

No. 1032

**UNITED NATIONS
INDUSTRIAL DEVELOPMENT ORGANIZATION
and
INTERNATIONAL FUND
FOR AGRICULTURAL DEVELOPMENT**

**Relationship Agreement (with annex). Signed at Rome on
1 February 1989, and at Vienna on 5 June 1989**

Authentic text: English.

Filed and recorded at the request of the United Nations Industrial Development Organization on 22 November 1989.

**ORGANISATION DES NATIONS UNIES
POUR LE DÉVELOPPEMENT INDUSTRIEL
et
FONDS INTERNATIONAL
DE DÉVELOPPEMENT AGRICOLE**

**Accord de coopération (avec annexe). Signé à Rome le 1^{er} février
1989, et à Vienne le 5 juin 1989**

Texte authentique : anglais.

Classé et inscrit au répertoire à la demande de l'Organisation des Nations Unies pour le développement industriel le 22 novembre 1989.

RELATIONSHIP AGREEMENT¹ BETWEEN THE UNITED NATIONS INDUSTRIAL DEVELOPMENT ORGANIZATION AND THE INTERNATIONAL FUND FOR AGRICULTURAL DEVELOPMENT

Whereas:

(a) The International Fund for Agricultural Development (hereafter referred to as “IFAD”) has been established to contribute to agricultural development of developing member countries mainly through the financing of projects and programmes to increase food production, improve nutritional levels and raise living standards of the poorest populations;

(b) The United Nations Industrial Development Organization (hereafter referred to as “UNIDO”) has been established with the primary objective of promoting and accelerating industrial development in developing countries with a view to assisting in the establishment of a new international economic order; and

(c) UNIDO and IFAD wish to establish a framework for their co-operation in the achievement of the common purposes of UNIDO and IFAD, and for their collaboration in each other’s activities in the best interest of the developing countries of common membership;

Now, therefore, UNIDO and IFAD have agreed as follows:

Article 1

CO-OPERATION AND CONSULTATION

1. UNIDO and IFAD agree that, with a view to facilitating the effective attainment of the objectives set forth in their respective constitutional instruments, within the general framework established by the Charter of the UN, they will recognize their respective spheres of competence. They will act in close co-operation with each other and they will consult with each other regularly in regard to matters of common interest.

Article 2

MODALITIES OF CO-OPERATION

1. In developing co-operation between the two organizations, particular emphasis shall be given to technical co-operation activities at the country and regional levels.

2. Subject to the approval of the two Executive Heads and the availability of funds, UNIDO and IFAD shall establish a programme of co-operation. An illustrative list of areas which the two organizations have identified for co-operation is attached to this Agreement as Annex.

¹ Came into force on 5 June 1989, upon approval by the Industrial Development Board of UNIDO and the Executive Board of IFAD and signature by the Executive Heads of the two organizations, in accordance with article 7 (1).

3. When required and specifically requested, each organization shall provide the other with advisory services and/or technical assistance for activities of mutual interest on the basis of terms to be agreed separately for every case.

Article 3

FOCAL POINTS OF CO-OPERATION

1. To facilitate the implementation of this Agreement as well as administrative and technical contacts between the two organizations, each organization shall nominate an official or an office for this purpose and inform each other thereof.

Article 4

REVIEW OF PROGRESS

1. Progress of co-operation will be the subject of periodic review by both organizations through an exchange of correspondence between the Executive Heads of the two organizations and meetings as appropriate.

Article 5

NOTIFICATION TO THE UNITED NATIONS AND FILING AND RECORDING

1. In accordance with their respective agreements with the United Nations, UNIDO and IFAD shall inform the United Nations forthwith of the terms of the present Agreement.

2. On the coming into force of the present Agreement in accordance with the provisions of Article 7.1, both Parties shall communicate the Agreement to the Secretary-General of the United Nations for filing and recording.

Article 6

REVISION AND TERMINATION

1. This Agreement shall be subject to revision by agreement between UNIDO and IFAD.

2. This Agreement may be terminated by either Party on 31 December of any year by notice given not later than 30 June of that year at the following addresses:

For the Fund:

International Fund for Agricultural Development
107 Via del Serafico
00142 Rome, Italy

Cable:
IFAD ROME

Telex:
620330 IFAD I

For UNIDO:

United Nations Industrial Development Organization
P.O. Box 300
A-1400 Vienna, Austria

Cable:
UNIDO VIENNA

Telex:
135612

Article 7

ENTRY INTO FORCE

1. This Agreement shall enter into force upon having been approved by the Industrial Development Board of UNDO and the Executive Board of IFAD and signed by the Executive Heads of the two organizations.

IN WITNESS WHEREOF, the Parties hereto have signed this Agreement on the date and at the places indicated beneath their respective signatures.

[Signed — Signé]¹

Director-General
United Nations Industrial
Development Organization

[Signed — Signé]²

President
International Fund
for Agricultural Development

Date: 5 June 1989

Place: Vienna, Austria

Date: 1 February 1989

Place: Rome, Italy

¹ Signed by Domingo L. Siazon, Jr. — Signé par Domingo L. Siazon, Jr.

² Signed by Idriss Jazairy — Signé par Idriss Jazairy.

ANNEX

AREAS OF CO-OPERATION

Because of the particular mandate of IFAD to help the rural poor in its member developing countries, every effort shall be undertaken by IFAD and UNIDO to ensure that joint project-related activities shall give particular attention to IFAD's project specificity. Some of the elements of this specificity shall be target group orientation of projects; emphasis on grassroots participatory arrangements for beneficiaries; the bulk of the projects' benefits would be targeted at the designated target group; recognition of the specific role of women; and, emphasis on institution building, sustainability, and replicability of projects.

More specifically, co-operation between IFAD and UNIDO may be in the following areas:

(a) Survey and studies with particular reference to linkage between agriculture and industry including the aspect of new and renewable energy sources;

(b) Preparation of studies and participation in the appraisal of small-scale agro-agricultural projects to the extent that such projects are compatible with IFAD's mandate;

(c) Rural industrialization through the promotion and implementation of integrated rural development programmes;

(d) Combating desertification and drought through the preparation of projects which may include, *inter alia*, the following: irrigation and techno-economic studies on mini-hydro power water pumps and irrigation equipment, development, development of endogenous capacities and capabilities for maintenance and local spare parts production, as well as selection, acquisition transfer and adaptation of technology involved in these fields;

(e) Promotion and development of (i) standardization and (ii) institutions, and training of agro-industrial extension workers;

(f) Rehabilitation and expansion of production and formulation facilities for pesticides, fertilizers and soil conditioners as well as promotion of their safe and efficient use;

(g) Production of simple agricultural tools and machinery most appropriate to the local needs;

(h) Upgrading existing repair and maintenance workshops utilizing simple equipment and setting up common agricultural facilities;

(i) Development of small-scale entrepreneurs by means of appropriately designed training projects and programmes;

(j) Promotion and the upgrading of the nutritional value of agricultural products by biotechnology and genetic engineering technologies; e.g., enrichment of cassava-based foods;

(k) Promotion of small- and medium-scale rural enterprise aiming, *inter alia*, at increasing the processing of agricultural raw materials; and

(l) Such other areas of common interest as may be selected by the parties hereto consistent with this Agreement.