



DRAFT

Investment Proposals and Financing Of the 2008 CGIAR Research Agenda

Summary

October 2007

Introduction

The 2008 financial proposals were submitted by the Centers and Challenge Programs (CPs) as part of the 2008-2010 Medium-Term Plans (MTPs), and summarized by a joint collaboration team of ICRISAT and the CGIAR Secretariat. [The programmatic aspect of the proposals was reviewed separately by the Science Council]. Following is a summary of the document, "Investment Proposals and Financing of the 2008 CGIAR Research Agenda", for ExCo's consideration and endorsement to AGM07.

Summary of the 2008 Proposals

Investment: The Centers and Challenge Programs have proposed an aggregate investment of \$529 million for 2008 (\$466 million in 2000 dollars). This is \$12 million (2 percent) lower than the current estimate for 2007 and \$71 million (16 percent) over the actual 2006 level.

Included in the 2008 proposals is \$58 million for the four CPs, compared with \$40 million in 2006 and \$66 million estimated for 2007. Of the 2008 proposed CP investments, \$20 million will be implemented by Centers while \$38 million will be implemented by CGIAR Partners.

Financing: The \$529 million in planned aggregate investment is to be financed by Investor grants of \$478 million, \$22 million in Center earned income and \$29 million in other sources and reserves.

Table 1 below summarizes the 2008 CGIAR Financing Plan and compares it with the 2007 current estimate and 2006 actual.

Table 1: Summary of 2008 CGIAR Financing Plan
(in \$million)

	2008 Proposal	2007 Estimate	2006 Actual
<u>Investment</u>			
Centers	461	466	409
Challenge Programs			
Centers	20	26	29
Partners	38	40	11
System Office and Committees	10	9	9
Total Investments	529	541	458
<u>Financing</u>			
Investor Grants			
Centers	426	439	377
Challenge Programs			
Centers	14	26	29
Partners	28	36	11
System Office and Committees	10	9	9
Sub total funding	478	510	426
Earned Income	22	24	22
Other sources and reserves	29	7	10
Total Funding	529	541	458

Table 2 provides the trend in Challenge Program investments over the same period.

Table 2: Investment Proposals for Challenge Programs ¹
(in \$million)

	2008 Proposal	2007 Estimate	2006 Actual
Generation	14	19	15
HarvestPlus	17	14	12
Water and Food	17	23	10
Sub-Saharan Africa	10	10	3
Total	58	66	40

¹ Comprises of components implemented by both CGIAR Centers and Partners

Details of the financing plan at the Center and CP levels are shown in table 3.

Table 3: Financing the 2008 Research Agenda
(in \$million)

Center	2008 Proposal	Financing by		
		Investor Grants	Center Income	Other Sources/ Reserves
Africa Rice	12.3	12.2	0.2	-0.2
Bioversity	36.9	36.5	0.6	-0.2
CIAT	40.5	39.4	1.1	0.0
CIFOR	17.2	16.6	0.4	0.2
CIMMYT	35.1	29.6	0.7	4.8
CIP	25.7	25.2	0.6	-0.1
ICARDA	26.9	23.4	1.2	2.2
ICRISAT	34.7	32.5	2.0	0.2
IFPRI	45.8	41.0	0.7	4.2
IITA	47.2	41.2	6.1	-0.1
ILRI	47.1	41.1	4.7	1.2
IRRI	38.5	30.7	2.3	5.5
IWMI	25.7	25.7	0.5	-0.5
World Agroforestry	29.6	26.0	0.9	2.6
WorldFish	18.5	18.4	0.1	0.0
Sub Total	481.5	439.5	22.1	19.9
System Office & Committees	10.0	10.0	0	0
Challenge Programs Implemented by CGIAR Partners				
Generation	11.9	12.7	0.1	-0.8
HarvestPlus	10.3	0.0	0.0	10.3
Water and Food	6.0	6.0	0.0	0.0
Sub Saharan Africa	9.3	9.3	0.0	0.0
Sub Total	37.5	28.0	0.1	9.5
Total	529	478	22	29

Investor grants totaling \$478 million represent the Centers' best estimate at this point in time of the likely support they can reasonably expect in 2008. The projected funding levels are based on confirmed and highly probable sources of forecasted grants.³

Highlights of Member Support:

The top 5 contributors projected for 2008 compared with 2006 actual are shown in Table 4.

Table 4: Top 5 Contributors for 2008 and 2006
(in \$million)

2008		2006	
Overall CGIAR			
United States	50	United States	61
World Bank	50	World Bank	50
United Kingdom	49	United Kingdom	44
Canada	39	Canada	27
European Commission	33	Sweden	20
Developing Countries			
India	7	India	4
Nigeria	2	Nigeria	3
China	1	Kenya	1
Iran	1	Mexico	1
Columbia	1	Turkey	1

³ About \$26 million of the forecasted grants are under negotiation. The bulk is concentrated at HarvestPlus (\$16.5 million) and CIMMYT (\$4.6 million).

Allocation of 2008 Investment

Of the 2008 investment, 49 percent is projected to be allocated to Sub-Saharan Africa, compared to the 2007 estimate and 2006 actual of 48 percent. Allocation by CGIAR Priority Area is illustrated in table 5.⁴

Table 5: Allocation of Resources by Priority Area
(percentage)

Priority Areas	2008 Proposal	2007 Estimate	2006 Actual
Sustaining Biodiversity for Current and Future Generations	12%	11%	12%
Producing More and Better Food at Lower cost through Genetic Improvement	24%	24%	24%
Reducing Rural Poverty through Agricultural Diversification & Emerging Opportunities High Value commodities and Products	12%	12%	11%
Poverty Alleviation and Sustainable Management of Water, Land and Forest Resources	26%	26%	23%
Improving Policies and Facilitating Institutional Innovation to Support Sustainable Reduction of Poverty and Hunger	20%	21%	23%
Sub Total	94%	94%	93%
Non-Priority Areas			
Development Activities	2%	2%	3%
Standalone Training	1%	1%	2%
New Research Areas	3%	3%	2%
Sub Total	6%	6%	7%
TOTAL	100%	100%	100%

⁴ More detailed allocation of the 2008 projected investment is available in the CGIAR Financial Information System.