



IFAD12 FINANCING CONDITIONS

NEAR EAST, NORTH AFRICA, EUROPE AND CENTRAL ASIA

Fiscal Year 2024

Phasing-out/Phasing-in mechanism.

It guides the transition of Member States towards less concessional terms. If the Fund determines, prior to the start of a Replenishment Period, that a Member State is newly eligible for less concessional lending terms, the Member State will be under transition to the less concessional lending terms over the Replenishment Period.

Reversals. If the Fund determines that a Member State is newly eligible for more concessional lending terms, the new terms will be effective from 1 January of the following calendar year.

IFAD12 Lending terms

- High risk of debt distress or in debt distress
- Moderate risk of debt distress
- Highly concessional terms
- Blend terms
- Ordinary terms

Ordinary terms category*

- ① Category 1
- ② Category 2
- ③ Category 3
- ④ Category 4

* For borrowers at moderate risk of debt distress and eligible for highly concessional or blend terms, this refers to eligibility for additional resources on ordinary terms



**Eligible to grants

Debt Sustainability Framework



RISK OF DEBT DISTRESS

High risk of debt distress or in debt distress

Moderate risk of debt distress with limited or some space to absorb shocks

Moderate risk of debt distress with substantial space to absorb shocks



TERMS

100% grant

80% SHC + 20% HC
Small States terms

100% HC
Small States terms



LEVEL OF CONCESSIONALITY¹

100%

71%

63%

Super highly concessional terms loan

Level of concessionality:¹ 73%



MATURITY PERIOD

50 years



GRACE PERIOD

10 years



CURRENCY OPTIONS

SDR EUR USD



SERVICE CHARGE²

0.10% p.a. fixed rate

Adjustments for single currency loans



INTEREST RATE²

No interest rate



AMORTIZATION

2.5% of total principal

From year 11 to 50

¹ Indicative value for SDR loans, a single currency loan may offer a different level of concessionality. For SHC terms, the level of concessionality refers to USD loans and rates approved in EB 2019/128/R.44.

² For applicable rates, see www.ifad.org/en/financial-products-and-terms

Highly concessional terms loan



Level of concessionality:¹ 57%-63%



MATURITY PERIOD

40 years



SERVICE CHARGE²

0.75% p.a. fixed rate

Adjustments for single currency loans



GRACE PERIOD

10 years



INTEREST RATE²

No interest rate



CURRENCY OPTIONS

SDR EUR USD



AMORTIZATION

Small States

Year 11-20 **2%**

Year 21-40 **4%**

Non-Small States

Year 11-30 **4.5%**

Year 31-40 **1%**

Blend terms loan



Level of concessionality:¹ 37%



MATURITY PERIOD

25 years



SERVICE CHARGE²

0.75% p.a. fixed rate

Adjustments for single currency loans



GRACE PERIOD

5 years



INTEREST RATE²

1.25% p.a. fixed rate

Adjustments for single currency loans



CURRENCY OPTIONS

SDR EUR USD



AMORTIZATION

5% of total principal

From year 6 to 25

Ordinary terms loan

CATEGORY 1: LICs AND LMICs ELIGIBLE FOR SHC, HC TERMS AND BLEND TERMS (NOT COUNTRIES AT HIGH RISK OR IN DEBT DISTRESS)



MATURITY PERIOD

Up to **35** years



GRACE PERIOD

Up to **10** years



ARM

Up to **20** years



PRICING

Minimum recovery of IFAD cost of borrowing

CATEGORY 2: LMICs AND UMICs ELIGIBLE FOR ORDINARY TERMS AND CLASSIFIED AS FCS, SSE OR IN TRANSITION



MATURITY PERIOD

Up to **30** years



GRACE PERIOD

Up to **8** years



ARM

Up to **18** years



PRICING

Pricing above plus premium

CATEGORY 3: UMICs WITH A GNlpc BELOW THE GDI THRESHOLD



MATURITY PERIOD

Up to **20** years



GRACE PERIOD

Up to **5** years



ARM

Up to **15** years



PRICING

Pricing above plus premium

CATEGORY 4: UMICs WITH A GNlpc ABOVE THE GDI THRESHOLD



MATURITY PERIOD

Up to **18** years



GRACE PERIOD

Up to **3** years



ARM

Up to **12** years



PRICING

Pricing above plus premium



Investing in rural people

International Fund for Agricultural Development

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Acronyms

ARM average repayment maturity
FCS fragile and conflict-affected situations
GDI Graduation Discussion Income
GNlpc Gross National Income per capita
HC highly concessional
LIC low-income country
LMIC lower-middle-income country
SHC super highly concessional
SSE Small State Economy
UMIC upper-middle-income country