0		0.0	0.0		95.0	0.0	0%	0.0	0.0		0.0	0.0	
VIII.	Unallocated	2576.9	0.0	0%	1610.8	0.0	0%	1610.8	0.0	0%	0.0	0.0		345.0	0.0	0%	621.1	0.0	0%	0.0	0.0		0.0	0.0		0.0	0.0		0.0	0.0		0.0	0.0	
	TOTAL	46529.0	892.9	2%	16606.4	194.2	1%	16107.8	191.4	1%	498.6	2.8	1%	4260.0	0.0	0%	5221.2	0.0	0%	50.0	0.0	0%	7470.8	619.5	8%	3498.4	27.9	1%	7520.0	0.0	0%	1902.2	51.3	3%

ANNEX 3: Programme expenditures Plan vs. Actual per components

USD (‘000)

Programme components	TOTAL costs,			IFAD Total			IFAD Loan			IFAD Grant			GEF			DANIDA			PTA grant			Beneficiaries			GoM			CLD			PFIs		
	Plan	Actual	%	Plan	Actual	%	Plan	Actual	%	Plan	Actual	%	Plan	Actual	%	Plan	Actual	%	Plan	Actual	%	Plan	Actual	%	Plan	Actual	%	Plan	Actual	%	Plan	Actual	%
Component I. Climate Change Resilience and Inclusive Value Chains	22.8	0.0	0%	0.0	0.0		0.0	0.0		0.0	0.0		18.0	0.0	0%	0.0	0.0		0.0	0.0		0.0	0.0		4.8	0.0	0%	0.0	0.0		0.0	0.0	
Sub-Component 1.1 Climate Resilience through Conservation Agriculture.	22.8	0.0	0%	0.0	0.0		0.0	0.0		0.0	0.0		18.0	0.0	0%	0.0	0.0		0.0	0.0		0.0	0.0		4.8	0.0	0%	0.0	0.0		0.0	0.0	
Sub-Component 1.2 Inclusive Value Chain Development.	0.0	0.0		0.0	0.0		0.0	0.0		0.0	0.0		0.0	0.0		0.0	0.0		0.0	0.0		0.0	0.0		0.0	0.0		0.0	0.0		0.0	0.0	
Component II. Inclusive Rural Finance and Capacity Development	468.8	877.6	187%	300.0	179.6	60%	300.0	179.6	60%	0.0	0.0		0.0	0.0		0.0	0.0		0.0	0.0		93.8	619.5	661%	0.0	27.2		0.0	0.0		75.0	51	68%
Sub-Component 2.1 Financing of Agricultural and Rural Investments	468.8	877.6	187%	300.0	179.6	60%	300.0	179.6	60%	0.0	0.0		0.0	0.0		0.0	0.0		0.0	0.0		93.8	619.5		0.0	27.2		0.0	0.0		75.0	51.3	
Sub-Component 2.2 Capacity Development within the SCA Sector	0.0	0.0		0.0	0.0		0.0	0.0		0.0	0.0		0.0	0.0		0.0	0.0		0.0	0.0		0.0	0.0		0.0	0.0		0.0	0.0		0.0	0.0	
Component III. Infrastructure for Rural Resilience and Growth	20.1	3.5	17%	16.1	2.8	17%	0.0	0.0		16.1	2.8	17%	0.0	0.0		0.0	0.0		0.0	0.0		0.0	0.0		4.0	0.7	17%	0.0	0.0		0.0	0.0	
Component IV. Programme Management	25.5	11.8	46%	11.1	11.8	106%	11.1	11.8	106%	0.0	0.0		6.5	0.0	0%	0.0	0.0		0.0	0.0		0.0	0.0		7.9	0.0	0%	0.0	0.0		0.0	0.0	
Total	537.3	892.9	166%	327.2	194.2	59%	311.1	191.4	62%	16.1	2.8	17%	24.5	0.0	0%	0.0	0.0	0.0	0.0	0.0	0.0	93.8	619.5	661%	16.8	27.9	166%	0.0	0.0	0.0	75.0	51.3	68%