IFAD INVESTOR BRIEF

ABOUT IFAD
- IFAD is an international financial institution and specialized UN Agency based in Rome.
- IFAD invests in rural people, empowering them to increase their food security, improve the nutrition of their families and increase their incomes.
- Since its inception in 1977, IFAD has provided USD 24 billion in low-interest loans and grants to projects that have reached an estimated 518 million people.
- IFAD has more than four decades’ experience in impact reporting and longstanding relationships with Governments that co-finance IFAD’s operations.
- IFAD has fiduciary responsibilities and applies strict policies to ensure that funds are only used for their intended purposes.

OVERARCHING GOAL
IFAD is exclusively focused on reducing poverty and ending hunger and malnutrition in rural areas through agriculture and rural development.

Global shareholder base with 178 member states

Strong capital base with capital contributions of US$10.2 billion

Headquartered in Rome with 40 country offices

Active in 93 countries

THE FACTS
- Three quarters of the world’s poorest and hungry people live in the rural areas of developing countries and around 63 per cent of the world’s poorest people work in agriculture.
- Economic growth in agriculture is two to three times more effective at reducing poverty and food insecurity than growth through other sectors.
- Investing in rural development is therefore central to achieving the Sustainable Development Goals and building global resilience in the face of climate change and other shocks.

LOAN PORTFOLIO
- Globally diversified loan portfolio with 100% sovereign exposure
- Average rating of loan portfolio B+
- Preferred Creditor Treatment
- More than 90% of loans financed through paid-in capital

Loan portfolio by country
Top 20 countries

- Bangladesh
- Cameroon
- Pakistan
- Nigeria
- Ethiopia
- Madagascar
- Niger

Loan portfolio by type

- Access to Markets 31%
- Production Sectors 25%
- Programme Management 13%
- Policy and Institutions 14%
- Environment and Natural Resources 4%
- Inclusive Rural Finance 11%
- Social Services 2%

Top 20 countries

- Bangladesh
- Cameroon
- Pakistan
- Nigeria
- Ethiopia
- Madagascar
- Niger
- China
- Indonesia
- Uganda
- India
- Nepal
- Mozambique
- Mali
- Cameroon
- Bangladesh
- Pakistan
- Kenya
- Egypt

Programme Management

Top 20 countries
Rated AA+ stable outlook by S&P and Fitch, based on
- Strong and unique mandate
- Excellent capitalization
- Excellent liquidity
- Strong funding
- Strong Member support

<table>
<thead>
<tr>
<th>Assets in US$ million in nominal terms</th>
<th>Dec 2022</th>
<th>Liabilities and equity in USD million in nominal terms</th>
<th>Dec 2022</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cash and investments</td>
<td>1,445</td>
<td>Borrowing liabilities</td>
<td>1,883</td>
</tr>
<tr>
<td>Net contributions receivables</td>
<td>550</td>
<td>Other liabilities</td>
<td>391</td>
</tr>
<tr>
<td>Outstanding loans</td>
<td>8,258</td>
<td>Total liabilities</td>
<td>2,274</td>
</tr>
<tr>
<td>Allowance for loan losses</td>
<td>(151)</td>
<td>Contributions</td>
<td>10,185</td>
</tr>
<tr>
<td>Allowance for the Heavily Indebted Poor Countries</td>
<td>(109)</td>
<td>General reserve and retained earnings</td>
<td>(2,219)</td>
</tr>
<tr>
<td>Other assets</td>
<td>246</td>
<td>Total equity</td>
<td>7,966</td>
</tr>
<tr>
<td><strong>Total assets</strong></td>
<td>10,239</td>
<td><strong>Total liabilities and equity</strong></td>
<td>10,239</td>
</tr>
</tbody>
</table>

SUSTAINABLE DEVELOPMENT FINANCE FRAMEWORK (SDFF)

- IFAD is a pure player in development.
- Every single IFAD-supported project contributes to SDGs 1 and 2, and directly or indirectly IFAD-supported projects contribute to 16 SDG goals.
- IFAD’s target population are rural people living in poverty and experiencing food insecurity in developing countries.
- IFAD mainstreams cross-cutting themes in its operations including environment and climate change, gender and women’s empowerment, youth and nutrition. These issues, combined with fragility, underpin some of the greatest challenges to achieving sustainable development.
- Through the SDFF, IFAD promotes its mission, goal, and strategic objectives to impact investors in support of the 2030 Agenda.

**FUNDING STRATEGY FOR YEARS 2023-2024**

Guided by IFAD’s Integrated Borrowing Framework

Funding through bilateral loans and bonds in private placement format

Targeting private institutional impact investors with strong ESG focus and alignment to IFAD’s mission

Focus on USD and EUR

Target maturities: 7y +

Funding needs of US$150 million for year 2023 and US$150 million for year 2024

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