



Approval of disbursement to DRC National REDD+ Fund – 4th sub-tranche

Adopted by mail, on December 20, 2019

EB.2019.27

Whereas

- a. CAFI signed a letter of intent (LOI) with the Government of DRC on April 22, 2016;
- b. on October 10, 2019 the Ministry of Finance of DRC, as Chair of the DRC National REDD+ Fund Steering Committee, requested the Administrative Agent of the CAFI Trust Fund, the MPTF Office, to disburse 54,478,802 US\$ for the implementation of the National REDD+ Fund portfolio based on the fund balance and the financial needs and programmatic projections (programs already and to be approved) with the supporting documentation;
- c. the request includes as presented and approved during the last FONAREDD technical committee meeting held in Kinshasa on September 9, 2019:
 - 18,455,189 US\$ of balance of the first tranche of the Letter of Intent
 - 998,762 US\$ of funding for the second tranche of on-going programs
 - 37,400,000 US\$ of funding for new programs
- d. the CAFI Executive Board examined the request of the Government of DRC and the funding needs evaluation (annexed); and considered that financial needs were demonstrated for the National REDD+ Fund portfolio to be implemented;
- e. the available funding in the trust fund as of 1 December 2019 is 54,517,381 US\$
- f. the funding needs to the rest of the CAFI portfolio amount to 31,785,977 US\$

The Executive Board approves the transfer of 28,000,000 (twenty eight million) US\$ from the CAFI Trust Fund to FONAREDD, to support the implementation of its portfolio and subsequent funding of the programs covered by the 1st and 2nd tranches of the LOI signed on April 22, 2016.

Annex – funding status and needs

Funding Status - Central African Forest Initiative (as of December 1, 2019, all values in US\$)	
Funds with Administrative Agent	
Deposits	198,917,075
Interest and Investment Income (from Fund)	471,356
Interest (from Participating Organizations)	0
Total source of funds	151,209,672
Transferred to Participating Organizations	13,515,683
Transferred to MDTFs (FONAREDD)	123,600,000
Refunds from Participating Organizations	0
Administrative Agent Fee	1,507,383
Direct Cost – CAFI Secretariat	6,203,771
Bank Charges	1,599
Total use of funds	144,828,436
Balance with Administrative Agent	54,517,381
DRC National REDD Balance	1,375,349
Total Balance with the Administrative Agent (CAFI + DRC)	55,892,730
Expected Costs/charges	
Earmarked for Republic of Congo	7,630,063
CAFI programming and Secretariat Budget	31,785,977
DRC gross disbursement request	56,853,952
(Expected) AA Fees	446,400
Total Expected Costs	92,086,329