

Annex II: List of conditions and recommendations

1. The approval of the funding proposals approved by the Board pursuant to decision B.25/04 shall be conditional upon the satisfaction of the conditions set out in tables 1 and 2.

Table 1: General conditions applicable to all funding proposals

FP number	Conditions
All proposals	<p>(a) Signature of the funded activity agreement (“FAA”) in a form and substance satisfactory to the GCF Secretariat within 180 days from the date of Board approval, or the date the accredited entity has provided a certificate or legal opinion set out in paragraph (ii) below, or the date of effectiveness of the accreditation master agreement (“AMA”) entered into with the relevant accredited entity, whichever is later.</p> <p><u>Satisfaction of the following conditions prior to the signing of the FAA:</u></p> <ul style="list-style-type: none"> (i) Completion of the legal due diligence to the GCF Secretariat’s satisfaction; and (ii) Submission of a certificate or a legal opinion in a form and substance that is satisfactory to the GCF Secretariat, within 120 days after Board approval, or the date of effectiveness of the AMA entered into with the relevant accredited entity, whichever is later, confirming that the accredited entity has obtained all final internal approvals needed by it and has the capacity and authority to implement the proposed project/programme.

Table 2: Conditions specific to individual funding proposals

FP number	Conditions
FP124 (IUCN Sri Lanka)	<p><i>Relevant independent TAP conditions</i></p> <p><u>Satisfaction of the following condition prior to fourth disbursement under the FAA:</u></p> <p>(a) The fourth disbursement of GCF proceeds under the funding activity agreement shall be conditional upon delivery by the Accredited Entity to the Fund, in a form and of a substance that is to the satisfaction of the Secretariat, of:</p> <ul style="list-style-type: none"> (i) A document setting out the final version of the exit strategy for the project, comprising all components that are listed in section D.2 of the funding proposal, developed through a participatory process with all relevant stakeholders by the executing entities and approved by the Accredited Entity; and (ii) A document setting out in detail the water demand-supply management system implemented by the project and how this system is informing water demand-supply planning taking into consideration climate change impacts assessed through application of tools available for assessment of crop-related water deficit, moisture index for water availability, a soil/water assessment tool, hydrological models for demand-supply trends assessment.
FP125 (UNDP Viet Nam)	<p><i>Relevant independent TAP conditions</i></p> <p><u>Satisfaction of the following condition prior to second disbursement under the FAA:</u></p>

	<p>(a) Prior to the second disbursement of the project, the accredited entity shall submit to the Secretariat a report, in a form and substance satisfactory to the Secretariat, which shall contain:</p> <ul style="list-style-type: none"> (i) An estimate of the area cultivated for each major crop type per cropping season to estimate the potential adverse impacts of climate change and the additional volume of water needed for irrigation in the selected farm areas; (ii) An analysis of the current programmes to conserve and restore water basins that are providing water services to allow the development of the proposed irrigation systems, assessment of water availability based on agricultural land-use planning (by crop), detailing land-use planning actions as well as conservation and restoration activities in order to ensure continued supply of ecosystem services (water, microclimate and soils) favourable to the downstream irrigation systems and the resilience of the agricultural production system, including institutional, financial and operational responsibilities; and <p><u>Satisfaction of the following condition prior to fourth disbursement under the FAA:</u></p> <p>(b) Prior to the fourth disbursement of the project, the accredited entity shall submit to the Secretariat a report, in a form and substance satisfactory to the Secretariat, which shall contain:</p> <ul style="list-style-type: none"> (i) A detailed analysis of the sustainability of the project interventions after project completion including an analysis of a possible cross-subsidy water tariff system and an assessment of the willingness to pay by the farmers for water related activities under activity 1.2 of the project to maintain and operate the water assets.
<p>FP126 (FAO Cuba)</p>	<p><i>Relevant independent TAP conditions</i></p> <p><u>Satisfaction of the following condition prior to second disbursement under the FAA:</u></p> <p>(a) Prior to the second disbursement in respect of the project, the accredited entity shall submit to the Secretariat a report, in a form and substance satisfactory to the Secretariat, which contains:</p> <ul style="list-style-type: none"> (i) A detailed report with improved water balance estimates and projections, calculated on the basis of well-established methodologies, in order to support the implementation of the project, including in respect of: (i) the construction of the reservoirs and drip irrigation systems as well as the water security systems; and (ii) the selection of more diversified crops that are less water-dependent based on a crop-specific evapotranspiration analysis; and (ii) An analysis of GHG emission reductions resulting of the food supplements provided to livestock under sub-activity 1.2.1.
<p>FP127 (UNDP Zimbabwe)</p>	<p><i>None.</i></p>
<p>FP128 (MUG Arbaro)</p>	<p><i>None.</i></p>
<p>SAP013 (NEFCO Haiti)</p>	<p><i>Relevant Secretariat condition</i></p> <p>Execution and effectiveness of the accreditation master agreement within 120 days of the Board approval of this funding proposal.</p>

2. In addition, it is recommended that, for all approved funding proposals, disbursements by the GCF should be made only after the GCF has obtained satisfactory protection against litigation and expropriation in the country where the project/programme will be implemented, or has been provided with appropriate privileges and immunities in that country.

3. It is also recommended that the accredited entity implements the following recommendations during the implementation of the relevant project or programme.

Table 3: Project-specific recommendations

FP number	Recommendations
FP124 (IUCN Sri Lanka)	<i>None.</i>
FP125 (UNDP Vietnam)	The independent TAP further recommends that the Accredited Entity, together with the Government of Viet Nam develop updated agricultural and climate change strategies and plans beyond 2020, supporting the vision of change of the proposed project, presenting the overall pathway to the satisfaction of the GCF Secretariat.
FP126 (FAO Cuba)	The independent TAP further recommends that the project coordinate actions with the country programmes aiming to ensure healthy diets and tackle food loss and waste, incorporating pilots in each of the municipalities.
FP127 (UNDP Zimbabwe)	<i>None.</i>
FP128 (MUFG Arbaro)	<i>None.</i>
SAP013 (NEFCO Haiti)	<i>None.</i>