

**STATUS OF PROJECTS IN EXECUTION – FY03
SOPE**

EAST ASIA AND PACIFIC REGION

Operations Policy and Country Services
APRIL 20, 2004



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TABLE OF CONTENTS

Introduction iii
Region: EAST ASIA AND PACIFIC 1

Operations Policy and Country Services - OPCS
April 20, 2004

FY03 Report on the Status of Projects in Execution

Introduction

The Status of Projects in Execution (SOPE) Report for FY03 provides information on all IBRD/IDA projects that were active on and beyond June 30, 2003. Thus it bridges the gap in information available to the public between the Project Appraisal Document, disclosed after the Bank approves a project, and the Implementation Completion Report, disclosed after the project closes.

The World Bank has issued a SOPE Report every year as an internal communication to the Board of Executive Directors. Now, in accordance with the Bank's revised disclosure policy, the SOPE Report is also available to the public. By publishing this improved report, we have addressed one of the main concerns we heard from the public during disclosure consultations – that the public has very little access to information on projects while they are being implemented. Readers familiar with past reports will note that projects that closed during the fiscal year are no longer included in the SOPE, since their Implementation Completion Reports are now also disclosed.

To read the SOPE Report online, you will need Acrobat Reader. Click on one of the links below to launch a Regional PDF file; then you can use the Acrobat search facility to find the portions you need and print them or the entire report.

Status of Projects in Execution

Region: EAST ASIA AND PACIFIC

Project Name (ID): Montreal Protocol Ozone Depleting Substances Phase Out (03) (P003409)

Country: China

Board Approval Date: 6/22/1995

Signing Date: 6/29/1995

Effectiveness Date: 10/31/1995

Mid-Term Review Date:

Closing Date: 12/31/2010

Loan/Credit/Grant Number:

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 30.0

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 90.1

Sector: Environment

Main Thematic Code: Pollution management and environmental health

Implementing Agency: NEPA

Progress toward achieving development objective(s): As of Dec. 31, 2003, 65 subprojects have been completed which phase out 16,000 MT of ODS; and the institutional training component has been completed. This confirms that the ODS III project is fully on track to meet its global development objectives.

Project Name (ID): Sustainable Coastal Resource Development (P003539)

Country: China

Board Approval Date: 5/19/1998

Signing Date: 7/31/1998

Effectiveness Date: 12/14/1998

Mid-Term Review Date: 11/13/2001

Closing Date: 12/31/2004

Loan/Credit/Grant Number: 43220

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 50.8

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 46.8

Sector: Rural Sector

Main Thematic Code: Water resource management

Implementing Agency: FUJIAN, JIANGSU, SHANDONG, LIAONING PROV.

Progress toward achieving development objective(s): Progress continues to be good toward achieving the project objectives: a) supporting the government's commitment to sustainable development of the country's coastal resources, b) reducing pressure on coastal fishery resources and c) improving aquatic product quality. The project outlook is good. The project is in the process of being restructured to include additional coastal provinces in China to further spread the benefits achieved in the appraised project areas.

Project Name (ID): Loess Plateau Watershed Rehabilitation (P003540)

Country: China

Board Approval Date: 5/26/1994

Signing Date: 6/28/1994

Effectiveness Date: 10/3/1994

Mid-Term Review Date: 11/22/1997

Closing Date: 12/31/2005

Loan/Credit/Grant Number: 26160
Undisbursed Amount (in US\$ millions-as of June 30, 2003): 1.1
Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 149.4
Sector: Rural Sector

Main Thematic Code: Water resource management
Implementing Agency: MINISTRY OF HEALTH

Progress toward achieving development objective(s): The original objectives of increasing agricultural production and incomes of people in the Loess Plateau and reducing sediment inflows to the Yellow River have been achieved. The project closing date has been recently extended to finance activities supporting the SARS program. The objectives under SARS program are to address emergency needs for SARS-related diagnosis and associated measures, and to support the government's effort to strengthen the capacity of public health systems for possible (re)emergence of SARS or similar infectious diseases.

Project Name (ID): Basic Health Services (P003566)

Country: China

Board Approval Date: 5/19/1998

Signing Date: 6/12/1998

Effectiveness Date: 9/10/1998

Mid-Term Review Date: 8/15/2001

Closing Date: 12/31/2005

Loan/Credit/Grant Number: 30750

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 35.8

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 48.9

Sector: Health, Nutrition and Population

Main Thematic Code: Health system performance

Implementing Agency: GOC - MINISTRY OF HEALTH

Progress toward achieving development objective(s): As the project matures, good progress is being made. Health improvements are occurring in poor counties and progress is also being achieved in experimenting with ways to finance the purchase of services by the poor.

Outlook: The recently completed supervision mission indicates the project is providing many important lessons for China as it struggles to find ways to improve the health of people in poor rural areas.

Project Name (ID): Railway (07) (P003571)

Country: China

Board Approval Date: 6/1/1995

Signing Date: 12/20/1995

Effectiveness Date: 3/19/1996

Mid-Term Review Date: 11/18/1998

Closing Date: 6/30/2004

Loan/Credit/Grant Number: 38970

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 31.0

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 250.0

Sector: Transport

Main Thematic Code: Infrastructure services for private sector development

Implementing Agency: THE MINISTRY OF RAILWAYS

Progress toward achieving development objective(s): This project was restructured in 1999. The restructured project addresses key issues in railway reform and critical constraints in railway capacity, particularly by helping to: (a) redefine the relationship between the Government and the railway with a view to pursuing market-oriented policies in railway operations; (b) reshape the railway's organization and strengthen its internal management; (c) expand transport capacity; and (d) modernize technologies and bolster the efficiency of railway operations and services. Progress toward achieving development objectives is good. The electrification of the Wuhan to Guangzhou line is complete. The implementation of some parts of the railway reform plan by the Ministry of Railways (MOR) has already begun, resulting in the formal separation of most of the non-core functions from MOR, and the transfer of much greater

autonomy to the 14 regional administrations. The technical assistance activities financed by the project will provide assistance with the next phases of restructuring.

Project Name (ID): Disease Prevention (P003589)

Country: China

Board Approval Date: 12/12/1995

Signing Date: 3/19/1996

Effectiveness Date: 6/17/1996

Mid-Term Review Date: 12/1/1998

Closing Date: 6/30/2004

Loan/Credit/Grant Number: 27940

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 9.6

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 81.2

Sector: Health, Nutrition and Population

Main Thematic Code: Fighting communicable diseases

Implementing Agency: MINISTRY OF HEALTH

Progress toward achieving development objective(s): This project has two distinct components with two development objectives: (1) the Immunization Component against preventable diseases and (2) Health Promotion Component focusing on the prevention and control of chronic diseases and HIV/AIDS. Both components have implemented very well. On Immunization, ten project provinces greatly improved the availability and quality of cold chain equipment, injection safety and serious consideration of sustainability of the immunization program. Hepatitis B immunization was very significantly expanded in China which has among the highest incidence of the disease. The Health Promotion Component has pioneered modern health promotion techniques to control chronic diseases with policy improvements and staff training through very substantial technical assistance. The project is expected to close in June 2004.

Project Name (ID): Qinba Mountains Poverty Reduction (P003590)

Country: China

Board Approval Date: 6/10/1997

Signing Date: 7/21/1997

Effectiveness Date: 10/16/1997

Mid-Term Review Date: 6/6/2000

Closing Date: 12/31/2004

Loan/Credit/Grant Number: 41870

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 46.0

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 130.0

Sector: Rural Sector

Main Thematic Code: Other social protection and risk management

Implementing Agency: SICHUAN, SHAANXI, NINGXIA PROV.

Progress toward achieving development objective(s): The project will close at the end of 2004 and is expected to meet its development objectives. First, the effectiveness of the multisectoral project approach is evidenced by the adoption of this approach as part of national policy. Second, the National Statistical Bureau's household survey (covering 2600 households in the project's 26 counties) has also documented a positive impact on project beneficiaries' income levels and well-being. Third, the labor mobility component has been very successful and participants have provided high levels of remittances to their home village families. Fourth, the microfinance component has performed satisfactorily in terms of outreach to the poor and institution building. Finally, recent reviews have documented the project's favorable environmental impact. Key development objectives are expected to be achieved by project closing.

Project Changes: At the project mid-term review, the enterprise development component was reduced in scale and project funding was transferred to more successful components with a stronger poverty reduction impact.

Project Name (ID): State Farms Commercialization (P003591)
Country: China
Board Approval Date: 3/31/1998
Signing Date: 6/12/1998
Effectiveness Date: 9/9/1998
Mid-Term Review Date:
Closing Date: 6/30/2004
Loan/Credit/Grant Number: 43090
Undisbursed Amount (in US\$ millions-as of June 30, 2003): 0.0
Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 0.0
Sector: Rural Sector
Main Thematic Code: State enterprise/bank restructuring and privatization
Implementing Agency: BUREAU OF STATE FARM
Progress toward achieving development objective(s): The project development objectives are to (i) support, accelerate and catalyze enterprise reform within State Farm System and (ii) increase the capacity of the China Trust and Investment Corporation for Economic Development (CTICED) to conduct long term lending activities. Very limited progress in the State Farm reform program was made in general and nothing was done to increase the capacity of CTICED to conduct long-term lending activities in that period. Physical implementation of the project has been held up since the Ministry of Finance's decision in October 2002 to cancel all remaining undisbursed balance of loan amount and close the project.
Safeguards: Environment assessment, the only applicable safeguard policy, has been observed.
Project Changes: Total IBRD loan was reduced to about US\$ 60.8 million as a result of two cancellations requested by the Government.
Outlook: Improvement in the project's weak standing is unlikely as the government decided to close the project in December 2003.

Project Name (ID): Reform Institutional Support and Preinvestment (P003592)
Country: China
Board Approval Date: 12/15/1992
Signing Date: 12/30/1992
Effectiveness Date: 3/12/1993
Mid-Term Review Date:
Closing Date: 12/31/2003
Loan/Credit/Grant Number: 24470
Undisbursed Amount (in US\$ millions-as of June 30, 2003): 2.1
Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 47.5
Sector: Public Sector Governance
Main Thematic Code: Administrative and civil service reform
Implementing Agency: MINISTRY OF FINANCE
Progress toward achieving development objective(s): The project has two principal objectives. The first is to support the government's program of reform, and related institutional strengthening. The second is to support the government's investment program. The project is expected to achieve its development objectives because: (1) All the 24 subprojects for investment support under Part B are completed; (2) 28 subprojects, out of the 34 approved under Part A, aiming at providing direct support to the country's key reform program in different areas, were completed with most of the project objectives achieved or basically achieved; (3) Although implementation of subprojects has been affected by the sudden outbreak of SARS, efforts have been made to adjust the work program, to enable implementation to the maximum possible extent.

Project Name (ID): Gansu Hexi Corridor (P003594)
Country: China
Board Approval Date: 5/30/1996
Signing Date: 7/2/1996
Effectiveness Date: 9/27/1996

Mid-Term Review Date: 6/12/2000

Closing Date: 12/31/2006

Loan/Credit/Grant Number: 40280

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 79.0

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 65.6

Sector: Rural Sector

Main Thematic Code: Rural services and infrastructure

Implementing Agency: GANSU PROVINCE

The project was restructured during 2002 (fiscal year): Restructuring agreed, but legal amendments not yet completed and approved. Project was downsized from 200,000 voluntary resettlers to 75,000 and irrigation development reduced to bring project more into line with financial capability of Gansu Province and limited water availability in Shule River Basin (after ecological demand is accounted for).

Progress toward achieving development objective(s): Basic project development objective was voluntary resettlement of 200,000 people living in dire poverty in eastern Gansu to the Shule River Basin where additional irrigated land would be developed for them. Progress has been slow and weak. Main implementation problem has been lack of counterpart funding; about 40% of counterpart funding was promised from poverty alleviation funds because main purpose was poverty alleviation, but poverty funds have not been provided. As a result, voluntary resettlement has been scaled down as above. In addition, basin water use by the project as originally designed was relatively high and did not allow for ecological demand, and irrigation has therefore been reduced for ecological and environmental protection. The establishment of the Gansu Shule River Basin Water Resources Management Bureau for basin water management and protection of the basin water ecology has also been delayed but is now awaiting approval by government.

Procurement: Variations and cost overruns for Changma Dam were substantial due to poor geological conditions and diversion tunnel collapse during construction. Variations followed correct procedures, reimbursement claims for variations were delayed.

Safeguards: Involuntary resettlement was well done. However, for voluntary resettlement, provision of social services has been limited and delayed.

Project Changes: Number of voluntary resettlers was reduced from 200,000 to 75,000 and the amount of new irrigated land from 819,000 mu to 410,000 mu.

Significant Issue: Most urgent issues are: (a) chronic lack of counterpart funding, (b) delay in establishment of Gansu Shule River Basin Water Resources Management Bureau (river basin management agency specified in covenants and badly needed to protect water environment and ecology of river basin and sustainability of project), and (c) lack of social and government services in voluntary resettlement areas.

Outlook: Will depend on speedy revival of provincial government support to resolve key issues. Project is a 10-year project, and conditions and policies have changes since it was prepared and appraised.

Project Name (ID): Yangtze Basin Water Resources (P003596)

Country: China

Board Approval Date: 4/25/1995

Signing Date: 7/18/1995

Effectiveness Date: 11/16/1995

Mid-Term Review Date: 12/10/1997

Closing Date: 12/31/2005

Loan/Credit/Grant Number: 38740

Undisbursed Amount (in US\$ millions-as of June 30, 2003): .3

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 204.8

Sector: Rural Sector

Main Thematic Code: Natural disaster management

Implementing Agency: MINISTRY OF HEALTH

Progress toward achieving development objective(s): The original objectives have been met. They were: (i) raising agricultural production and incomes; (ii) reducing the risk and impact of floods; (iii) introducing a more sustainable and cost-effective system for operation and maintenance of irrigation and drainage schemes; and (iv) promoting institutional reform and strengthening and improve planning and

monitoring in the water sector have been met. The project closing date has been recently extended to finance activities supporting the SARS program. The objectives under SARS program are to address emergency needs for SARS-related diagnosis and associated measures, and to support the government's effort to strengthen the capacity of public health systems for possible (re)emergency of SARS or similar infectious diseases.

Project Name (ID): Yunnan Environment (P003599)

Country: China

Board Approval Date: 6/25/1996

Signing Date: 9/13/1996

Effectiveness Date: 3/12/1997

Mid-Term Review Date: 10/19/1999

Closing Date: 12/31/2003

Loan/Credit/Grant Number: 40550

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 53.3

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 75.4

Sector: Water Supply and Sanitation

Main Thematic Code: Pollution management and environmental health

Implementing Agency: MUNICIPAL GOVERNMENTS

Progress toward achieving development objective(s): The project is progressing well in achieving its development objectives of: (a) improving the policy, regulatory and institutional environment for pollution control and urban environmental management in the participating municipalities; (b) improving the water quality of lakes in Kunming and Gejiu; and (c) introducing a comprehensive approach to planning, prioritization, and financing of urban environmental infrastructure investments, which includes autonomy and client responsiveness. This is being achieved as (a) continued attention is being paid to the financial viability of utility enterprises and tariffs have been adjusted in most cases to ensure adequate cost recovery and compliance with financial covenants; (b) most of the wastewater components are completed or well advanced; and (c) Kunming and the other participating towns are learning to plan, prioritize and finance urban environmental infrastructure. The actions taken in (a) demonstrate increased autonomy. The closing date will be extended by one year.

Project Name (ID): Hubei Urban Environmental (P003602)

Country: China

Board Approval Date: 12/19/1995

Signing Date: 1/31/1996

Effectiveness Date: 10/11/1996

Mid-Term Review Date: 2/4/1999

Closing Date: 6/30/2004

Loan/Credit/Grant Number: 39660

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 44.1

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 75.6

Sector: Water Supply and Sanitation

Main Thematic Code: Environmental policies and institutions

Implementing Agency: HUBEI URBAN ENV. PROJ. OFFICE (OR HUBEI PROV. GOVERNMENT)

Progress toward achieving development objective(s): The project's development objectives are: (a) to put in place institutions and policies able to sustain progress on the provincial plan for environmental improvement; (b) to improve wastewater collection and treatment in three cities, thus maintaining or raising surface water quality to levels suitable for municipal supply, agricultural, or other purposes; (c) to improve waste management in four cities, thus protecting water and land quality; and (d) to identify the highest impact industrial air and water polluters and significantly reduce their pollution. Progress toward meeting the project's objectives is lagging somewhat. Institutional progress is slow with little progress made on a number of critical reforms that would allow the wastewater companies to function as a utility company. The original program of works as described in the Staff Appraisal Report is largely complete. With project cost savings, additional works may be carried out to enhance project environmental benefits.

Project Name (ID): Enterprise Housing and Social Security Reform (P003603)

Country: China

Board Approval Date: 7/5/1994

Signing Date: 9/16/1994

Effectiveness Date: 12/9/1994

Mid-Term Review Date:

Closing Date: 12/31/2003

Loan/Credit/Grant Number: 37730

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 59.8

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 241.7

Sector: Urban Development

Main Thematic Code: Other financial and private sector development

Implementing Agency: FOUR MUNICIPALITIES

Progress toward achieving development objective(s): The project helps four municipalities implement an experimental reform strategy aimed at: (1) freeing enterprises of direct responsibilities for housing and social security provision for employees and retirees; (2) initiating development of a market-based housing system; (3) enhancing scope and management of basic social security net; and (4) facilitating enterprise system reform. Achievements toward meeting the objectives have been highly significant. In three project cities, the new housing and social security systems have been fully implemented, expanding substantially beyond the first set of participating enterprises. Real housing rents have been kept at full-cost recovery levels. Further, these reforms have served as models of nation-wide housing and social security reform, and the Government's new radical housing reform program.

Project Changes: New additional component for social security administration improvement in Liaoning were approved in September 2002.

Significant Issue: The progress of Beijing components was delayed significantly by the outbreak of SARS, and progress in Liaoning has been delayed mainly due to the inexperience of the implementing agency but also due to travel restrictions during the SARS outbreak. Thus, an extension of the closing date to December 31, 2004 will be approved.

Outlook: Project implementation has been progressing well and the Beijing and Liaoning Components will be completed by the new closing date.

Project Name (ID): Energy Conservation (P003606)

Country: China

Board Approval Date: 3/26/1998

Signing Date: 6/26/1998

Effectiveness Date: 12/16/1998

Mid-Term Review Date: 11/8/2000

Closing Date: 6/30/2006

Loan/Credit/Grant Number: 43040

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 39.4

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 23.6

Sector: Energy and Mining

Main Thematic Code: Climate change

Implementing Agency: SETC

Progress toward achieving development objective(s): The objective of the project is to achieve large, sustained and growing increases in energy efficiency and associated reductions in growth of carbon dioxide emissions and other pollutants by: (a) introducing, demonstrating and disseminating new project financing concepts and market-oriented institutions to promote and implement energy efficiency measures in China; and (b) developing a more efficient national energy conservation information dissemination program. The second Mid-Term Review of November 2002 and ongoing supervision efforts conclude that overall implementation is progressing well. Many aspects of the objectives have been fulfilled and it is expected that the objectives will be fully achieved by closure. The continued successful and increasing investments by the three pilot Energy Management Companies (EMCs) show that the

energy performance-contracting mechanism has been successfully introduced, adapted and demonstrated. These investments have led to substantial energy efficiency improvements and carbon dioxide emission reductions. With some 285 projects under implementation or completed, the three EMCs have achieved a critical mass of experience and momentum for an EMC industry to now emerge and develop and demonstrated the credibility of the business model and contracts to the business and financial communities. Now that the Second Energy Conservation Project is effective, further intensive efforts can be launched to deepen the development of new businesses, business models, and financing mechanisms for additional EMCs.

Outlook: The success of this project in establishing Energy Saving Companies (ESCOs) in China has provided the foundation for an ambitious follow-on Second Energy Conservation Project, which began implementation in 2003.

Project Name (ID): Guangzhou City Center Transport (P003614)

Country: China

Board Approval Date: 5/29/1998

Signing Date: 6/26/1998

Effectiveness Date: 9/23/1998

Mid-Term Review Date: 6/15/2001

Closing Date: 12/31/2004

Loan/Credit/Grant Number: 43290

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 109.5

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 70.5

Sector: Transport

Main Thematic Code: Access to urban services for the poor

Implementing Agency: GUANGZHOU CITY CENTER TRANSPORT CONSTRUCTION COMPANY

The project was restructured during 2002 (fiscal year): A restructuring of the Project was completed which included: (i) to use the project cost savings to add Guangfo Radial Road as a new project component, (ii) to cancel US \$20 million, (iii) to reallocate the loan proceeds, and (iv) to extend the loan closing date by one year for the Guangzhou City Center Transport Project.

Progress toward achieving development objective(s): The project development objective is to improve the accessibility of the city center of Guangzhou by promoting the efficient use of the urban transport system in an environmentally sustainable way. The project is meeting its development objectives. Overall urban transport services have been improved and congestion has been reduced as a result of the completion of the Guangzhou Inner Ring Road. More people in Guangzhou have used public transport as a main way of transportation as a result of the development of bus priority lanes in the city. Capacity building is being implemented successfully through technical support, on-the-job training, classroom and study tours.

Safeguards: The Environmental Management Plan is being implemented as planned. Resettlement activities over the past year have been regarded as a good example to other Bank financed projects.

Project Name (ID): Inland Waterways (02) (P003619)

Country: China

Board Approval Date: 5/29/1998

Signing Date: 12/18/1998

Effectiveness Date: 3/16/1999

Mid-Term Review Date:

Closing Date: 6/30/2005

Loan/Credit/Grant Number: 43280

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 69.1

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 53.9

Sector: Transport

Main Thematic Code: Water resource management

Implementing Agency: GUANGDONG AND JIANGSU WATERWAY BUREAUS

Progress toward achieving development objective(s): The Project's development objective is to increase the efficiency, productivity and compositeness of inland waterways transport in Guangdong and Jiangsu through the upgrading of inland waterways infrastructure and institutional strengthening of the provincial waterways agencies. Key indicators to measure performance are an increase in the average size of vessels using the waterways and the reduction in cost per ton-km of freight carried. Although the upgrading of the waterways is yet to be completed, there are indications that these objectives will be achieved.

Outlook: It is expected that the Project will be completed on schedule.

Project Name (ID): Fujian Provincial Highway (P003626)

Country: China

Board Approval Date: 12/14/1993

Signing Date: 4/25/1994

Effectiveness Date: 7/21/1994

Mid-Term Review Date:

Closing Date: 12/31/2003

Loan/Credit/Grant Number: 36810

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 6.6

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 115.2

Sector: Transport

Main Thematic Code: Rural services and infrastructure

Implementing Agency: FUJIAN PROVINCE

Progress toward achieving development objective(s): The project has been designed to (a) support the continued development of road infrastructure in Fujian Province to facilitate mobility and increase the efficiency of road transport in the interest of stimulating economic activity; (b) develop an action plan for the strengthening of the provincial road construction industry; (c) assist in the development of institutional capabilities for transport planning and investment prioritization; and (d) facilitate the transfer of highway construction and maintenance technology through staff training and the provision of equipment. The project has been completed and the development objectives are likely to be achieved. The Quanzhou-Xiamen Expressway (QXE) and the Fuzhou-Quanzhou Expressway (FQE) have been opened to traffic. The Fujian Provincial Expressway Company (FPEC) continues to operate and manage both expressways effectively as evident by the company's stock price which is staying above industry average in the Shanghai Stock Exchange.

Project Name (ID): Environmental Technical Assistance (P003632)

Country: China

Board Approval Date: 6/22/1993

Signing Date: 7/16/1993

Effectiveness Date: 11/11/1993

Mid-Term Review Date: 10/7/1996

Closing Date: 12/31/2005

Loan/Credit/Grant Number: 25220

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 1.1

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 48.2

Sector: Environment

Main Thematic Code: Environmental policies and institutions

Implementing Agency: MINISTRY OF HEALTH

Progress toward achieving development objective(s): The original objectives of strengthening the capacities and selected policies and programs of the selected agencies/institutions in China have been achieved. The project closing date has been recently extended to finance activities supporting the SARS program. The objectives under SARS program are to address emergency needs for SARS-related diagnosis and associated measures, and to support the government's effort to strengthen the capacity of public health systems for possible (re)emergency of SARS or similar infectious diseases.

Project Name (ID): National Rural Water Supply (P003637)

Country: China

Board Approval Date: 6/23/1997

Signing Date: 8/14/1997

Effectiveness Date: 11/12/1997

Mid-Term Review Date: 3/15/2001

Closing Date: 12/31/2005

Loan/Credit/Grant Number: N0270

Undisbursed Amount (in US\$ millions-as of June 30, 2003): .7

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 66.5

Sector: Water Supply and Sanitation

Main Thematic Code: Rural services and infrastructure

Implementing Agency: NATL.PAT. HLTH. COM.

The project was restructured during 2002 (fiscal year): Part of the loan was reallocated to support a SARS emergency program.

Progress toward achieving development objective(s): The project's development objectives are to: (a) provide access to safe, conveniently located water to rural people in forty counties and five provinces; (b) improve water-related health and sanitation practices; (c) provide water at the lowest possible cost; and (d) ensure sustainability through good maintenance and accounting practices. The project is making good progress toward achieving its objectives. The number of water schemes completed by end of 2003 reached 96% of the target figures, the number of beneficiaries will exceed the target figures, and the number of school and household latrines will reach 99% and 83% of the target figures, respectively.

Project Name (ID): Southwest Poverty Reduction (P003639)

Country: China

Board Approval Date: 6/15/1995

Signing Date: 7/18/1995

Effectiveness Date: 10/16/1995

Mid-Term Review Date: 10/20/1997

Closing Date: 12/31/2005

Loan/Credit/Grant Number: 39060

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 1.2

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 222.1

Sector: Social Protection

Main Thematic Code: Social risk reduction

Implementing Agency: MINISTRY OF HEALTH

Progress toward achieving development objective(s): The original objectives of demonstrating the effectiveness of a focused multisectoral rural development project approach to poverty reduction particularly in the poorest counties in southwestern China, stabilizing environmental destruction, encouraging greater local community participation, and upgrading poverty monitoring at the national and local levels have been achieved. The project closing date has been recently extended to finance activities supporting the SARS program. The objectives under SARS program are to address emergency needs for SARS-related diagnosis and associated measures, and to support the government's effort to strengthen the capacity of public health systems for possible (re)emergency of SARS or similar infectious diseases.

Project Name (ID): Zhejiang Power Development (P003642)

Country: China

Board Approval Date: 2/28/1995

Signing Date: 5/25/1995

Effectiveness Date: 8/23/1995

Mid-Term Review Date:

Closing Date: 12/31/2003

Loan/Credit/Grant Number: 38460

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 34.3

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 360.1

Sector: Energy and Mining

Main Thematic Code: Other urban development

Implementing Agency: ZPEPB

Progress toward achieving development objective(s): The objectives are to: (a) help to meet rapidly expanding electricity demand in Zhejiang Province in a least-cost manner; (b) promote power sector reform including commercialization and corporatization of the provincial power enterprise; (c) upgrade management capabilities and systems to enable the enterprise to operate efficiently in a commercial environment; (d) promote competition at the generation level through establishment of market-oriented commercial arrangements between power generation and marketing entities; (e) encourage alternative financing strategies for power development; (f) improve supply-side efficiency through reduction of transmission and distribution losses; and (g) reduce environmental impacts of new generation. The project is fully completed and all objectives have been met. All three Beilungang Phase 2 units are in commercial operation and thus, meeting electricity demand in Zhejiang. The power sector reform objective has been met with virtually all steps in action plan completed, and because reform has moved beyond the original plan. Management capabilities have been upgraded. The promotion of competition and the supply side efficiency objectives have been met through successful completion of technical assistance. The environmental objective has been fully met as the projects is exceeding expectations with regard to emissions control and waste water quality.

Project Name (ID): Xinjiang Highway (02) (P003643)

Country: China

Board Approval Date: 10/10/1996

Signing Date: 1/23/1997

Effectiveness Date: 4/9/1997

Mid-Term Review Date:

Closing Date: 12/31/2003

Loan/Credit/Grant Number: 40990

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 7.6

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 232.4

Sector: Transport

Main Thematic Code: Rural services and infrastructure

Implementing Agency: XINJIANG COMMUNICATIONS DEPT.

Progress toward achieving development objective(s): The project development objectives are to (a) support the development of road infrastructure to relieve congestion, and stimulate socio-economic development in the Urumqi-Kuitun Highway (UKH) corridor; (b) improve maintenance of the regional highway network; (c) promote development of institutional capacities of Xinjiang Communications Department (XCD); (c) increase highway safety; and (e) promote transport linkages with neighboring provinces and countries. Progress toward achieving the above objectives is substantial as reflected by the significant impact of the project on transport operations in Xinjiang. The traffic volume along the UKH corridor is increasing while congestion on the existing UKH is gradually relieved. A total of 1,760 km of national and provincial road networks have been improved under the project. The highway safety program has been implemented as planned and institutional strengthening has been accomplished through training and procurement of selected equipment.

Project Name (ID): Xiaolangdi Resettlement (P003644)

Country: China

Board Approval Date: 4/14/1994

Signing Date: 6/2/1994

Effectiveness Date: 9/22/1994

Mid-Term Review Date: 6/30/1996

Closing Date: 12/31/2003

Loan/Credit/Grant Number: 26050

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 0.0

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 111.8

Sector: Social Development

Main Thematic Code: Rural services and infrastructure

Implementing Agency: MWR

Progress toward achieving development objective(s): The project's development objectives are to resettle, restore and improve the livelihoods of 198,000 resettlers and 300,000 host people affected by the construction of the Xiaolangdi Dam. The project aims at ensuring that any negative impacts caused by resettlers on host areas are offset by special programs for hosts. Special training adjustment programs have been incorporated to offset inconveniences that resettlers may face in new environments. The objectives are being achieved and progress so far is considered good. People are generally resettled on time. The people being resettled have been well consulted and have agreed to their choices of resettlement. All resettlement sites are complete with basic public facilities and the necessary infrastructure. Housing is of higher quality. Farmland has been allocated to either resettler villages or households. Particularly efforts have been devoted to the quantity and quality of land allocated and the per capita resettler land holding has generally met the designed target. Resettler villages have started their livelihood development activities, including on-farm and off-farm, village and household initiatives.

Significant Issue: The key issue remains the funding issue for the post-resettlement assistance program in resettlers' livelihood restoration. The central government has provided clear instructions and operational mechanisms are being worked out.

Project Name (ID): Economic Law Reform (P003647)

Country: China

Board Approval Date: 10/18/1994

Signing Date: 11/11/1994

Effectiveness Date: 2/3/1995

Mid-Term Review Date: 7/10/1997

Closing Date: 6/30/2004

Loan/Credit/Grant Number: 26540

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 1.9

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 7.6

Sector: Public Sector Governance

Main Thematic Code: Legal institutions for a market economy

Implementing Agency: MOF

Progress toward achieving development objective(s): The project aims at assisting China in improving the legal framework to support its economic reforms by: (a) strengthening the preparation of economic legislation in priority areas; (b) enhancing training methods, curricula and opportunities for law teachers, legal practitioners and legal, judicial and other government personnel in the theory and practice of the new legal framework; and (c) strengthening the key legal institutions responsible for legislation and the implementation of economic laws. Progress is going well as evidenced by (1) continued strong ownership by the government of this project, (2) continued focus on implementation of laws, as evidenced by continued attention to implementation of WTO requirements, and implementation of judicial reform subprojects, (3) progress in preparing and enacting economic laws, as evidenced by enactment of 16 of the laws/regulations supported under the Project and submission of most of the drafts of the other laws to NPC for consideration, (4) progress in implementing five approved legal/judicial training subprojects that can serve as important components in implementing the new legal framework and application of rule of law concepts, and (5) continued implementation of Office of Legislative Affairs' (OLA) legal information system, including award of ICB contract for equipment.

Project Name (ID): Shanghai Sewerage (02) (P003648)

Country: China

Board Approval Date: 3/21/1996

Signing Date: 5/9/1996

Effectiveness Date: 8/9/1996

Mid-Term Review Date: 3/29/2000

Closing Date: 12/31/2003

Loan/Credit/Grant Number: 39870

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 60.2

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 189.8

Sector: Water Supply and Sanitation

Main Thematic Code: Pollution management and environmental health

Implementing Agency: SHANGHAI SEWER.CO.

Progress toward achieving development objective(s): The overriding project objective is to provide a safe environmental setting for the long-term growth of Shanghai, enabling sustained economic and industrial growth. Specific objectives of the project are to: (a) enhance wastewater and storm water management through expanding wastewater collection, pretreatment and disposal capacity and storm water drainage facilities; (b) reduce urban pollution impact, while facilitating pollution control; (c) improve wastewater utility financial and operational management; and (d) strengthen sector institutions through training, feasibility studies, and future investment project preparation in the environment area. The project has made good progress toward achieving its development objectives. Extensive piping network construction and rehabilitation have successfully been implemented in large areas of the city.

Constructed trunk sewers have improved wastewater connection rates, thereby greatly improving water quality in nearby streams and rivers. The negative impact from domestic wastewater has been significantly reduced by enhanced wastewater treatment capacity through construction of a very large wastewater treatment plant in Bailonggang of 1.7 million m³ capacity/day with primary treatment. At the same site, a 1.2 million m³ chemical enhancement facility is under completion as a supplementary investment under the project. Through periodic tariff adjustments, the financial strength of the sewage company has been maintained, securing effective operations and sustainable development. Full cost recovery has been achieved, and during the project, a full corporate structure for city-wide wastewater service delivery was formed. All sector institutions have been strengthened through broad training activities on utility company management and institutional organization. Shanghai was one of the first cities in China to establish a municipal water authority, and subsequently reorganized operations and established an asset management company for the water/wastewater sector. This supports long term sustainability in the sector.

Significant Issue: Some delays were incurred due to the SARS outbreak and to construction complexities of one of the largest wastewater treatment plants in the world. The closing date will be extended to June 30, 2004.

Project Name (ID): Shanxi Poverty Alleviation (P003649)

Country: China

Board Approval Date: 3/26/1996

Signing Date: 6/7/1996

Effectiveness Date: 9/5/1996

Mid-Term Review Date: 9/22/1999

Closing Date: 12/31/2003

Loan/Credit/Grant Number: 28340

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 2.2

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 88.6

Sector: Rural Sector

Main Thematic Code: Rural services and infrastructure

Implementing Agency: SHANXI PROVINCE

Progress toward achieving development objective(s): The main project development objective is to help alleviate poverty in the 20 poorest counties of Yuncheng and Luliang Prefectures in Shanxi Province. The project includes a range of activities aimed at raising incomes for about 3 million poor through rehabilitation of an existing irrigation system, improvements of rural roads and construction of village water supplies, land development, expansion of livestock raising and horticulture, and expansion of primary agricultural processing capacity. The project shows a visible and significant impact on lifting the incomes of some of the poorest households in China. The choices of priority areas addressed in the

project such as livestock development, high value fruit and vegetable crops, and value added processing together with improved rural infrastructure, proved to be forward looking at the time when this project was designed. These are exactly the priority areas currently discussed in connection with the restructuring and reorganization of the agricultural sector in China. The project has timely addressed emerging opportunities and challenges from the opening of the Chinese markets and the changing food consumption pattern of a wealthier urban population.

Project Name (ID): Inner Mongolia (Tuoketuo) Thermal Power (P003650)

Country: China

Board Approval Date: 5/27/1997

Signing Date: 6/26/1998

Effectiveness Date: 12/22/1998

Mid-Term Review Date:

Closing Date: 7/31/2004

Loan/Credit/Grant Number: 41720

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 41.2

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 256.3

Sector: Energy and Mining

Main Thematic Code: Climate change

Implementing Agency: IMPEPC

Progress toward achieving development objective(s): The project's objectives are to (a) increase electricity supply and electricity trade in North China through creation of an independent power generation company to develop a mine-mouth power plant in Inner Mongolia Autonomous Region that will supply the Beijing-Tianjin-Tangshan (Jing-Jin-Tan) grid through long-term contractual arrangements; (b) improve the efficiency of energy supply and use in the region; (c) advance power sector process in China by promoting the development of electricity trade in North China through adequate and market-oriented commercial arrangements; (d) diversify financing sources, improve the access of power entities to international financial markets, and encourage private-sector investment in existing and new power sector enterprises; and (e) promote economic development and improve soil conservation and desertification control in Tuoketuo county. The project is progressing well in general. Construction of civil works and implementation of several technical assistance and training activities is proceeding well. Both units of the Tuoketuo power plant have been commissioned.

Safeguards: Resettlement for the Transmission & Distribution component was completed on schedule in accordance with the policies and procedures agreed with the Bank. The resettlement implementation for the power plant site has been carried out as planned.

Project Name (ID): Container Transport (P003653)

Country: China

Board Approval Date: 3/16/1999

Signing Date: 9/2/1999

Effectiveness Date: 12/24/1999

Mid-Term Review Date:

Closing Date: 6/30/2005

Loan/Credit/Grant Number: 44440

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 3.9

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 48.5

Sector: Transport

Main Thematic Code: Access to urban services for the poor

Implementing Agency: STATE ECO & TRADE COMM.& FOUR PROVINCES

Progress toward achieving development objective(s): A start has been made to facilitating transport of sea containers to inland destinations. Facilities at the ICDs have essentially been completed and project companies have started operation. Equipment procured at Tianjin Port have been put to good use. Customs examination and clearance of cargo is available at four of the ICDs and is a matter of time

before the service is available at the remaining four ICDs. The project is likely to achieve its development objectives as planned.

Project Name (ID): National Highway (02) (P003654)

Country: China

Board Approval Date: 12/17/1996

Signing Date: 8/29/1997

Effectiveness Date: 11/24/1997

Mid-Term Review Date:

Closing Date: 6/30/2004

Loan/Credit/Grant Number: 41240

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 61.5

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 338.5

Sector: Transport

Main Thematic Code: Municipal governance and institution building

Implementing Agency: HUNAN/GUANGDONG PROV

Progress toward achieving development objective(s): The objectives of the project are: (i) to relieve road transport congestion and improve the integration of interregional trade and commerce between Hunan and Guangdong; (ii) strengthen institutional capacity at the Hunan and Guangdong Provincial Communication Departments and related institutions; (iii) develop a policy dialogue in the areas of the commercialization and corporatization of provincial expressway companies, highway maintenance management, and transport and economic integration; and (iv) improve the safety of road transport. Good progress is being made to fully meet the objectives. In Hunan, the opening to traffic of Xiantang-Leyiang expressway in December 2000 has reduced traffic on the parallel National Highway 107. The Loudi-Lianyuan Highway has been operational since September 2002. Implementation of the institutional capacity building components are progressing well. In Guangdong, Xiangtan-Gantang expressway opened to traffic in April 2003. Training and studies under the institutional capacity building component have been completed.

Project Name (ID): ID-Solar Home Systems (P003700)

Country: Indonesia

Board Approval Date: 1/28/1997

Signing Date: 3/11/1997

Effectiveness Date: 10/1/1997

Mid-Term Review Date: 9/30/2000

Closing Date: 12/31/2003

Loan/Credit/Grant Number: 28488

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 1.1

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 4.2

Sector: Energy and Mining

Main Thematic Code: Climate change

Implementing Agency: BPPT AND DGEEU

Progress toward achieving development objective(s): The objectives of the project are to: (a) provide a modern energy form of electricity in an environmentally sustainable manner to rural consumers who cannot be served by conventional rural electrification; (b) facilitate participation by the private sector in advancing renewable energy commercialization; (c) promote environmentally sound energy resource development and reduce the country's dependence on fossil fuels; and (d) strengthen Indonesia's institutional capacity to support and sustain decentralized rural electrification using photovoltaics. The global environmental objective is to mitigate emissions of CO₂ in Indonesia. Achievement of the global objective has been disappointing because of the reduced number of Solar Home Systems (SHS) sold under the project. The key factor for this reduction is that market conditions continue to be uncondusive to large-scale marketing of SHS. In particular, most rural consumers cannot afford SHS. However, an extensive marketing infrastructure has been developed under the project, with six participating companies having established more than 100 rural sales and service outlets/agents. A national certification and

testing facility was established and national standards for SHS components and systems were developed and adopted. A partial guarantee facility has been established with Bank Rakyat Indonesia, which has an extensive rural branch network, in coordination with Solar Development Foundation (Bank DGF-supported facility), to provide credit financing to rural consumers through two participating dealers.

Project Changes: The area of coverage was extended to include regions where participating dealers are already active. The GEF grant closing date was advanced to December 31, 2003. The GEF grant amount was further reduced.

Significant Issue: Affordability and access to financing of rural consumers remain the key barriers to SHS sales.

Project Name (ID): Montreal Protocol Ozone Depleting Substances Phase Out Investment (P003701)

Country: Indonesia

Board Approval Date: 10/24/1994

Signing Date: 11/10/1994

Effectiveness Date: 2/3/1995

Mid-Term Review Date: 9/30/1996

Closing Date: 12/31/2007

Loan/Credit/Grant Number:

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 12.2

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 14.8

Sector: Environment

Main Thematic Code: Pollution management and environmental health

Implementing Agency: KLH

Progress toward achieving development objective(s): The project's development objective is to assist Indonesia achieve its 1997 ozone-depleting substances (ODS) phase out target by: (i) establishing an efficient mechanism for selecting and implementing Montreal Protocol projects through local institutions; and (ii) financing the incremental costs of conversion to non-ODS technology for a group of priority, cost-effective subprojects to reduce ODS consumption in the country. Project will exceed its objective. 45 projects have been implemented, compared to an original target of 31, and 32 have already been completed. 2,500 tons of ODP have been phased out, with the end of project total anticipated to exceed 5,000 tons, compared to an original target of 3,000.

Project Changes: The main vehicle for implementation has changed from individual investment subprojects to sector phase out plans, in accordance with policy of the Multilateral Fund. A sector phase out plan for mobile air conditioning has been approved for Bank support, and plans for foam and aerosols sectors are currently under consideration by the Multilateral Fund Executive Committee.

Project Name (ID): Health (05) (P003967)

Country: Indonesia

Board Approval Date: 7/14/1998

Signing Date: 7/31/1998

Effectiveness Date: 9/16/1998

Mid-Term Review Date: 10/12/2001

Closing Date: 3/31/2004

Loan/Credit/Grant Number: 43740

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 17.1

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 22.6

Sector: Health, Nutrition and Population

Main Thematic Code: Health system performance

Implementing Agency: MOH

Progress toward achieving development objective(s): Project aims to increase the decentralization of training, planning, and deployment of health personnel, as well as improve the quality of health professional services and pre-service and in-service training. Although steady progress has been made toward the development objectives, the project is behind schedule, due to the delayed start on several key activities and to the major change of decentralization to district level which began in 2001.

Implementation has recently gained momentum and effectiveness. However, with the limited time still available before the project closes, it cannot be assured that the development objectives will be achieved.

Project Name (ID): Central Indonesia Junior Secondary Education (P003987)

Country: Indonesia

Board Approval Date: 7/2/1996

Signing Date: 8/12/1996

Effectiveness Date: 10/16/1996

Mid-Term Review Date: 10/4/1999

Closing Date: 12/31/2003

Loan/Credit/Grant Number: 40620

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 23.2

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 80.8

Sector: Education

Main Thematic Code: Education for all

Implementing Agency: TBD

Progress toward achieving development objective(s): Based on the assessment on the compliance of the Bank's guidelines for project extension (as of October 2003, the project achieves the three PDOs satisfactorily, i.e., increasing the access of the children in the poor, rural/remote areas to junior secondary education improving quality of the teaching and learning and improving the educational management capacity.

Project Name (ID): Northern Sumatra Regional Road (P003993)

Country: Indonesia

Board Approval Date: 3/31/1998

Signing Date: 5/1/1998

Effectiveness Date: 7/23/1998

Mid-Term Review Date:

Closing Date: 12/31/2004

Loan/Credit/Grant Number: 43070

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 47.4

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 136.6

Sector: Transport

Main Thematic Code: Rural services and infrastructure

Implementing Agency: BINA MARGA

Progress toward achieving development objective(s): Progress toward the first objective (planning and management of transport infrastructure integrated and strengthened toward a sustainable level) has been reasonable, as all the tasks dealing with this aspect were completed in June 2003. However, the sustainability of the regional planning approach is uncertain. The second objective relating to improved resource use and service delivery is being met through systemic selection of priority roads for inclusion in the annual work programs and review of design and bid documents before bidding. However, quality of construction is uneven and should be improved. The third objective, dealing with development and preservation of the road network, is being met, although at a slow pace. All the work is expected to be completed by the new closing date of December 31, 2004 (extended by one year).

Project Name (ID): Nusa Tenggara Agricultural Area Development (P004008)

Country: Indonesia

Board Approval Date: 3/5/1996

Signing Date: 3/29/1996

Effectiveness Date: 6/27/1996

Mid-Term Review Date: 1/28/1999

Closing Date: 9/30/2003

Loan/Credit/Grant Number: 39840

Undisbursed Amount (in US\$ millions-as of June 30, 2003): .2
Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 21.9

Sector: Rural Sector

Main Thematic Code: Other rural development

Implementing Agency: TBD

Progress toward achieving development objective(s): The outcome of the project is good when measured against the stated objectives of raising smallholder incomes, strengthening local level institutions, and fostering broad based participation at the grassroots level. Investments generally had the expected return and the diversification activities helped raise and stabilize village incomes. A beneficiary impact survey was carried out at time of project closing. The survey findings showed that investment financed by project household credit resulted in an increase in family income between 16% to 90%.

Project Changes: While the overall project objectives remained unchanged, the approach toward realizing these objectives was changed, away from the broad area development approach to one which focused on developing village level institutions (UPKD) for delivery of microfinance to the poor rural community who had no or very limited access to its financial sector. This changed was started after the MTR in early 1999.

Project Name (ID): Sulawesi Agricultural Area Development (P004011)

Country: Indonesia

Board Approval Date: 4/30/1996

Signing Date: 6/17/1996

Effectiveness Date: 8/14/1996

Mid-Term Review Date: 1/28/1999

Closing Date: 12/31/2003

Loan/Credit/Grant Number: 40070

Undisbursed Amount (in US\$ millions-as of June 30, 2003): .2

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 22.9

Sector: Rural Sector

Main Thematic Code: Other rural development

Implementing Agency: MIN OF HOME AFFAIRS AND AGRICULTURE AND LOCAL GOVERNMENTS

Progress toward achieving development objective(s): The project objectives are to: (i) reduce poverty; (ii) promote environmentally sustainable farming practices; (iii) strengthen local institutions; and (iv) foster beneficiary participation in planning and implementation. The project implementation improved substantially in reaching the project objectives. The Village Financial Management Unit (UPKD) system has made good progress in areas of improving bookkeeping, enhancing financial management capacity, expanding socialization work, and reaching a high coverage rate (the rate reaches 90% of all households in some villages). Field visits confirmed that community members are generally satisfied with the loan approving procedure, report that they have received adequate information about the program, and demand strongly for continuing the financial services. In addition, it appears that auditing as well as spot-checking system has been strengthened and is functioning.

Outlook: Work of classifying UPKDs is underway and options of dealing with weak UPKDs have been discussed, including the closing of some of them. Weak and uncooperative UPKDs may damage the reputation of the whole UPKD system, and may eventually eradicate people's confidence in the system.

Project Name (ID): Railway Efficiency (P004026)

Country: Indonesia

Board Approval Date: 11/21/1996

Signing Date: 1/15/1997

Effectiveness Date: 6/13/1997

Mid-Term Review Date: 6/30/2001

Closing Date: 9/30/2003

Loan/Credit/Grant Number: 41060

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 33.1
Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 24.6

Sector: Transport

Main Thematic Code: Other financial and private sector development

Implementing Agency: PERUMKA

Progress toward achieving development objective(s): With the general objective of improving the economic efficiency and service quality of Indonesia's railway sector, to position it to play its proper role within the transport system, the project aims specifically at: (a) railway subsector policy reform by restructuring the railway corporation, reforming its relationship with the government and creating the foundations for expanded private participation; (b) rationalizing railway subsector capital investments; (c) improving railway subsector management and operations; and (d) increasing the physical capacity of an important railway corridor. Progress is limited. While there has been some encouraging progress in recent months, it will not be possible to achieve all of the key development objectives adopted for the project by the new closing date and a second extension of closing date is not being considered.

Project Changes: The majority of the proposed track maintenance activities under the project were cancelled as there was insufficient time remaining to implement the proposed rail reclamation scheme.

Project Name (ID): Road Rehabilitation (P004030)

Country: Cambodia

Board Approval Date: 3/23/1999

Signing Date: 4/19/1999

Effectiveness Date: 6/14/1999

Mid-Term Review Date:

Closing Date: 6/30/2004

Loan/Credit/Grant Number: 31810

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 24.9

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 19.4

Sector: Transport

Main Thematic Code: Rural services and infrastructure

Implementing Agency: MINISTRY OF PUBLIC WORKS AND TRANSPORT

Progress toward achieving development objective(s): Progress toward meeting the objectives of improved access to rural areas and building a framework for future sector reform is good. Road work is proceeding at an increased rate. A number of bridge and culvert sections were to be completed by late July prior to the rainy season. The travel time from Phnom Penh to Siem Reap is reported to have decreased to 6.5 hours as a result of work along the road. The figures show an increase in traffic through the improvement of road conditions.

Project Name (ID): Agriculture Productivity Improvement (P004033)

Country: Cambodia

Board Approval Date: 2/28/1997

Signing Date: 3/26/1997

Effectiveness Date: 6/20/1997

Mid-Term Review Date: 6/8/2001

Closing Date: 6/30/2004

Loan/Credit/Grant Number: N0110

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 14.8

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 10.9

Sector: Rural Sector

Main Thematic Code: Other rural development

Implementing Agency: MAFF

Progress toward achieving development objective(s): The project's overall objective is the sustainable and broad-based improvement of smallholder agricultural productivity as a means to improved food security and increased rural incomes. Based on the current implementation progress and

the likely restructuring of the project including an 18 month extension of the closing date for activities directly benefiting farmers, the project is expected to achieve its development objectives.

Project Changes: The Government has proposed a refocusing/restructuring of the project, aimed at emphasizing activities that would directly benefit farmers. Under such proposal, the closing date would be extended by 18 months to December 31, 2005, for several components including Agronomy, Agricultural Hydraulics, Animal Health and Production, while the implementation of other components, including Fisheries, Agricultural Statistics, and Agricultural Education, would stop on June 30, 2004 as scheduled. Credit proceeds would be reallocated to support such restructuring, while about US\$5.0 million equivalent would be cancelled.

Project Name (ID): Ports Development and Environmental Improvement (P004173)

Country: Korea, Republic

Board Approval Date: 9/15/1994

Signing Date: 11/3/1994

Effectiveness Date: 3/3/1995

Mid-Term Review Date:

Closing Date: 12/31/2003

Loan/Credit/Grant Number: 37930

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 7.3

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 87.7

Sector: Transport

Main Thematic Code: Environmental policies and institutions

Implementing Agency: KOR MARITIME & PORT

Progress toward achieving development objective(s): The primary objectives of the project were: (a) to help address the major environmental concerns in Korean maritime transport; (b) to reduce the level of noise, air pollution and traffic congestion in the City of Busan (then Pusan); and (c) to strengthen the Korea Maritime and Port Administration's capacity to deal with environmental issues during port development and operation. Two of the three project objectives, including the key strategic objective of institutionalizing environmental considerations in the planning and operation of Korea's port and maritime sector, have been fully met. The primary focus of the project was to mitigate the adverse environmental effects caused by maritime transport. This was accomplished by the implementation of (a) ship waste treatment facilities at 13 ports, (b) a Vessel Traffic Management System at Incheon and Busan ports, which has substantially reduced the number of accidents and near accidents, thus greatly reducing the risk of major pollution that ship collision could provoke; and (c) the Yellow Sea Large Marine Ecosystem Study and related workshops. The second objective, to reduce air pollution, level of noise and traffic congestion in the City of Busan has not been met as yet. This is substantially due to an unpredicted growth of container traffic, and the cancellation of the move of the timber and marine cargoes and related processing industries from the center of Busan to Dadaepo. As a result of this growth clearly, all existing facilities had to continue operation, including the "Off-Dock Container Yards" (ODCY) that were expected to close and therefore reduce congestion in town. However, there remains hope that in the coming years further developments at both Gwangyang and Busan will eventually result in the reduction of ODCY traffic which would significantly improve congestion and pollution in Busan.

Project Name (ID): Health System Reform and Malaria Control (P004200)

Country: Lao People's De

Board Approval Date: 1/5/1995

Signing Date: 2/4/1995

Effectiveness Date: 6/30/1995

Mid-Term Review Date: 8/27/1998

Closing Date: 12/31/2004

Loan/Credit/Grant Number: 26740

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 5.9

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 11.7

Sector: Health, Nutrition and Population

Main Thematic Code: Health system performance

Implementing Agency: MOH

Progress toward achieving development objective(s): The project has achieved its objective of strengthening malaria control activities, and has succeeded in certain pilot health centers in strengthening the delivery of basic health services, including a core package of health center based services and village level outreach activities. However the reform is confined to the pilot areas and the improvement of the referral system is only now taking place as a result of serious delays in implementing the civil works program.

Project Name (ID): Land Titling (P004208)

Country: Lao People's De

Board Approval Date: 3/21/1996

Signing Date: 6/7/1996

Effectiveness Date: 2/27/1997

Mid-Term Review Date: 10/1/1999

Closing Date: 9/30/2003

Loan/Credit/Grant Number: 28320

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 9.5

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 9.5

Sector: Environment

Main Thematic Code: Land management

Implementing Agency: MIN. OF FINANCE

Progress toward achieving development objective(s): The objective is to improve land tenure security and increase government revenues. Project performance has improved significantly in the last two years. It is likely that the project will achieve its objectives. Implementation has been accelerated in the last year. A total of 135,747 titles have been registered and 94,944 distributed. The project also reduced significantly the backlog in land title distribution. Land tax collection has increased from 10.1 billion Kip in 1999/2000 to 26 billion Kip in 2001/02.

Project Changes: An extension of the closing to September 30, 2004, is under consideration.

Project Name (ID): Montreal Protocol Ozone Depleting Substances Phase-Out Investment (P004212)

Country: Malaysia

Board Approval Date: 8/15/1995

Signing Date: 10/23/1995

Effectiveness Date: 1/25/1996

Mid-Term Review Date:

Closing Date: 12/31/2010

Loan/Credit/Grant Number: 22006

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 14.6

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 10.4

Sector: Environment

Main Thematic Code: Pollution management and environmental health

Implementing Agency: DEPT. OF ENVIRONMENT

The project was restructured during 2002 (fiscal year): As requested by the Government, the Grant Agreement was amended to cover additional expenses related to PMU operations.

Progress toward achieving development objective(s): This project assists the Government of Malaysia to phase out ozone depleting substances through cost-effective investment subprojects and the National CFC Phase out (NCFCP) Plan. The country met the first ozone reduction target. The World Bank implemented 17 individual subprojects. The second target (50% reduction by 2005) will be achieved by phasing out the use of CFCs by small enterprises and service shops through a series of investment, non-investment technical assistance, and capacity of building activities, according to the National CFC Phase out (NCFCP) Plan approved to ExCom in December 2001. The Government of Malaysia has been implementing NCFCP projects which will enable it to ban the use of CFC in the manufacturing sector by

2005 and the use of CFC in the service sector by 2010. NCFCP projects will phase out the remaining consumption of 2,092 ODP tons during the period of 2002-2010.

Project Name (ID): Forestry and Conservation Project - GEF (P004345)
Country: Papua New Guinea
Board Approval Date: 12/18/2001
Signing Date: 12/20/2001
Effectiveness Date: 12/20/2001
Mid-Term Review Date:
Closing Date: 6/30/2008
Loan/Credit/Grant Number:
Undisbursed Amount (in US\$ millions-as of June 30, 2003): 17.8
Cumulative Disbursements (in US\$ millions-as of June 30, 2003): .7
Sector: Rural Sector
Main Thematic Code: Biodiversity
Implementing Agency: DEPT FORESTRY/ENVIRONMENT; CONSERVATION TRUST FUND
Progress toward achieving development objective(s): The project is suspended.

Project Name (ID): Road Maintenance and Rehabilitation (P004397)
Country: Papua New Guinea
Board Approval Date: 6/6/2002
Signing Date: 8/12/2002
Effectiveness Date: 2/7/2003
Mid-Term Review Date:
Closing Date: 12/31/2006
Loan/Credit/Grant Number: 71190
Undisbursed Amount (in US\$ millions-as of June 30, 2003): 39.6
Cumulative Disbursements (in US\$ millions-as of June 30, 2003): .4
Sector: Transport
Main Thematic Code: Infrastructure services for private sector development
Implementing Agency: DEPARTMENT OF WORKS AND TRANSPORT
Progress toward achieving development objective(s): The development objectives of the project are to: (i) restore satisfactory physical condition and safety to parts of national and provincial roads and bridges in six project provinces; (ii) strengthen strategic planning and management of road sector assets; (iii) strengthen institutional arrangements for road maintenance; and (iv) increase private sector contracting of maintenance works. Although the project is still at an early stage of implementation, there has been reasonable progress.

Project Name (ID): Forestry and Conservation (P004398)
Country: Papua New Guinea
Board Approval Date: 12/18/2001
Signing Date: 12/20/2001
Effectiveness Date: 6/28/2002
Mid-Term Review Date:
Closing Date: 6/30/2008
Loan/Credit/Grant Number: 70930
Undisbursed Amount (in US\$ millions-as of June 30, 2003): 16.4
Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 1.0
Sector: Rural Sector
Main Thematic Code: Biodiversity
Implementing Agency: DEPT FORESTRY/ENVIRONMENT
Progress toward achieving development objective(s): There are several Loan Agreement conditions in contention that prejudice the successful achievement of the objectives.

Safeguards: Safeguards are in contention.

Significant Issue: There are several Loan Agreement conditions in contention that prejudice the successful achievement of the objectives.

Outlook: A definitive prognosis of a complex and governance-based project such as this is difficult. It was approved, recognizing the risks involved as well as the benefits. It is proving difficult to implement and may be cancelled.

Project Name (ID): PH ODS INVESTMENT PROJE (P004406)

Country: Philippines

Board Approval Date: 9/27/1994

Signing Date: 10/6/1994

Effectiveness Date: 10/6/1994

Mid-Term Review Date:

Closing Date: 6/30/2010

Loan/Credit/Grant Number:

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 18.7

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 11.3

Sector: Environment

Main Thematic Code: Pollution management and environmental health

Implementing Agency: TBD

The project was restructured during 2002 (fiscal year): The project's goals were expanded significantly to accommodate implementation of the national Chlorofluorocarbons (CFC) phase out Plan, which is a performance based program to completely stop use of CFCs in all sectors and servicing uses in the Philippines.

Progress toward achieving development objective(s): The development objective is to support the Government's efforts to meet its Montreal Protocol obligations to phase out consumption of Ozone Depleting Substances (ODS) through (a) individual sub-projects for enterprises, and (b) a national CFC Phase out Plan, financed through the Multilateral Fund of the Montreal Protocol and implemented through national institutions. Progress is suitable. A national plan to support the Philippines to completely end use of CFCs is essential to achieve the original objective, defined on a smaller scale when the project was addressing only a few individual enterprises. Most of the activities in the Institutional Strengthening Project (ISP) Work Program have been carried out, except information campaign activities which have not been fully undertaken due to the departure of the previous Information Officer in April 2003. In addition to the normal ISP duties and pending the final organization of the Project Management Unit (PMU) and appointment of staff, Philippine Ozone Desk (POD) has performed many pre-implementation activities for the National CFC Phase out Plan (NCP). POD's vigilance in tracking down illegal imports of ODS chemicals has led to the detection of four cases that have resulted in prosecution. Activities have just been initiated for the 2003 Annual Program. The main target for 2003 is the national CFC consumption, which is to be verified next year. The present utilization of import quotas, however, suggests that this target will be comfortably met. An independent audit is also being undertaken at present to establish the 2002 CFC consumption.

Project Name (ID): Early Childhood Development (P004566)

Country: Philippines

Board Approval Date: 3/24/1998

Signing Date: 4/8/1998

Effectiveness Date: 9/28/1998

Mid-Term Review Date: 11/14/2001

Closing Date: 12/31/2004

Loan/Credit/Grant Number: 43010

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 8.0

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 11.0

Sector: Health, Nutrition and Population

Main Thematic Code: Child health

Implementing Agency: DEP OF SOC WELFARE & DEV'T (DSWD)

Progress toward achieving development objective(s): The overall aim of the 10-year National Early Childhood Development (ECD) Program is to contribute to the attainment of human development goals by providing services that ensure survival and promote physical and mental development of Filipino children, particularly those who are most vulnerable and disadvantaged. A corollary goal is to establish an effective partnership between national and local Governments in the provision of ECD services. The monitoring data show strong achievements in reaching project targets in the World Bank-funded region but the preliminary findings of the first longitudinal survey were mixed. Agreement was reached on various measures to strengthen performance measurement to attain the objectives.

Project Name (ID): Transmission Grid Reinforcement (P004571)

Country: Philippines

Board Approval Date: 4/4/1996

Signing Date: 5/15/1996

Effectiveness Date: 11/12/1996

Mid-Term Review Date: 2/10/1999

Closing Date: 12/31/2003

Loan/Credit/Grant Number: 39960

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 19.0

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 166.3

Sector: Energy and Mining

Main Thematic Code: Rural services and infrastructure

Implementing Agency: NPC

Progress toward achieving development objective(s): The following project objectives have remained valid: (i) assist in meeting demand for electric power in the country by expanding and reinforcing NPC's power transmission and local dispatch systems(ii) promote private sector participation in the operation of said transmission systems and (iii) support the continued restructuring of the power sector. While the project objectives have been largely achieved, implementation of privatization transactions has encountered difficulties and delays, and the earlier expectation for NPC to contain its increasing deficits did not materialize.

Project Name (ID): Water Districts Development (P004576)

Country: Philippines

Board Approval Date: 9/9/1997

Signing Date: 5/15/1999

Effectiveness Date: 9/10/1999

Mid-Term Review Date:

Closing Date: 6/30/2004

Loan/Credit/Grant Number: 42270

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 24.9

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 13.7

Sector: Water Supply and Sanitation

Main Thematic Code: Pollution management and environmental health

Implementing Agency: LBP, LOCAL GOVT.

Progress toward achieving development objective(s): The objectives are to: (a) help local government units (LGUs) and water districts plan and implement sewerage, drainage and sanitation investments; and (b) develop a system of public performance audits, by which consumer feedback on water utility performance is available to providers transparently. Progress toward achieving the objectives is good. Ten LGUs in Palawan and three in Panabo have installed sanitation facilities, increasing the number of households using sanitation services there. Further, these LGUs have formed or are forming cooperatives or associations to operate the water and sanitation system on contract.

Outlook: The 2004 elections will affect implementation of ongoing activity and launch of new sub-projects.

Project Name (ID): Community Based Resource Management (P004595)

Country: Philippines

Board Approval Date: 3/24/1998

Signing Date: 4/8/1998

Effectiveness Date: 10/6/1998

Mid-Term Review Date: 4/11/2001

Closing Date: 6/30/2004

Loan/Credit/Grant Number: 42990

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 22.4

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 15.6

Sector: Rural Sector

Main Thematic Code: Environmental policies and institutions

Implementing Agency: DEPARTMENT OF FINANCE

Progress toward achieving development objective(s): The main objective of the project is to reduce rural poverty and environmental degradation through support for locally generated and implemented natural resource management projects. The project aims at (a) enhancing the capacity of low-income rural local government units (LGUs) and communities to plan, implement and sustain priority natural resource management subprojects; (b) strengthening central government systems to transfer finance (as financial intermediaries) and environmental natural resource management (NRM), and improve the implementation of NRM policies; and (c) providing resources to LGUs to finance natural resource management projects. Overall, the project continues to move forward in achieving its development objectives. In the last six months, overall NRM accomplishments have generally increased by 16%, significantly contributing to the overall accomplishments of 76% since the start of the project. At least 78% of coastal NRM activities have been accomplished, mainly in municipal water management, beach rehabilitation, mangrove area for protection and marine/fish sanctuary activities. 74% of upland NRM activities have been completed, primarily in forest protection and management, assisted natural regeneration and tree plantation. The small scale infrastructure (SSI) component has made significant progress with an accomplishment rate of about 54%. The implementation of the Livelihood and Enterprise Development component in the four regions has shown some modest progress. People's Organizations (POs) are either developing or have already developed their Livelihood Development Plans. A number of POs have started implementing their livelihood projects. Significant effort has been provided to ensure the sustainability of these activities. A significant number of the LGUs have already prepared their sustainability plans, while a few are still in the process of developing theirs.

Outlook: The closing date has been extended by two years.

Project Name (ID): Third Elementary Education (TEEP) (P004602)

Country: Philippines

Board Approval Date: 11/26/1996

Signing Date: 12/20/1996

Effectiveness Date: 7/2/1997

Mid-Term Review Date: 3/15/2001

Closing Date: 6/30/2004

Loan/Credit/Grant Number: 41080

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 50.0

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 43.3

Sector: Education

Main Thematic Code: Education for all

Implementing Agency: DECS

Progress toward achieving development objective(s): The project continued with steady pace and marked results in delivery of critical inputs and increased emphasis on quality and outcomes. The implementation is on track. With the stepped up monitoring and evaluation and focus on outcomes, the development objectives are highly likely to be achieved if the current momentum is to continue with adequate counterpart funding from the government. Lessons are likely to be learned from the

implementation in fostering close partnership with communities and stakeholders and decentralization toward school based management.

Project Name (ID): Manila Sewerage (02) (P004611)

Country: Philippines

Board Approval Date: 5/21/1996

Signing Date: 6/19/1996

Effectiveness Date: 3/17/1998

Mid-Term Review Date: 4/12/2000

Closing Date: 12/31/2004

Loan/Credit/Grant Number: 40190

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 26.0

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 10.1

Sector: Water Supply and Sanitation

Main Thematic Code: Water resource management

Implementing Agency: MWSS

Progress toward achieving development objective(s): The objectives are to: (a) reduce the pollution of the metropolitan area's waterways and Manila Bay, (b) reduce the health hazards associated with human exposure to sewage; and (c) establish a gradual low-cost improvement of sewerage services. Part A is progressing well. Implementation of Part B is progressing more slowly. The disputes between Manila Water Services Inc. and Metropolitan Waterworks and Sewerage System are affecting implementation significantly. Some facilities are in operation, reducing health hazards and the waterway pollution. Also, the collection of sewage has increased in, making gradual improvements to services.

Project Changes: In 2003, MWSS requested modifying the performance indicators.

Significant Issue: MWSS will create an Environmental Monitoring Fund.

Outlook: The original scope of the project, except for the barge-loading station at Paranaque, will likely to be completed by the closing date.

Project Name (ID): Water Resources Development (P004613)

Country: Philippines

Board Approval Date: 11/26/1996

Signing Date: 12/20/1996

Effectiveness Date: 3/20/1997

Mid-Term Review Date: 3/6/2000

Closing Date: 6/30/2004

Loan/Credit/Grant Number: 41100

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 11.1

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 30.6

Sector: Rural Sector

Main Thematic Code: Water resource management

Implementing Agency: NIA

Progress toward achieving development objective(s): Implementation is progressing well in all project components toward achieving the project objectives. The achievements include (i) the formulation of the national WR master plan, set up of national water information network, improvement of primary water resources monitoring networks, coordination on water database development, the change of NWRB's board members and transfer of NWRB from a water user agency (DPWH) to a regulatory agency (DENR). (ii) formulation of the Philippines Watershed Management Strategy and Investment Programs, and piloting in two critical watersheds. (iii) closing of the gap between irrigation service areas and the actual areas irrigated through system rehabilitation and improvement in national irrigation systems. (iv) Irrigation Management Transfer program from NIA to irrigators associations (IA) to promote farmer participation and empowerment, and capacity building for IA and NIA. (v) Environmental improvement in the irrigated areas through canal bank stabilization, schisto disease control and sediment trapping improvement.

Project Name (ID): TH OZONE DEPLETING SUBS (P004649)

Country: Thailand

Board Approval Date: 8/2/1994

Signing Date: 8/8/1994

Effectiveness Date: 6/7/1995

Mid-Term Review Date:

Closing Date: 6/30/2010

Loan/Credit/Grant Number:

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 23.5

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 21.5

Sector: Environment

Main Thematic Code: Pollution management and environmental health

Implementing Agency: DEPARTMENT OF INDUSTRIAL WORKS, MINISTRY OF INDUSTRY

The project was restructured during 2002 (fiscal year): The grant amount was increased in December 2002 to US\$45 million and the closing date was extended to June 30, 2010. The Government Savings Bank has been added as a financial intermediary. New disbursement categories have been added. The Institutional Strengthening Project has been transferred from UNDP to be included in the project.

Progress toward achieving development objective(s): The country met the first ozone reduction target. The World Bank implemented 52 individual subprojects. The second target (50% reduction by 2005) will be achieved by phasing out the use of CFCs by small enterprises and service shops through a series of investment, non-investment technical assistance, and capacity of building activities, according to the National CFC Phase out (NCFCP) Plan approved to ExCom in December 2001. The Government of Thailand has been implementing NCFCP projects which will enable it to ban the use of CFC in the manufacturing sector by 2005 and the use of CFC in the service sector by 2010. NCFCP projects will phase out the remaining consumption of 3,568 ODP tons during the period of 2001-2010.

Outlook: The project assists the Government of Thailand to phase out ozone depleting substances through cost-effective investment subprojects and the National CFC Phase out (NCFCP) Plan.

Project Name (ID): Secondary Education Quality Improvement (P004791)

Country: Thailand

Board Approval Date: 6/25/1996

Signing Date: 1/10/1997

Effectiveness Date: 4/10/1997

Mid-Term Review Date: 9/29/2000

Closing Date: 4/30/2004

Loan/Credit/Grant Number: 40520

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 24.5

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 38.5

Sector: Education

Main Thematic Code: Education for the knowledge economy

Implementing Agency: MIN OF EDUCATION

Progress toward achieving development objective(s): The objectives are to: a) raise the qualifications of teaching staff in selected Rajabhat Institutes (RIs) and enhance their understanding of modern teacher education techniques; b) reinforce quality improvement in the RIs through modernizing science laboratories and workshops with up-to-date equipment, expanding laboratory space and refurbishing workshops; c) expand the capacity of the RIs to carry out in-service training of secondary teachers; d) enhance the RIs' capacity to undertake research and provide technical services to the community; and e) improve student learning outcomes in science, mathematics, and English in the selected schools. The Office of the Rajabhat Institutes Council component met quantitative and quality targets. The Office of the National Primary Education Commission and Department of General Education components are experiencing procurement delays but training activities are progressing well on target.

Outlook: The closing date will be extended to April 30, 2005.

Project Name (ID): Universities Science and Engineering Education (P004805)

Country: Thailand

Board Approval Date: 5/13/1997

Signing Date: 7/29/1997

Effectiveness Date: 10/27/1997

Mid-Term Review Date: 3/27/2001

Closing Date: 12/31/2003

Loan/Credit/Grant Number: 41600

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 25.3

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 107.1

Sector: Education

Main Thematic Code: Education for the knowledge economy

Implementing Agency: MIN. OF UNIVER.AFFAI

Progress toward achieving development objective(s): The objective are to: (a) strengthen faculty teaching capabilities; (b) upgrade science and engineering program content and broaden the range of programs relevant to technological advancement; (c) modernize and strengthen the management of laboratories and (d) improve resources utilization in engineering and science faculties and establish a large-scale equipment procurement system. The project is in its final implementation stage. Many of the training programs and fellowships exceeded the original targets set at appraisal. Achievements to date are solid. Almost 250 fellowships were awarded. Almost 10,000 attended a series of workshops and seminars. As part of the project, AusAID supported collaborative links with Australian universities in reciprocal visits of academic staff. Over 40,000 pieces of equipment were procured and delivered to nearly 300 university sites. Equipment training was provided to 867 participants, using local funds.

Project Name (ID): Higher Education (P004828)

Country: Vietnam

Board Approval Date: 8/27/1998

Signing Date: 9/8/1998

Effectiveness Date: 3/1/1999

Mid-Term Review Date: 5/17/2002

Closing Date: 6/30/2005

Loan/Credit/Grant Number: 31260

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 66.7

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 18.7

Sector: Education

Main Thematic Code: Education for the knowledge economy

Implementing Agency: MIN OF ED & TRNG

Progress toward achieving development objective(s): The objectives of the project are to assist the Borrower to: (a) increase coherence, flexibility and responsiveness of the higher education sub-sector to the changing demands of society and the market economy; (b) improve efficiency and resource utilization in the higher education sub-sector; and (c) improve the quality of curriculum, teaching, learning and research in higher education institutions. The project is meeting its development objectives, with 36 universities implementing Quality Improvement Grants at various levels (Type A, B and C). Some of the Type A grants have been completed and start demonstrating impacts in terms availability and utilization of information and communication technologies in management and training and other modern equipment.

Outlook: It is expected that the project will improve in terms of implementation progress in the first quarter of 2004

Project Name (ID): Water Supply (P004830)

Country: Vietnam

Board Approval Date: 6/26/1997

Signing Date: 7/7/1997

Effectiveness Date: 10/14/1997

Mid-Term Review Date: 3/13/2000

Closing Date: 6/30/2004

Loan/Credit/Grant Number: N0260

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 18.4

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 44.3

Sector: Water Supply and Sanitation

Main Thematic Code: Other urban development

Implementing Agency: MIN. OF CONSTRUCTION

Progress toward achieving development objective(s): Physical works in Haiphong and Quang Ninh are completed. In Hanoi, construction of Nam Du WTP is progressing well and is expected to be completed within the extended period. All these will enable the first objective of Improving water services in the project cities to be met. The second objective is to develop the institutional capacities of the water supply companies to ensure financial sustainability. Hanoi achieved its target for unaccounted for water at 47% in 2003; It has continued the success of its house connection program. However the volume of water billed only achieved 90% of the target; the water tariff was 37% lower than the agreed target for 2003. Haiphong: the number of House connections is 16,000 higher than the target. The company has been very successful in reducing unaccounted for water to 29% or 23% lower than the target; this helped the volume of water billed to be 35% higher than the agreed target. The company is therefore able to keep its production and distribution costs lower than projected and operating profitably. Quang Ninh: The house connection program has been substantially completed. Non Revenue water reduced to 38% or 4% lower than the agreed target. Regarding the third objective of assisting in preparation of a future investment program to satisfy water demand after 2000, the government requested that IDA finance a newly proposed water supply development project, which is planned to be presented to the Board in November 2004.

Safeguards: Resettlement Action Plans and Environmental Management Plans are being implemented well.

Project Name (ID): Urban Transport Improvement (P004833)

Country: Vietnam

Board Approval Date: 8/27/1998

Signing Date: 9/8/1998

Effectiveness Date: 11/26/1998

Mid-Term Review Date:

Closing Date: 12/31/2003

Loan/Credit/Grant Number: 31250

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 22.1

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 13.3

Sector: Transport

Main Thematic Code: Access to urban services for the poor

Implementing Agency: PC OF HANOI AND HCMC

Progress toward achieving development objective(s): The project's overall objectives are: (i) to increase operational efficiency and safety on selected corridors and in the central areas of Hanoi and Ho Chi Minh City (HCMC); (ii) to improve traffic flows by introducing a package of traffic engineering and management measures that will redesign junctions, provide new traffic signals and controls, segregate two- and four-wheeled traffic, and improve facilities for pedestrians; and (iii) to strengthen the Transport and Urban Public Works Services and Traffic Police Departments in Hanoi and HCMC in areas of traffic management and enforcement with training and necessary equipment. Though significant implementation delays have been an issue in the past, at present implementation of most subcomponents of the project is underway and the project is expected to achieve its development objectives.

Significant Issue: An amount of US\$ 8 million was cancelled in January 2003. The closing date was extended to mitigate delays in procurement and implementation.

Project Name (ID): National Health Support (P004838)

Country: Vietnam

Board Approval Date: 1/16/1996
Signing Date: 2/26/1996
Effectiveness Date: 5/24/1996
Mid-Term Review Date: 4/12/1999
Closing Date: 9/30/2003
Loan/Credit/Grant Number: 28080
Undisbursed Amount (in US\$ millions-as of June 30, 2003): 37.0
Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 55.4

Sector: Health, Nutrition and Population

Main Thematic Code: Population and reproductive health

Implementing Agency: MINISTRY OF HEALTH

Progress toward achieving development objective(s): The project aims to improve the health of the rural population of Viet Nam in the poorer areas of the country. All components of the project are moving on track and the project is expected to meet its objective. The retraining program is perhaps the most successful subcomponent of the project, with some 16,000 people having been trained. The civil works that had been constructed by the project have been found to be of high quality and utilization of these facilities was found to be above average. The national disease control programs continue to be very effective and seems sustainable in the future. The fieldwork for the National Health Survey is now completed. Preliminary data indicate that the survey will be helpful to the government in policy and program analysis and formulation.

Procurement: Good. However, the Government has delayed its approval of the procurement plan for the extended tuberculosis program since it is considering canceling an additional \$8.4 million.

Project Changes: The TB component was extended to March 31, 2005. Cancellation of an additional \$8.4 million would make project goals more feasible.

Project Name (ID): Forest Protection and Rural Development (P004839)

Country: Vietnam

Board Approval Date: 10/30/1997

Signing Date: 11/8/1997

Effectiveness Date: 2/9/1998

Mid-Term Review Date: 11/19/2001

Closing Date: 6/30/2004

Loan/Credit/Grant Number: 29960

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 17.8

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 4.2

Sector: Environment

Main Thematic Code: Biodiversity

Implementing Agency: MIN OF FORESTRY

Progress toward achieving development objective(s): The objectives are: (a) effective protection of Cat Tien National Park and effective protection & management of Chu Mom Ray Nature Reserves; (b) effective management of remaining natural forests outside the protected area but within the buffer zone; (c) reduction in dependency on the national park and nature reserve for subsistence and cash income by improving the livelihood status of residents in the buffer zone; and (d) strengthening of capacity of government to effectively design, implement, and monitor integrated conservation and development projects. The project is likely to meet the goal of strengthened conservation through enlisting support of surrounding communities. The protection on the ground has been strengthened through better equipping and staffing of forest guard stations. Threat levels to the protected areas appeared to be low and protection activities seemed to be effective. All agricultural and forest lands now have designate downers and under some form of management thus reducing the likelihood of in-migration into the area. Activities to improve rural livelihood is making significant progress. And capacity is being strengthened but more at the local levels with a M&E system now in place which greatly facilitates reporting and monitoring.

Safeguards: Although the project has an overall positive impact on the environment, environmental screening followed by environmental analysis are being carried out for the rural infrastructure activities in the buffer zone. Only very little resettlement and land acquisition is required, mostly for road rehabilitation

and construction of rural schools and resettlement plans have been drafted and are now under implementation.

Outlook: While the likelihood of meeting all the development objectives is high, a 2-year extension is needed to complete the rural infrastructure activities which will enhance rural livelihood.

Project Name (ID): Population and Family Health (P004841)

Country: Vietnam

Board Approval Date: 1/16/1996

Signing Date: 2/26/1996

Effectiveness Date: 5/24/1996

Mid-Term Review Date: 12/6/1999

Closing Date: 9/30/2003

Loan/Credit/Grant Number: 28070

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 3.6

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 41.4

Sector: Health, Nutrition and Population

Main Thematic Code: Population and reproductive health

Implementing Agency: NCPFP

Progress toward achieving development objective(s): The project aims to: (i) increase utilization of family planning and related family health services; (ii) improve the quality and range of family planning and related family health services; (iii) enhance NCPFP's management, planning and policy formulation capabilities; and (iv) expand the knowledge base on which policy and technical guidelines would be founded. Planned activities are moving smoothly as scheduled and the project is expected to meet its objectives. The project continues to make good progress. The National Committee for Population and Planning (NCPFP -now NCPFC) continues to make a serious effort to put in place activities in support of a reproductive health orientation. All of the activities agreed upon during the last mission are either completed or in the process of being completed. There is also a clear plan for utilization of all Credit funds in order to maximize achievement of the development objectives.

Project Name (ID): Inland Waterways and Port Rehabilitation (P004843)

Country: Vietnam

Board Approval Date: 11/4/1997

Signing Date: 11/8/1997

Effectiveness Date: 3/6/1998

Mid-Term Review Date: 10/21/2002

Closing Date: 12/31/2004

Loan/Credit/Grant Number: 30000

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 53.0

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 21.0

Sector: Transport

Main Thematic Code: Municipal governance and institution building

Implementing Agency: MOT

Progress toward achieving development objective(s): The objectives of the project are: (a) improvement of the traffic carrying capacity and safety of the two main inland waterway routes connecting the Mekong River delta with Ho Chi Minh City. There is already evidence that travel times have reduced and safety improved. The traffic data has been checked since the last PSR and shows traffic growth in excess of the levels targeted in the PAD for this stage of the project. At Cho Gao the level of increase is causing some congestion. (b) rehabilitation and improvement of Can Tho Port to enable efficient transshipment and distribution of cargo. The volume of cargo for 2003 is expected to exceed the target as set out in the PAD for this stage in the project. The efficiency of the port has been improved because of the introduction of better equipment but the port now has capacity to expand its operations and needs to take a more commercial approach. (c) enhancing the capacity of MOT and related agencies to plan administer operate and maintain the inland waterway system in the Mekong River delta. PMU-W is one of the best PMUs in MoT and have demonstrated good implementation capacity. Institutional strengthening

within VIWA has been limited to this point but there will be an increased focus on this activity in the coming months.

Project Name (ID): Agricultural Diversification (P004844)

Country: Vietnam

Board Approval Date: 6/23/1998

Signing Date: 9/8/1998

Effectiveness Date: 12/22/1998

Mid-Term Review Date: 3/29/2001

Closing Date: 12/31/2004

Loan/Credit/Grant Number: 30990

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 36.6

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 30.2

Sector: Rural Sector

Main Thematic Code: Other rural development

Implementing Agency: MARD

Progress toward achieving development objective(s): The project's objective is to diversify and intensify agricultural production and thereby increase and stabilize farmers' incomes and rural employment in poor central highland and coastal provinces of Vietnam. Project components were adjusted following the mid-term review in March 2001 with the aim of promoting agricultural diversification more effectively in the project area, through the reduction of the scope of the rubber component from 60,000 to 30,000 ha and the simultaneous expansion of livestock and crop extension activities. Substantial results have been achieved by end-2003, particularly with regard to land allocation (measurement of about 100,000 ha - 33% of project targets and issuance of land use right certificates for 35,000 ha to 27,000 households in 110 villages), smallholder rubber development (new plantings reaching 37% of revised project targets), credit (100% of funds used to make short term and medium term loans for crop and livestock production). Based on the continuing successful implementation progress and the likely two year extension of the closing date to December 2006, the project is expected to achieve its development objectives.

Project Changes: Government has requested a two year extension of the closing date to December 31, 2006, to compensate for the initial start-up delays.

Project Name (ID): Mekong Delta Water Resources (P004845)

Country: Vietnam

Board Approval Date: 5/4/1999

Signing Date: 8/3/1999

Effectiveness Date: 10/29/1999

Mid-Term Review Date: 6/4/2003

Closing Date: 6/30/2005

Loan/Credit/Grant Number: 31980

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 83.7

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 17.5

Sector: Rural Sector

Main Thematic Code: Water resource management

Implementing Agency: MARD - MINISTRY OF AGRICULTURE & RURAL DEVELOPMENT

The project was restructured during 2002 (fiscal year): The scope for provision of rural drinking water supply and sanitation improvement has been expanded, given its positive impact on rural population. The restructuring emphasized the focus on intervention in main irrigation and drainage systems.

Progress toward achieving development objective(s): The project aims to promote agricultural production, reduce rural poverty, improve living conditions and facilitate sustainable water resources development and management in the Mekong Delta. The project implementation has achieved initial results and impact. This is reflected by improved irrigation and drainage systems to provide freshwater and brackish water to farmers according to local demand, improved drinking water supply and sanitation directly benefiting the rural poor, and institutional strengthening.

Project Changes: The Government proposed restructuring of the project, aiming at emphasizing activities that would provide significant benefits to farmers.

Outlook: The project would pick up implementation and make up the delays in early years of implementation, if counterpart funds are provided in a timely manner and released to the project areas quickly.

Project Name (ID): Xiaolangdi Multipurpose Project: Stage II (P034081)

Country: China

Board Approval Date: 6/24/1997

Signing Date: 9/11/1997

Effectiveness Date: 1/12/1998

Mid-Term Review Date: 6/11/2002

Closing Date: 12/31/2003

Loan/Credit/Grant Number: 42000

Undisbursed Amount (in US\$ millions-as of June 30, 2003): .2

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 311.4

Sector: Rural Sector

Main Thematic Code: Other urban development

Implementing Agency: YELLOW RIVER COMM.

Progress toward achieving development objective(s): The objectives of the project are to: (i) provide flood protection for 103 million people in the North China Plain in rural areas, several large and medium cities and major industrial centers; (ii) control sediment accretion in the lower reach of the Yellow River for a period of about 20 years; (iii) generate much needed hydropower; and (iii) supply irrigation water (and increase the reliability of irrigation) for some 2 million hectares and ensure more stable water supplies for downstream cities and industries. Project works were completed successfully with good quality and substantial cost-saving about two years ahead of schedule. Initial operation has provided large-scale expected benefits in flood, sediment and ice control, water supply and power generation. The project has entered the stage of normal operation by a competent operational team under Yellow River Water and Hydropower Development Corporation (YRWHDC). The dam now is able to regulate floods of 1/1000 frequency; flood, ice, sediment and drought management systems have been significantly strengthened. This project will be completed ahead of schedule and will achieve its objectives.

Outlook: Overall, this is a very successful multipurpose project with high return.

Project Name (ID): Labor Market Development (P034618)

Country: China

Board Approval Date: 12/19/1995

Signing Date: 1/31/1996

Effectiveness Date: 6/28/1996

Mid-Term Review Date: 3/4/1998

Closing Date: 12/31/2005

Loan/Credit/Grant Number: 39670

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 5.6

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 22.2

Sector: Social Protection

Main Thematic Code: Municipal governance and institution building

Implementing Agency: MINISTRY OF LABOR

Progress toward achieving development objective(s): The project aims to: (i) assist the Borrower in reforming its labor policies and legislation to facilitate the development of efficient labor markets and promote labor mobility; (ii) improve the delivery of effective redeployment assistance and training for workers so as to increase labor productivity and mobility; and (iii) strengthen the institutional capabilities of agencies of the Borrower and of the project entities responsible for managing labor market development. As measured by performance indicators, the project is on track to achieve the original development objectives. While impact evaluation is ongoing, greater impact and multiplier effect are likely to be achieved through the replication program by spreading the benefits and reforms.

Project Name (ID): Efficient Industrial Boilers (P035693)
Country: China
Board Approval Date: 12/23/1996
Signing Date: 2/14/1997
Effectiveness Date: 2/14/1997
Mid-Term Review Date:
Closing Date: 6/30/2004
Loan/Credit/Grant Number: 28484
Undisbursed Amount (in US\$ millions-as of June 30, 2003): 7.8
Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 23.1
Sector: Energy and Mining
Main Thematic Code: Climate change
Implementing Agency: MIN. OF MACHINERY

Progress toward achieving development objective(s): The principal objective of the project is to reduce emissions, emissions of total suspended particulates (TSP), sulfur dioxide (SO₂) and nitrogen oxides (NO_x), through: (a) the development of affordable energy- efficient and cleaner industrial boiler designs; (b) the mass production and marketing of the improved boiler models that have successfully met performance criteria; and (c) the broad dissemination of more energy-efficient and cleaner industrial boiler technologies throughout China through institutional strengthening, improved information exchange, and energy efficiency and environmental policy reform. Project implementation is on track and will largely meet its development objectives, albeit with about a three year delay, to develop clean boiler technology, and most importantly gearing up the capacity of the company that will be responsible for the promotion and widespread sales of this technology.

Project Name (ID): Hunan Power Development (P035698)
Country: China
Board Approval Date: 6/18/1998
Signing Date: 6/7/1999
Effectiveness Date: 12/13/1999
Mid-Term Review Date:
Closing Date: 12/31/2004
Loan/Credit/Grant Number: 43500
Undisbursed Amount (in US\$ millions-as of June 30, 2003): 63.9
Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 91.1
Sector: Energy and Mining
Main Thematic Code: Rural services and infrastructure
Implementing Agency: TBD

Progress toward achieving development objective(s): The project's objective is to remedy power shortages by providing efficient, reliable and environmentally sound power supply. Progress is steadily being achieved despite some delays particularly in the construction of the Leiyang power plant due to delay in procurement of the two main packages. Implementation of the sector restructuring plan was delayed pending decision by the central government, but the pace of reform picked up upon implementation. The objectives are expected to be achieved despite some delays.

Safeguards: Land acquisition and resettlement activities are being implemented as agreed. The Environment Management Plan (EMP) is well implemented.

Project Name (ID): Payment System and Bank Modernization (P036042)
Country: Vietnam
Board Approval Date: 11/21/1995
Signing Date: 1/16/1996
Effectiveness Date: 4/30/1996
Mid-Term Review Date:

Closing Date: 12/31/2003
Loan/Credit/Grant Number: 27850
Undisbursed Amount (in US\$ millions-as of June 30, 2003): 24.3
Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 20.4
Sector: Financial Sector

Main Thematic Code: Standards and financial reporting

Implementing Agency: STATE BANK VIETNAM

Progress toward achieving development objective(s): The DO will be fully achieved by the closing date. The first DO (improvement of payment services in the economy) has been achieved with the live operation of the high and low value payment systems (May 2002 and November 2003, respectively). The Second Development Objective (strengthening of institutional capabilities of participating banks) is almost fully achieved. The implementation of the payment and core banking systems at the six commercial bank sub-projects is almost complete. Their systems are now in live operation at different branch locations and only minor design issues and adjustments are left to be completed between now and the closing date.

Project Name (ID): Bali Urban Infrastructure (P036047)

Country: Indonesia

Board Approval Date: 5/6/1997

Signing Date: 6/9/1997

Effectiveness Date: 9/4/1997

Mid-Term Review Date: 7/20/2000

Closing Date: 6/30/2004

Loan/Credit/Grant Number: 41550

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 15.8

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 58.2

Sector: Urban Development

Main Thematic Code: Other financial and private sector development

Implementing Agency: MIN OF PUBLIC WORKS & BALI PROVINCE

Progress toward achieving development objective(s): The objective is to improve urban infrastructure services in Bali in a sustainable manner to meet: (i) basic needs in all important urban centers and (ii) the needs of growing urbanization in South Bali, as a result of tourism and other economic activities. This objective will be achieved through urban infrastructure investments, private sector participation, cultural heritage conservation and institutional strengthening. Infrastructure investment results have been very encouraging. Highly competitive prices have been obtained. Unit price of construction is at least 15% lower than similar work financed by others. The work with the National Transportation Board (NTB) is on schedule. Savings from competitive tenders have allowed more investments. The Community-Based Development Program for the first phase has been completed. The second phase is on-going. Over 16,000 families have benefited directly. The Bali Heritage Trust is beginning to function. The Taman Ujung conservation is on schedule. Some technical assistance has helped strengthen the urban management capacity of the local government.

Project Changes: Loan savings due to the depreciation of the Rupiah and the relatively significant lower cost of construction have enabled the government to extend the program. This includes the additional program for NTB (Lombok).

Outlook: There has substantial improvement in infrastructure service in the cities.

Project Name (ID): Coral Reef Rehabilitation and Management (P036048)

Country: Indonesia

Board Approval Date: 3/31/1998

Signing Date: 5/1/1998

Effectiveness Date: 6/30/1998

Mid-Term Review Date: 11/6/2000

Closing Date: 10/31/2003

Loan/Credit/Grant Number: 43050

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 2.5

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 4.4

Sector: Environment

Main Thematic Code: Biodiversity

Implementing Agency: INDONESIA INSTITUTE OF SCIENCES, BAPPENAS

Progress toward achieving development objective(s): The development objective of COREMAP-I was to establish a viable framework for a national coral reef management system in Indonesia, and the level of achievement has been moderately good. Progress in each of the five specific sub-objectives has been evaluated by an independent review panel as having satisfied the triggers to proceed to Phase II of the COREMAP APL, which has just been appraised. (1) A national coral reef policy and strategy has been drafted, consulted on and circulated but not formally adopted. Institutional capacity for coral reef management has been established at the Indonesian Institute of Sciences (LIPI) but in Phase II must be transferred to the Ministry of Marine Affairs and Fisheries and to the district governments that will implement community-based reef management (CBM) and monitoring, control and surveillance (MCS) at the Phase II sites. An effective model for CBM has been implemented at one field location (Taka Bone Rate) and for MCS at both; however, the designs need to be revised in Phase II to ensure sustainability. The public awareness campaign has been rated highly satisfactory and appears sustainable. The loan and grant closing dates will be extended to July 31, 2004 to bridge the gap between Phases I and II of the Adaptable Program Loan (APL).

Outlook: During the additional extension period, the COREMAP teams at the two Phase I sites will coordinate with the teams that will be implementing Phase II to ensure smooth transition in CBM and MCS. Work will be conducted at Selayar to remedy technical deficiencies in CBM facilities, and further progress will be made in CBM at Padaido Islands.

Project Name (ID): Child Development (P036049)

Country: Indonesia

Board Approval Date: 7/28/1998

Signing Date: 8/14/1998

Effectiveness Date: 10/16/1998

Mid-Term Review Date: 4/10/2002

Closing Date: 3/31/2005

Loan/Credit/Grant Number: 43780

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 3.9

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 7.0

Sector: Education

Main Thematic Code: Child health

Implementing Agency: DIRECTORATE OF EARLY CHILD EDUCATION - MONE

Progress toward achieving development objective(s): The project is achieving its three objectives: (i) facilitating the development of the ECD policy framework; (ii) capacity building for the ECD-related personnel, especially teachers in the ECD centers established by the project; and (iii) increasing access of poor children to ECD services.

Project Name (ID): Ulaanbaatar Services Improvement (P036052)

Country: Mongolia

Board Approval Date: 7/1/1997

Signing Date: 7/31/1997

Effectiveness Date: 8/5/1998

Mid-Term Review Date: 4/14/2000

Closing Date: 12/31/2003

Loan/Credit/Grant Number: 29730

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 2.5

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 13.9

Sector: Water Supply and Sanitation

Main Thematic Code: Water resource management

Implementing Agency: TBD

Progress toward achieving development objective(s): The improvement of the quality of life of the city's low income areas (obj. a) remains one of the most pressing concerns of most senior Ulaanbaatar officials. Inequities in payment for services is being addressed through tariff increases for apartment dwellers and institutional consumers, while retaining earlier tariffs for Ger area residents. The project is on track for completion in December 2003. Ongoing works will restore the level and quality of municipal water services (obj. b), which remains a high priority. The development of more efficient, autonomous, performance-oriented municipal institutions (obj. c) is being addressed through the tariff increases in November 2000 and October 2001. A small tariff increase was also made in 2002. However, another tariff increase for apartment dwellers and institutional consumers is necessary in 2003 so that USAG can break even. Project management and implementation (obj. d) continue to maintain the standard attained in recent years. On balance, the project should be able to meet objectives, even though the project will close later than originally foreseen.

Project Name (ID): Wanjiazhai Water Transfer (P036405)

Country: China

Board Approval Date: 6/3/1997

Signing Date: 8/29/1997

Effectiveness Date: 11/21/1997

Mid-Term Review Date:

Closing Date: 6/30/2004

Loan/Credit/Grant Number: 41790

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 49.0

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 276.0

Sector: Rural Sector

Main Thematic Code: Water resource management

Implementing Agency: YELLOW RIVER DIVERSION CORPORATION

Progress toward achieving development objective(s): The objectives of the project are to assist the Borrower in expanding the water supply in Taiyuan City in a manner designed to ensure sustained economic growth in an environmentally sound manner and reduce poverty by increasing employment. Most of the objectives have been achieved. All physical works have been completed and water is being delivered from the Yellow River to Taiyuan City. To ensure that the project is environmentally sound, an integrated water resources and environment management plan in Fen River Basin is under preparation. The Project is expected to achieve all its objectives.

Project Name (ID): Guangxi Urban Environment (P036414)

Country: China

Board Approval Date: 6/16/1998

Signing Date: 7/31/1998

Effectiveness Date: 10/30/1998

Mid-Term Review Date: 11/2/2001

Closing Date: 12/31/2004

Loan/Credit/Grant Number: 43480

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 74.6

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 17.6

Sector: Water Supply and Sanitation

Main Thematic Code: Water resource management

Implementing Agency: NANNING & GUILIN

Progress toward achieving development objective(s): The project development objectives are to: (i) improve the quality of major water bodies, in particular Chaoyang stream and Yongjiang in Nanning and Lijiang and its tributaries in Guilin; (ii) regulate the flow of the Lijiang; (iii) improve institutional and financial capacity for environmental protection, environmental services and water resource management; (iv) pilot a participatory approach to environmental improvement in poor neighborhoods; and (v) implement pilot schemes for control of sugar refinery pollution. The pace of project implementation has improved since March 2002. Engineering and construction work is advancing in Nanning but there

remains some bottlenecks in Guilin. The cities are implementing a range of works (with and without Bank financing) that will lead to making environmental improvements.

Outlook: Project is unlikely to be completed by current closing date of Dec. 31, 2004. Guangxi has indicated that it intends to request an extension.

Project Name (ID): Sichuan Power Transmission (P036947)

Country: China

Board Approval Date: 2/28/1995

Signing Date: 5/25/1995

Effectiveness Date: 11/20/1995

Mid-Term Review Date:

Closing Date: 12/31/2003

Loan/Credit/Grant Number: 38480

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 11.8

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 163.2

Sector: Energy and Mining

Main Thematic Code: Infrastructure services for private sector development

Implementing Agency: SEPC

Progress toward achieving development objective(s): The project objectives are to: (a) alleviate an acute shortage of electricity; (b) assist in designing and implementing a time-bound program to implement power subsector reforms in Sichuan Province; (c) support the implementation of further power tariff rationalization; (d) promote the transfer of contemporary technologies for extra high voltage power transmission networks; (e) strengthen institutional capabilities for environmental management and resettlement planning; and (f) upgrade management and operation capabilities through well focused staff training programs. Progress toward achieving the project development objectives is substantial. All physical components of the project have been completed and have been operating reliably to meet the power evacuation needs of the Ertan Hydropower station. A comprehensive training program was implemented during project implementation covering a variety of fields, including planning, designing, constructing and operating high voltage transmission networks, safeguards policies, and others.

Project Name (ID): National Highway (03) (P036949)

Country: China

Board Approval Date: 5/29/1998

Signing Date: 6/26/1998

Effectiveness Date: 9/11/1998

Mid-Term Review Date:

Closing Date: 12/31/2004

Loan/Credit/Grant Number: 43270

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 33.0

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 217.0

Sector: Transport

Main Thematic Code: Rural services and infrastructure

Implementing Agency: PRC/HUBEI

Progress toward achieving development objective(s): The project objectives are to: (a) relieve road transport congestion and improve the integration of interregional trade and commerce by assisting in the further development of the National Trunk Highway System (NTHS) in the principal North-South and East-West transport corridors and allowing for early completion of a functional expressway network in Hubei province, thus enabling through traffic to bypass Wuhan City; (b) strengthen institutional capacity at Hubei Provincial Communication Department (HPCD) and related institutions, through provision of training, technical assistance and equipment, in planning, design, construction, operation and maintenance of Hubei 's highway network; (c) develop a policy dialogue in the areas of the commercialization and corporatization of provincial expressway companies and highway maintenance management; and (d) improve the safety of road transport. Good progress is being made toward achieving the objectives. The Dawu-Quanli and Yongan-Baoxie expressways and interconnecting roads opened to traffic on December

15, 2001 and is providing the expected services to road users and relieving road transport congestion. The institutional strengthening, policy dialogue and road traffic safety components are close to completion which will help strengthen institutional capacity at HPCD and related institutions.

Project Name (ID): Basic Education (04) (P036952)
Country: China
Board Approval Date: 5/27/1997
Signing Date: 6/26/1997
Effectiveness Date: 9/24/1997
Mid-Term Review Date: 9/24/2000
Closing Date: 9/30/2003
Loan/Credit/Grant Number: 29540
Undisbursed Amount (in US\$ millions-as of June 30, 2003): .9
Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 81.7
Sector: Education
Main Thematic Code: Education for all
Implementing Agency: SEDC
Progress toward achieving development objective(s): Objectives were to increase access/equity and enhance quality for the absolute poor in primary and junior secondary education in poor and minority areas and to improve efficiency in the delivery of education through improving educational management at national, provincial and country levels. Implementation was completed and the achievement of objectives and physical outputs was good. Project Development Objectives were achieved. Implementation Completion Report will be completed soon.

Project Name (ID): Health (09) (P036953)
Country: China
Board Approval Date: 5/4/1999
Signing Date: 7/29/1999
Effectiveness Date: 1/24/2000
Mid-Term Review Date:
Closing Date: 6/30/2006
Loan/Credit/Grant Number: 44620
Undisbursed Amount (in US\$ millions-as of June 30, 2003): 39.1
Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 20.9
Sector: Health, Nutrition and Population
Main Thematic Code: Child health
Implementing Agency: MINISTRY OF PUBLIC HEALTH
Progress toward achieving development objective(s): The project has three main development objectives: (1) reducing maternal and child morbidity and mortality and improving child development; (2) preventing and controlling HIV/AIDS and sexually transmitted diseases; and (3) assuring the supply of safe blood for medical use and improving blood management. The positive impacts of the Maternal and Child Health have already been felt. HIV/AIDS prevention component has made significant contributions in assisting the Government to develop appropriate policies and to implement surveillance, training and community-based interventions. Significant scaling up of successful interventions will be required in coming years. The Government has made very significant improvements in voluntary supply of safe blood and in its management.

Project Name (ID): Safe Motherhood Project: A Partnership and Family Approach (P036956)
Country: Indonesia
Board Approval Date: 7/1/1997
Signing Date: 8/4/1997
Effectiveness Date: 9/23/1997
Mid-Term Review Date: 10/20/2000

Closing Date: 12/31/2004

Loan/Credit/Grant Number: 42070

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 8.7

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 24.7

Sector: Health, Nutrition and Population

Main Thematic Code: Population and reproductive health

Implementing Agency: MOP/BKKBN

Progress toward achieving development objective(s): The project aims to assist the Government of Indonesia to improve maternal health status through improving access to maternal health services, improving focus on demand and piloting new approaches for improving maternal health in selected districts in East and Central Java. The project also piloted new approaches for addressing reproductive health needs and education for the youth. The project was restructured during the economic crisis and later at mid-term to adjust for the decentralization and to support a more integrated district planning. The project has also provided valuable learning experience through a number of new initiatives and pilots which have made important contributions. The team is collecting data for the final evaluation and that will be reflected in the final evaluation. The early results show that progress toward achieving the performance indicators is mixed. Some districts have done very well in all aspects while others lagged behind. At the moment it seems that the value added in terms of learning and adapting to decentralization as well as piloting new ideas has been good. However, the overall achievements in terms of results may not be as expected. Data is being compiled to substantiate achievement.

Project Name (ID): Agrarian Reform Communities Development (P037079)

Country: Philippines

Board Approval Date: 11/26/1996

Signing Date: 12/20/1996

Effectiveness Date: 4/8/1997

Mid-Term Review Date: 5/15/2000

Closing Date: 12/31/2003

Loan/Credit/Grant Number: 41090

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 1.2

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 48.8

Sector: Rural Sector

Main Thematic Code: Rural policies and institutions

Implementing Agency: DAR

Progress toward achieving development objective(s): The objective is to strengthen the capacity of farmers and community organizations in agrarian reform communities (ARCs) to plan and undertake development activities that will raise their incomes and provide further opportunities for sustainable growth and poverty reduction. This has been achieved substantially as manifested in the following key performance indicators: (i) increase in real net income by 54% (overall target is 40%); (ii) increase in crop intensification by 45% (overall target is 40%); (iii) construction of 809.64-kilometer village access road (overall target is 830); (iv) good and adequate quality of infrastructure maintenance (overall target is "Adequate"); (v) increase in business assets of the Peoples Organizations assisted by US\$ 300,000 (overall target is US\$ 200,000); (vi) increase in the number of participating ARCs to 102 (overall target is 100); and (viii) irrigation of 8,491 ha (overall target is 10,019 ha).

Outlook: The operation and maintenance activities of the completed investments are now being carried out by the beneficiaries and local governments. This is a positive indication of the project's sustainability, leading to maximization of investments and corresponding benefits.

Project Name (ID): East Java and East Nusa Tenggara Junior Secondary Education (P037097)

Country: Indonesia

Board Approval Date: 6/18/1996

Signing Date: 8/12/1996

Effectiveness Date: 10/16/1996

Mid-Term Review Date: 11/4/1999

Closing Date: 12/31/2003
Loan/Credit/Grant Number: 40420
Undisbursed Amount (in US\$ millions-as of June 30, 2003): 14.9
Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 80.5
Sector: Education

Main Thematic Code: Education for all

Implementing Agency: MOEC

Progress toward achieving development objective(s): The project is achieving its three objectives: increasing the access of the children in the poor, rural/remote areas to junior secondary education; improving quality of the teaching and learning; and improving the educational management capacity.

Project Name (ID): CN-GEF Energy Conservation (P037859)

Country: China

Board Approval Date: 3/26/1998

Signing Date: 6/26/1998

Effectiveness Date: 12/16/1998

Mid-Term Review Date:

Closing Date: 6/30/2006

Loan/Credit/Grant Number: 28323

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 2.4

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 19.1

Sector: Energy and Mining

Main Thematic Code: Climate change

Implementing Agency: SETC

Progress toward achieving development objective(s): The objective of the project is to achieve large, sustained and growing increases in energy efficiency and associated reductions in growth of carbon dioxide emissions and other pollutants by: (a) introducing, demonstrating and disseminating new project financing concepts and market-oriented institutions to promote and implement energy efficiency measures in China; and (b) developing a more efficient national energy conservation information dissemination program. This project has already achieved a number of its key development objectives, and remains on track to meet remaining objectives. To date, the three Energy Management Companies (EMCs) have entered into 285 energy performance contracts with an aggregate investment of US\$68.9 million. The three EMCs expect to meet their business plans for 2003, which include over \$21 million in new energy efficiency transactions. Energy savings to date stand at over 1.4 million tce and carbon emission reductions at almost 1.0 million tons.

Outlook: The success achieved in this project in developing Energy Saving Companies (ESCOs) in China for the first time has provided the foundation for an ambitious follow-up, Second Energy Conservation Project, which began implementation in 2003.

Project Name (ID): Renewable Energy Development Project - GEF (P038121)

Country: China

Board Approval Date: 6/8/1999

Signing Date: 6/26/2001

Effectiveness Date: 12/12/2001

Mid-Term Review Date:

Closing Date: 6/30/2007

Loan/Credit/Grant Number:

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 27.6

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 2.1

Sector: Energy and Mining

Main Thematic Code: Climate change

Implementing Agency: STATE ECONOMIC AND TRADE COMMISSION

Progress toward achieving development objective(s): The project's global objectives are to: (a) reduce greenhouse gas emissions by producing electricity from renewable energy, (b) reduce costs of

renewable energy to permit long-term financial sustainability, and (c) remove barriers to the large-scale commercialization of the technologies. Participating photovoltaic (PV) companies as of the end of 2002 had sold 44,000 units compared with a projection of 49,000 for this stage of the project. Total sales reported by the companies (including the first three months of 2003) amount to 60,000 units. A further 11 companies are now participating. The technical assistance program is also contributing by improving the business orientation of participating companies and also finding ways to provide consumer financing, which will deepen the market for PV equipment. Nonetheless, the development of a sustainable market is still a considerable challenge, and the companies still face stiff competition with non market based programs and this critical risk must be mitigated. There are now some 25 companies under contract to carry out activities that contribute to improved quality or cost reduction. The program support work, including comparative testing of components, is improving information and quality in the market. The indications are that the wind farms will have a strong demonstration effect (many existing wind farm operators are looking to the project to give clear price signals and establish 'best practice' operating procedures). The technical assistance program has shown some positive effects, especially through the study tours which have provided considerable impetus to Shanghai's interest in a wind power development plan.

Project Name (ID): Heilongjiang Agricultural Development (P038988)

Country: China

Board Approval Date: 5/13/1997

Signing Date: 6/26/1997

Effectiveness Date: 9/24/1997

Mid-Term Review Date: 9/5/2000

Closing Date: 6/30/2004

Loan/Credit/Grant Number: 41610

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 9.8

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 110.2

Sector: Rural Sector

Main Thematic Code: Rural services and infrastructure

Implementing Agency: HEILONGJIANG PR

Progress toward achieving development objective(s): The objective is to raise incomes and living standards, stimulate market oriented enterprise development in rural Heilongjiang industries, and expand rural employment by increasing livestock and aquaculture production and expanding or improving crop and livestock processing. The project's overall physical progress is good. Livestock production, aquaculture and support services are completed. As a result, over 50,000 farm households are engaged in livestock and aquaculture production, meeting the project objectives. Considerable progress has been made in carrying out enterprise reform by all enterprises, which has basically met the project requirements and has had a positive impact on project management and enterprise development. All 14 enterprises have been restructured into the limited liability companies, though the models vary. This has made a significant contribution to improvement of efficiency and productivity of the enterprises.

Project Name (ID): First National Roads Improvement and Management (P039019)

Country: Philippines

Board Approval Date: 2/15/2000

Signing Date: 4/10/2000

Effectiveness Date: 7/7/2000

Mid-Term Review Date: 7/19/2002

Closing Date: 6/30/2004

Loan/Credit/Grant Number: 70060

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 92.8

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 57.2

Sector: Transport

Main Thematic Code: State enterprise/bank restructuring and privatization

Implementing Agency: DEPARTMENT OF PUBLIC WORKS AND HIGHWAYS (DPWH)

Progress toward achieving development objective(s): Development objectives include: (i) upgrading of the National Roads System where needed; (ii) establishing a well-functioning preventive maintenance program; (iii) testing long-term performance-based maintenance contracts; (iv) re-designing the DPWH road management program; and (v) designing overall policy and institutional reforms (organizational structures, communications program to support reforms, and local consulting and contracting industries strengthened). Improvements to the quality of the road network are well advanced but the road upgrading program is experiencing delay of up to 18 months. The pace of road sector reform continues to be slow since the change of administration in January 2001, and appears likely to cause a delay of at least one year in reaching project objectives.

Significant Issue: The administration and expenditure program of the Road Fund Board require substantial improvements. Low counterpart funding due to Government budget restrictions and implementation delays are preventing timely completion of the Project.

Outlook: The project is expected to be only about 60% completed by the current closing date. The basis for possible extension is under review.

Project Name (ID): LGU Urban Water and Sanitation (P039022)

Country: Philippines

Board Approval Date: 12/15/1998

Signing Date: 1/29/1999

Effectiveness Date: 5/27/1999

Mid-Term Review Date: 3/12/2001

Closing Date: 9/30/2003

Loan/Credit/Grant Number: 44220

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 0.0

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 0.0

Sector: Water Supply and Sanitation

Main Thematic Code: Municipal governance and institution building

Implementing Agency: MWSS

Progress toward achieving development objective(s): This project (APL 1) is the first of a series of three Bank-supported investments - Adaptable Program Loans or APLs - which will assist the Government of the Philippines to implement its forward-looking water and sanitation sector policies. The project development objective is to provide technical demonstration, through a reasonably large sample of Local Government Units (LGUs), that with appropriate technical and financial designs, pricing rules and institutional incentives, water supply systems, irrespective of size, can be made both viable and sustainable. In 2002, project implementation was affected by the decline in market interest rates below the onlending rates of the project, and availability of funds under the second programmatic loan (APL2). As a result, project implementation ground to a halt and did not restart. All ongoing projects were transferred to the second loan (APL 2), which has more attractive borrowing rates than APL1. Therefore, the project development objectives of this project were not achieved as originally expected.

Project Name (ID): West Java Basic Education (P039644)

Country: Indonesia

Board Approval Date: 3/31/1998

Signing Date: 5/1/1998

Effectiveness Date: 7/28/1998

Mid-Term Review Date: 8/28/2000

Closing Date: 12/31/2004

Loan/Credit/Grant Number: 43080

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 19.6

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 80.2

Sector: Education

Main Thematic Code: Education for all

Implementing Agency: MINISTRY OF EDUCATION

Progress toward achieving development objective(s): The project aims to: (a) improve at the district level the quality of basic education and access to junior secondary education and (b) in education management and capacity building, to improve educational planning and management at the central, provincial and district levels; and develop institutional and interagency capacity at district and provincial levels for the delivery of the nine-year basic education program. Overall, implementation of the key project activities (rehabilitation, block grants for quality interventions, contract teachers, teacher certification and school mapping) have contributed to improving the quality of education and decentralized planning and management.

Project Name (ID): Montreal Protocol Ozone Depleting Substances Phase Out (04) (P039838)

Country: China

Board Approval Date: 11/21/1997

Signing Date: 5/4/1996

Effectiveness Date: 5/4/1996

Mid-Term Review Date:

Closing Date: 6/30/2011

Loan/Credit/Grant Number: 22017

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 236.0

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 114.3

Sector: Environment

Main Thematic Code: Environmental policies and institutions

Implementing Agency: NEPA

Progress toward achieving development objective(s): The key development objective of this project is the phase out of Ozone Depleting Substances(ODS). China represents one of the largest remaining ODS producers and consumers. Through a combination of regulatory measures, public information and financial assistance to enterprises, China has developed a large ODS phase out program. All sectors involved so far have successfully met their annual production and consumption targets on schedule. Out of six sector plans in the project, one has been completed and five are under implementation. All annual programs up to 2002 have been verified by performance audits to be successful. This confirms that the project is fully on track to meet its global development objectives.

Project Name (ID): Bengkulu Regional Development (P040061)

Country: Indonesia

Board Approval Date: 3/3/1998

Signing Date: 5/1/1998

Effectiveness Date: 7/10/1998

Mid-Term Review Date: 6/15/2001

Closing Date: 8/31/2004

Loan/Credit/Grant Number: 42900

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 11.4

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 4.1

Sector: Rural Sector

Main Thematic Code: Other social protection and risk management

Implementing Agency: PROV. GOV. BENGKULU

Progress toward achieving development objective(s): The project's development objective is to reduce poverty in rural areas of Bengkulu Province of Sumatera through provision of grants to villagers to on lend as microfinance for investment in viable activities and to improve the quality of life through provision of small-scale infrastructure. The project implementation continues to improve although long-term problems with quality of microfinance technical assistance and reluctance to take effective action in unresponsive villages continue. Progress reporting is generally good as is monitoring and evaluation. Project management, facilitators and beneficiaries are all comfortable with the project approach and implementation details, and are satisfied that sufficient resources are being made available to carry out the project activities. Project performance is good in Bengkulu Utara and Rejang Lebong but is uneven in Bengkulu Selatan, for the microfinance component which is now the focus of the project. The

infrastructure program consisting of village roads and small irrigation facilities is proceeding well and there are no issues for attention. Similarly, the technology transfer component is doing well and is contributing to improvement in productivity of investments made by the project beneficiaries.

Project Name (ID): ID - CORAL REEF MGMT REHA (P040062)

Country: Indonesia

Board Approval Date: 3/31/1998

Signing Date: 5/1/1998

Effectiveness Date: 6/30/1998

Mid-Term Review Date: 11/6/2000

Closing Date: 10/31/2003

Loan/Credit/Grant Number: 28373

Undisbursed Amount (in US\$ millions-as of June 30, 2003): .6

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 3.5

Sector: Environment

Main Thematic Code: Biodiversity

Implementing Agency: INDONESIA INSTITUTE OF SCIENCES/BAPPENAS

Progress toward achieving development objective(s): The development objectives of COREMAP-I is to establish a viable framework for a national coral reef management system in Indonesia, and the level of achievement has been moderately good. Progress in each of the five specific sub-objectives has been evaluated by an independent review panel as having satisfied the triggers to proceed to Phase II of the COREMAP Adaptable Program Loan (APL), which has just been appraised. (1) A national coral reef policy and strategy has been drafted, consulted on and circulated but not formally adopted. Institutional capacity for coral reef management has been established at the Indonesian Institute of Sciences (LIPI) but in Phase II must be transferred to the Ministry of Marine Affairs and Fisheries and to the district governments that will implement community-based reef management (CBM) and monitoring, control and surveillance (MCS) at the Phase II sites. An effective model for CBM has been implemented at one field location (Taka Bone Rate) and for MCS at both; however, the designs need to be revised in Phase II to ensure sustainability. The public awareness campaign has been rated very well and appears sustainable. The loan and grant closing dates will be extended to July 31, 2004 to bridge the gap between Phases I and II of the APL.

Outlook: During the additional extension period, the COREMAP teams at the two Phase I sites will coordinate with the teams that will be implementing Phase II to ensure smooth transition in CBM and MCS. Work will be conducted at Selayar to remedy technical deficiencies in CBM facilities, and further progress will be made in CBM at Padaido Islands.

Project Name (ID): Shandong Environment (P040185)

Country: China

Board Approval Date: 10/28/1997

Signing Date: 2/4/1998

Effectiveness Date: 7/30/1998

Mid-Term Review Date:

Closing Date: 12/31/2003

Loan/Credit/Grant Number: 42370

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 23.2

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 70.4

Sector: Urban Development

Main Thematic Code: Municipal governance and institution building

Implementing Agency: SHANDONG URB. & RURAL CONST. COM/ENV. PROT. BUREAU-SURC/SEP

Progress toward achieving development objective(s): The project's development objectives are to: (a) support improvement of environmental pollution control, including air quality improvements; (b) prevent further depletion of groundwater resources in Jinan; (c) support sustainable water resource management in Xiaoqing river basin; and (d) support financially sustainable expansion of Urban-Environmental services. The project is virtually complete and has already delivered considerable benefits: Jinan Water

Supply Component is delivering an additional 230,000 cubic meters of water per day - corresponding to 35% of total daily water supply of the city thereby reducing groundwater abstraction substantially, as intended. All wastewater in Jinan will now be conveyed to existing treatment facilities (thereby utilizing existing infrastructure assets more effectively) through trunk and secondary sewers constructed under the project. The proportion of the population and industry served by district steam and heating networks in Weihai and Yantai has been substantially increased through the construction of combined heat and power plants, and network expansion. This has enabled many old and polluting individual boilers to be disconnected and a significant improvement in air quality has already been recorded. Water, wastewater and district heating enterprise tariffs have been adjusted periodically to ensure sustainable service provision. With a view to enhancing the project's impact further, the Government is expected to request that Loan savings be reallocated to finance: a) an expansion to the water distribution network in Jinan to fully utilize the additional source supply implemented under the project and b) expanding power and heating capacity in Weihai and Yantai, to increase the customer base and reduce the frequency of breakdowns, thereby, improving services efficiency and the profitability of the utilities.

Project Name (ID): Quality of Undergraduate Education (P040195)

Country: Indonesia

Board Approval Date: 6/17/1997

Signing Date: 8/4/1997

Effectiveness Date: 9/24/1997

Mid-Term Review Date:

Closing Date: 3/31/2004

Loan/Credit/Grant Number: 41930

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 11.7

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 49.6

Sector: Education

Main Thematic Code: Education for the knowledge economy

Implementing Agency: TBD

Progress toward achieving development objective(s): The project aims to: improve the quality of undergraduate study programs in national priority fields and promote a more cost-effective allocation of public funds by directing resources to high priority fields at both public and private universities. Various indicators show that the majority of mid-term targets are being met, including particularly, improved grade point averages, test scores, decrease in job-waiting period, among others.

Project Name (ID): Sumatera Basic Education (P040196)

Country: Indonesia

Board Approval Date: 4/8/1999

Signing Date: 4/16/1999

Effectiveness Date: 5/26/1999

Mid-Term Review Date:

Closing Date: 4/30/2006

Loan/Credit/Grant Number: 44560

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 29.7

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 44.3

Sector: Education

Main Thematic Code: Education for all

Progress toward achieving development objective(s): The objective is to mitigate the effect of the economic crisis on basic education enrollment and operation of primary and junior secondary schools and to support recovery and return to the medium-term education strategies. Favorable progress in implementation activities has increased the likelihood of the objective's being met, particularly in school enrollment, school mapping/consolidation, teacher certification and decentralization.

Project Name (ID): Henan Provincial Highway (02) (P040513)

Country: China
Board Approval Date: 5/30/1996
Signing Date: 9/13/1996
Effectiveness Date: 12/11/1996
Mid-Term Review Date:
Closing Date: 12/31/2004
Loan/Credit/Grant Number: 40270
Undisbursed Amount (in US\$ millions-as of June 30, 2003): 42.9
Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 167.1
Sector: Transport
Main Thematic Code: Rural services and infrastructure
Implementing Agency: HENAN PROVINCE
Progress toward achieving development objective(s): The objectives are to: (a) reduce traffic congestion in the Luoyang-Sanmenxia corridor; (b) stimulate economic activity in Luoyang-Sanmenxia corridor; (c) help alleviate poverty in poor counties; (d) strengthen institutional capabilities; and (e) increase roadway safety. The project has been progressing at a steady pace and there are good prospects for achieving the expected outcomes. The Luoyang-Sanmenxia Expressway (LSE) has been opened to traffic since December 2001. The final phase of the Roads Improvement for Poverty Alleviation (RIPA) program is completed and, together with the first three phases, shows results in improved and reliable access to poor counties. The Institutional Strengthening and Training (IST) component is being well implemented.
Project Changes: The closing date was extended to accommodate delays in the traffic engineering component.

Project Name (ID): Western Java Environmental Management (P040528)
Country: Indonesia
Board Approval Date: 6/12/2001
Signing Date: 8/30/2001
Effectiveness Date: 3/28/2002
Mid-Term Review Date:
Closing Date: 6/30/2005
Loan/Credit/Grant Number: 46120
Undisbursed Amount (in US\$ millions-as of June 30, 2003): 16.4
Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 1.8
Sector: Urban Development
Main Thematic Code: Climate change
Implementing Agency: MINISTRY OF SETTLEMENTS & REGIONAL INFRASTRUCTURE
Progress toward achieving development objective(s): The objectives of this Adaptable Program Loan (APL I) are: (a) to lay the strategic framework which will form the institutional and community foundation for sustainable environmental waste management among the participating local and provincial governments; (b) to prepare detailed designs for the investments to be implemented mostly during APL2 and APL3; and (c) to form the basis for reducing Greenhouse Gas (GHG) emissions by establishing commercial scale compost production. Progress in meeting the objectives is as follows: All the participating local governments (PLGs) have prepared Annual Environmental Status Reports in a participatory manner. Most PLGs have mobilized consultancy services to prepare local environmental strategies and have established landfill neighborhood advisory committees. It is expected that all the sub-components will be completed before the project closing date. The compost subsidy guidelines were prepared and the Ministry of Finance has completed the necessary budgetary arrangements. The preliminary response from compost producers is encouraging.
Outlook: The real success of APL I, and its timely transition to APL II, depend entirely on the implementation of each sub-component, on the decisions and actions of the central Government and PLGs in meeting the trigger requirements, and on the timely preparation of the strategy and sub-projects of APL II.

Project Name (ID): Eastern Indonesia Region Transport (P040578)
Country: Indonesia
Board Approval Date: 12/11/2001
Signing Date: 1/22/2002
Effectiveness Date: 3/27/2002
Mid-Term Review Date:
Closing Date: 6/30/2006
Loan/Credit/Grant Number: 46430
Undisbursed Amount (in US\$ millions-as of June 30, 2003): 148.1
Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 51.9
Sector: Transport
Main Thematic Code: Infrastructure services for private sector development
Implementing Agency: MINISTRY OF SETTLEMENTS AND REGIONAL INFRASTRUCTURE
Progress toward achieving development objective(s): Very good progress was made toward objective 1: improvement of national and strategic roads to reduce transport costs and provide reliable road access. Reasonable progress was made toward objective 2: decentralized planning and management of roads to be operational and sustainable. Progress toward achievement of objective 3: improved use of scarce financial and natural resources through increased efficiency, quality and transparency of implementation. Generally the procurement process is going well. The quality of construction is average.

Project Name (ID): Tianjin Urban Development and Environment (02) (P040599)
Country: China
Board Approval Date: 5/20/2003
Signing Date: 7/10/2003
Effectiveness Date:
Mid-Term Review Date:
Closing Date: 6/30/2010
Loan/Credit/Grant Number: 46950
Undisbursed Amount (in US\$ millions-as of June 30, 2003): 150.0
Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 0.0
Sector: Urban Development
Main Thematic Code: Access to urban services for the poor
Implementing Agency: TIANJIN MUNICIPAL GOVERNMENT
Progress toward achieving development objective(s): The loan is not yet effective.

Project Name (ID): Energy (P040907)
Country: Mongolia
Board Approval Date: 5/3/2001
Signing Date: 8/2/2001
Effectiveness Date: 7/30/2002
Mid-Term Review Date:
Closing Date: 12/31/2006
Loan/Credit/Grant Number: 35030
Undisbursed Amount (in US\$ millions-as of June 30, 2003): 32.8
Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 0.0
Sector: Energy and Mining
Main Thematic Code: Infrastructure services for private sector development
Implementing Agency: ENERGY AUTHORITY
Progress toward achieving development objective(s): The objective is to reduce system losses and improve revenue collection in electricity distribution companies. A central emphasis is to improve the reliability and financial sustainability of electricity distribution companies, so that consumers are provided reliable, high-quality distribution services. Progress toward these objectives is on track. The eight electricity companies have recently developed business plans, a first in the country, and have introduced monitoring indicators on both financial and technical indices. All contracts for equipment, except for the

meter and instrument transformers, have been completed. Significant progress in construction is expected in 2004.

Outlook: Installation of meters and distribution transformers was to start in the spring of 2004, with tangible improvement in performance indicators starting to materialize in the spring of 2005.

Project Name (ID): National Highway (04) (P041268)

Country: China

Board Approval Date: 6/17/1999

Signing Date: 9/17/1999

Effectiveness Date: 12/13/1999

Mid-Term Review Date:

Closing Date: 6/30/2005

Loan/Credit/Grant Number: 44930

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 82.6

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 267.4

Sector: Transport

Main Thematic Code: Municipal governance and institution building

Implementing Agency: MINISTRY OF COMMUNICATION

Progress toward achieving development objective(s): The project development objectives are to: (i) relieve traffic congestion and improve the mobility and integration of inter-provincial trade and commerce between Hunan and Hubei Provinces by assisting in the development of a key section of China's National Trunk Highway System (NTHS) in the principal Beijing-Zhuhai corridor; (ii) strengthen highway institutional capacity at the Hunan and Hubei Provincial Communications Departments (HPCD) and related sector institutions, through policy and institutional reform, provision of training, technical assistance and equipment, in planning, finance, design, construction, operation and maintenance of highway networks; (iii) develop and sustain a policy dialogue in the two key policy areas of the commercialization and corporatization of provincial toll road authorities and of province-wide highway maintenance management; and (iv) improve the safety of road transport. The project is progressing well in both Hubei and Hunan provinces. In Hubei, the Zhengdian-Tucheng Expressway opened to traffic in September 2002. Works on other roads component are still ongoing and expected to be completed before the project closing date. In Hunan, the Linxiang-Changsha Expressway opened to traffic in November 2002. In both provinces, good progress have been achieved on institutional strengthening, capacity building, policy dialogue and road safety.

Project Name (ID): Liaoning Urban Transport (P041890)

Country: China

Board Approval Date: 3/30/1999

Signing Date: 7/27/1999

Effectiveness Date: 12/28/1999

Mid-Term Review Date:

Closing Date: 12/31/2004

Loan/Credit/Grant Number: 44530

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 52.8

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 97.2

Sector: Transport

Main Thematic Code: Infrastructure services for private sector development

Implementing Agency: LUCRPO

Progress toward achieving development objective(s): Within the three cities of Shenyang, Fushun, and Anshan in the Province of Liaoning, the project objectives are to (a) alleviate bottlenecks in the road system; (b) increase efficiency and effectiveness of public transport services; (c) improve maintenance of road investments; (d) improve environmental sustainability of project investments; (e) improve operational efficiency and safety of the road system; and (f) strengthen local capacity for urban transport system management. Progress toward achieving this objectives is steady. Except in Fushun, almost all new road constructions has been completed which alleviates bottlenecks and reduces travel times. Funding for

road maintenance in the three cities has been increased according to the agreed development agenda. Shenyang office has agreed to implement a road bus priority lane and a channelization improvement program according to the agreed designs, which will increase operational efficiency and safety of the road system.

Project Changes: A restructuring of the Project and reallocation of loan proceeds which shifts funds from road infrastructure into road maintenance has been agreed in principle. A formal request from the Ministry of Finance is awaited.

Project Name (ID): Sumatra Junior Secondary Education (P041894)

Country: Indonesia

Board Approval Date: 9/17/1996

Signing Date: 11/7/1996

Effectiveness Date: 1/13/1997

Mid-Term Review Date:

Closing Date: 12/31/2003

Loan/Credit/Grant Number: 40950

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 15.2

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 82.6

Sector: Education

Main Thematic Code: Education for all

Implementing Agency: TBD

Progress toward achieving development objective(s): The project is achieving its three objectives: increasing the access of the children in the poor, rural/remote areas to junior secondary education improving quality of the teaching and learning and improving the educational management capacity.

Project Name (ID): Sulawesi and Eastern Islands Basic Education (P041895)

Country: Indonesia

Board Approval Date: 4/8/1999

Signing Date: 4/16/1999

Effectiveness Date: 5/26/1999

Mid-Term Review Date: 5/23/2003

Closing Date: 4/30/2006

Loan/Credit/Grant Number: 44550

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 33.6

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 29.5

Sector: Education

Main Thematic Code: Education for all

Progress toward achieving development objective(s): The project aims at mitigating the effect of the economic crisis on basic education enrollment and operation of primary and junior secondary schools, and supporting recovery and return to the medium-term education strategies. Because of the way the project was restructured and its teacher training interventions eventually dropped, learning outcomes are not expected to increase significantly over the life of the project. Through the block grants program, however, school-based management is improving. The school mapping contributes to improved planning and budgeting at the district level, including informing districts about which schools are potential beneficiaries.

Project Name (ID): Beijing Environment (02) (P042109)

Country: China

Board Approval Date: 6/20/2000

Signing Date: 10/10/2000

Effectiveness Date: 5/11/2001

Mid-Term Review Date: 11/8/2002

Closing Date: 12/31/2006

Loan/Credit/Grant Number: 45660

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 305.8

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 43.2

Sector: Environment

Main Thematic Code: Climate change

Implementing Agency: BEIJING MUNICIPAL GOVERNMENT

Progress toward achieving development objective(s): The project's development objective is to have a visible and sustained alleviation of air and water pollution in Beijing by helping to: a) convert scattered coal-fired boilers to natural gas boilers; b) promote energy conservation in heating systems; c) construct key wastewater trunk interceptors and associated treatment facilities; and (d) strengthen environmental management institutions of Beijing. The project is progressing well overall. Implementation of the sewerage component has been speedy and results are felt on the ground. The Government is moving toward more market-based provision of services. With regard to the conversion from coal to natural gas, overall fuel conversion is proceeding well, although the agency financed directly under the project is playing a smaller role than expected. In the institutional development of the sewerage sector and company, operational and financial autonomy increased significantly with the formal incorporation of the Beijing Drainage Group Corporation, and the increased sewerage tariffs by Yuan 0.2 per cubic meter.

Outlook: Steady progress and early completion is expected in sewerage components. Major progress in various studies related to air pollution control is expected. Coal boiler conversion component would need restructuring.

Project Name (ID): Provincial Infrastructure (P042237)

Country: Lao People's De

Board Approval Date: 9/22/1998

Signing Date: 12/21/1998

Effectiveness Date: 3/19/1999

Mid-Term Review Date: 5/17/2002

Closing Date: 11/30/2006

Loan/Credit/Grant Number: 31310

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 12.7

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 15.2

Sector: Transport

Main Thematic Code: Rural services and infrastructure

Implementing Agency: PHONGSALI AND OUDOMNAI PROVINCIAL GOVERNMENT

Progress toward achieving development objective(s): The development objectives are to: (i) provide basic infrastructure in support of social and economic development of Phongsaly and Oudomxay provinces through the provision of physical access, and water supply to meet their needs; (ii) build/strengthen planning, budgeting, management, and technical capacity of local governments; and (iii) develop human resource base for longer term sustainability of the project. The capacity of the Provinces for implementing the project continues to be strong, and there is high likelihood that both the scope and the development objectives of the project will be fully achieved and all targets met by the closing date. All components are making good progress and are close to meeting their performance indicators. The transport access component is making strong progress. The urban water supply component has been operational for just over a year in the two towns. The rural water supply and sanitation component is progressing well and the process is highly effective and sustainable, with very high ownership and appreciation from the beneficiaries, and strong impact on poverty. The local cost recovery and financing schemes are working well, and typically included means for supporting the poorer families within the community. The institutional strengthening component is also being expanded, especially in language and academic training, and both Provinces are paying attention to monitoring effectiveness and improved selection of candidates and courses. The project is expected to achieve its development objectives. The project is expected to achieve its development objectives.

Project Name (ID): Distribution Automation and Reliability Improvement (P042268)

Country: Thailand

Board Approval Date: 7/16/1996
Signing Date: 9/27/1996
Effectiveness Date: 3/25/1997
Mid-Term Review Date:
Closing Date: 12/31/2004
Loan/Credit/Grant Number: 40670
Undisbursed Amount (in US\$ millions-as of June 30, 2003): 22.2
Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 77.8
Sector: Energy and Mining
Main Thematic Code: Infrastructure services for private sector development
Implementing Agency: PEA

Progress toward achieving development objective(s): The objectives of the project are to: (a) improve through automation the efficiency and reliability of the Provincial Electricity Authority's (PEA) distribution network and strengthen its operational capabilities; (b) upgrade the distribution system in the south of Thailand to meet demand growth efficiently and at least cost; (c) strengthen PEA's engineering and management capabilities through the integration of its geographical information system with the proposed Supervisory Control and Data Acquisition system; (d) help rationalize PEA systems interfacing arrangement with the Electricity Generating Authority of Thailand; (e) help investigate the issues and options for the regulatory framework for the energy sector; and (f) assist PEA in its efforts toward restructuring and subsequent privatization. The objectives of the project are likely to be achieved. The distribution automation component is substantially completed as well as the upgrading of distribution in South Thailand. PEA is proceeding with its corporatization and privatization according to plan. Consulting studies completed under the project have assisted PEA in its efforts toward restructuring.

Project Name (ID): Technical Cooperation (04) (P042299)
Country: China
Board Approval Date: 5/18/1999
Signing Date: 7/27/1999
Effectiveness Date: 11/22/1999
Mid-Term Review Date:
Closing Date: 12/31/2005
Loan/Credit/Grant Number: 44730
Undisbursed Amount (in US\$ millions-as of June 30, 2003): 37.3
Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 8.3
Sector: Economic Policy
Main Thematic Code: Macroeconomic management
Implementing Agency: MOF

Progress toward achieving development objective(s): The objective is to provide continued support to the government's economic and structural reform effort. The project is progressing well. One more subproject was approved during the reporting period. In spite of the sudden breakout of SARS, both the Ministry of Finance and subproject project management offices have strived to minimize the adverse effect on project implementation. The program has been adjusted to allow any possible project activities, which is important for the attainment of the objectives. The activities carried out under the subprojects approved in earlier years are playing their roles and have good impact on the government's economic reforms, as well as the National Tenth Five-year plan or the sectors' Tenth Five-Year Plans. Project leading groups of the newly approved projects since 2002 have been set up, which is essential for smooth implementation of the subprojects and the project itself.

Project Name (ID): ID-IODINE DEF. CONTROL (P042540)
Country: Indonesia
Board Approval Date: 12/17/1996
Signing Date: 1/15/1997
Effectiveness Date: 2/25/1997
Mid-Term Review Date: 4/19/2001

Closing Date: 12/31/2003

Loan/Credit/Grant Number: 41250

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 3.3

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 15.5

Sector: Health, Nutrition and Population

Main Thematic Code: Nutrition and food security

Progress toward achieving development objective(s): The project aims to lower the prevalence of iodine deficiency. There has been continued overall progress toward the development objective. The 2002 survey found that 68.5% of Indonesian households were using adequately iodized salt, which represents approximately a 10% increase since the beginning of the project in 1996. A further 15.4% of household salt was iodized, but not to adequate levels. The Ministry of Industry and Trade reported that 88% of salt sold through wholesale and retail market in 2002 was adequately iodized, compared to 79% in 1999. However this data mainly related to the number of producers and not the production volume, so might not reflect the changes in the actual level of household iodized salt consumption. Social enforcement strategy as part of the project exit policy has been successfully disseminated and implemented in some provinces and districts and there has been some progress in the preparation and implementation of the legal enforcement of salt iodization regulations. It had been agreed that the iodine status of the community and iodine levels in household iodized salt consumption would be used to target iodized capsules distribution. .

Project Name (ID): Coastal Wetlands Protection and Development (P042568)

Country: Vietnam

Board Approval Date: 11/23/1999

Signing Date: 2/24/2000

Effectiveness Date: 5/31/2000

Mid-Term Review Date: 5/5/2003

Closing Date: 9/30/2006

Loan/Credit/Grant Number: 32920

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 30.0

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 2.2

Sector: Environment

Main Thematic Code: Biodiversity

Implementing Agency: MARD& PROV. PEOPLES COMMITTEE

The project was restructured during 2002 (fiscal year): The project is in the final stages of being restructured.

Progress toward achieving development objective(s): The objective of the project is to re-establish the coastal mangrove wetland ecosystems and sustainably protect their aquatic nurturing and coastal protection functions. The project has been implemented very slowly, but an in-depth restructuring of the project was prepared during 2003 to address the main issues. In response to the Government's formal Request for Restructuring, the proposal is being finalized and the amendments to the Development Credit Agreement and the Grant Agreement are being prepared. The objective remains unchanged. All components are now on track and there is every reason to suppose that the objective can be achieved by the Closing Date.

Procurement: Procurement has been slow, and central project management has been reluctant to take decisions itself or delegate responsibility to the decentralized implementation units. This is one of the key issues being dealt within project restructuring.

Safeguards: The status of safeguards is good. Resettlement, like other components, is slow but is being implemented correctly.

Project Changes: Changes are being made in project management (with an emphasis on decentralization), in the size of the Technical Assistance contract (DANIDA funded), in forest planting targets, and in the number of communes to be assisted.

Outlook: Following the mid-term review in May 2003, significant improvements have been achieved, in particular under the Technical Assistance contract and on the part of the provincial implementation units. Provided implementation continues to show steadily progress, it is expected that the project's progress will improve before the end of the FY04.

Project Name (ID): Mekong Transport and Flood Protection (P042927)

Country: Vietnam

Board Approval Date: 12/20/2000

Signing Date: 7/5/2001

Effectiveness Date: 10/3/2001

Mid-Term Review Date:

Closing Date: 6/30/2006

Loan/Credit/Grant Number: 34480

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 108.5

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 11.9

Sector: Transport

Main Thematic Code: Infrastructure services for private sector development

Implementing Agency: MINISTRY OF TRANSPORT

Progress toward achieving development objective(s): The objectives are to stimulate the commercial use of an improved transportation network, improve access to rural areas by connecting them to the main trade and movement corridors and ensure permanent access to regular flood-prone areas. Progress toward the objectives is slow. A contract has been awarded for improvement of the main roads of the transport network included in the project. The contractor and the consultants have mobilized to the work sites. Also, permanent access to flood-prone areas is on its way. Civil works contract FL1 has been awarded and the contractor has mobilized to the site. Contract award for FL2 should be completed soon.

Project Name (ID): Sichuan Urban Environment (P043933)

Country: China

Board Approval Date: 6/17/1999

Signing Date: 1/9/2001

Effectiveness Date: 6/8/2001

Mid-Term Review Date:

Closing Date: 6/30/2006

Loan/Credit/Grant Number: 44960

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 97.5

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 4.4

Sector: Water Supply and Sanitation

Main Thematic Code: Other urban development

Implementing Agency: SICHUAN PROVINCIAL & MUNICIPAL GOVERNMENTS

Progress toward achieving development objective(s): The development objective of the project is to provide a safe environmental setting for the sustainable long-term economic growth of urban areas in Sichuan Province. Progress is good. The largest component, which will double wastewater treatment capacity in Chengdu, has progressed well. Water supply improvements in Luzhou are underway and wastewater improvements in Deyang and wastewater and solid waste management improvements in Leshan are ready for implementation. With a view to enhancing the project's impact further, the Government is expected to request that loan savings be reallocated to finance additional wastewater investments in Chengdu, Luzhou and Leshan and to expand water distribution network in Deyang.

Project Name (ID): Waigaoqiao Thermal Power (P044485)

Country: China

Board Approval Date: 6/24/1997

Signing Date: 6/12/1998

Effectiveness Date: 2/4/1999

Mid-Term Review Date:

Closing Date: 1/31/2006

Loan/Credit/Grant Number: 41970

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 113.9

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 286.1

Sector: Energy and Mining

Main Thematic Code: Climate change

Progress toward achieving development objective(s): The objectives of the project are to: (a) increase electricity supply to reduce the acute shortages in Shanghai through development of two very large coal-fired supercritical thermal units; (b) develop the bubble concept for cost effective air quality management within Shanghai Municipality; (c) support the ongoing power sector reform by restructuring the Shanghai Municipal Electric Power Company in line with the power sector reform strategy; increasing private sector involvement through listing of the generation company; and adjusting the tariff level to accommodate the stricter sulfur dioxide emission standards; and (d) promote an innovative and diversified financing model for large infrastructure projects and improve the access of power entities to international financial markets. The project has made good progress toward achieving its development objectives. Unit 1 of the thermal units has been synchronized with the system as scheduled; and the associated 500 kV transmission facilities have been partially put into operation, in time for the upcoming start up of the first generation unit. Substantial progress has been made in restructuring the power sector in Shanghai through complete separation of government and enterprise functions, restructuring and spin off of generation assets. Financing of the project has been completed through diversified sources.

Project Name (ID): Primary Education for Disadvantaged Children (P044803)

Country: Vietnam

Board Approval Date: 5/6/2003

Signing Date: 7/14/2003

Effectiveness Date:

Mid-Term Review Date:

Closing Date: 12/31/2009

Loan/Credit/Grant Number: 37520

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 142.1

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 0.0

Sector: Education

Main Thematic Code: Education for all

Implementing Agency: MINISTRY OF EDUCATION AND TRAINING

Progress toward achieving development objective(s): The project has just become effective.

Project Name (ID): Southern Provinces Rural Electrification (P044973)

Country: Lao People's De

Board Approval Date: 3/17/1998

Signing Date: 4/29/1998

Effectiveness Date: 8/12/1998

Mid-Term Review Date: 4/11/2002

Closing Date: 6/30/2004

Loan/Credit/Grant Number: 30470

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 9.6

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 24.5

Sector: Energy and Mining

Main Thematic Code: Infrastructure services for private sector development

Progress toward achieving development objective(s): The objectives are to expand rural electricity service in seven central and southern provinces through grid extension and off-grid electrification and to strengthen Electricité du Laos' capacity to plan and implement electrification investments and to operate on a commercial basis. The Financial Recovery Plan is now nearly completed and progress made has been substantial. Although the number of household connections is lower than appraisal estimates, the off-grid component is likely to exceed original targets. Therefore, the project development objective of expanding rural electricity is being achieved, albeit at a slower-than-expected pace.

Project Name (ID): Smallholder Cattle Development (P045264)

Country: China

Board Approval Date: 12/22/1999

Signing Date: 3/17/2000

Effectiveness Date: 6/14/2000

Mid-Term Review Date:

Closing Date: 12/31/2005

Loan/Credit/Grant Number: 45300

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 27.6

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 65.9

Sector: Rural Sector

Main Thematic Code: Rural markets

Implementing Agency: MIN. OF AGR. AND PROVINCES OF HENAN, HEBEI, SHANXI, ANHUI

Progress toward achieving development objective(s): The development objective of the Project is to improve smallholder cattle production within existing crop farming areas with large crop byproduct surpluses, and improve the quality and marketability of cattle in order to enhance farmer incomes and reduce poverty in the Provinces of Henan, Hebei, Anhui and Shanxi. Movement toward the achievement of the project's development objective would occur when the indicators below - the number of households adopting improved cattle and new production technologies increases, marketing channels and cattle prices improve. The monitoring of these indicators shows that the project is well on its way toward achieving its development objectives.

Project Name (ID): Transmission, Distribution, and Disaster Reconstruction (P045628)

Country: Vietnam

Board Approval Date: 1/20/1998

Signing Date: 11/25/1998

Effectiveness Date: 2/12/1999

Mid-Term Review Date:

Closing Date: 12/31/2004

Loan/Credit/Grant Number: 30340

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 127.0

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 72.9

Sector: Energy and Mining

Main Thematic Code: Other urban development

Implementing Agency: ENV

Progress toward achieving development objective(s): The objectives of the project are: (a) strengthen the high voltage transmission network to facilitate evacuation of power from generating stations; (b) rehabilitate distribution systems to reduce losses and improve reliability; (c) support sector reform and restructuring; (d) support institutional strengthening and commercialization; and (e) reduce peak demand and electricity consumption through demand side management (DSM) activities. The project is expected to achieve its development objectives as reflected by the good progress in the implementation of civil works and technical assistance.

Project Name (ID): Urban Water Supply (P045629)

Country: Cambodia

Board Approval Date: 2/17/1998

Signing Date: 3/20/1998

Effectiveness Date: 6/2/1998

Mid-Term Review Date: 12/2/2000

Closing Date: 12/31/2003

Loan/Credit/Grant Number: 30410

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 4.6

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 25.4

Sector: Water Supply and Sanitation

Main Thematic Code: Access to urban services for the poor
Implementing Agency: MINISTRY OF INDUSTRY, MINES AND ENERGY
Progress toward achieving development objective(s): The project's objectives are: 1) Improve drinking water coverage, quality and access in Cambodia's two biggest cities of Phnom Penh and Sihanoukville; 2) Improve the performance, both technical and economic, of the water utilities in these cities; 3) Enhance availability of water for commercial and industrial purposes in these two cities as a spur to economic growth and as a means of ensuring viability of the utilities; and 4) Help the Government develop and implement a sectoral investment program based on a well-articulated water and sanitation policy framework. Implementation continues to move toward fulfilling project objectives.

Project Name (ID): Tri - Provincial Highway (P045788)
Country: China
Board Approval Date: 6/23/1998
Signing Date: 12/18/1998
Effectiveness Date: 3/18/1999
Mid-Term Review Date:
Closing Date: 6/30/2005
Loan/Credit/Grant Number: 43560
Undisbursed Amount (in US\$ millions-as of June 30, 2003): 44.0
Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 186.0
Sector: Transport

Main Thematic Code: Rural services and infrastructure
Implementing Agency: NINGXIA, GANSU AND INNER MONGOLIA COMMUNICATIONS DEPT.
Progress toward achieving development objective(s): The project development objectives are to (a) increase efficiency and safety of traffic along selected high priority highways in each of the province of Inner Mongolia, Gansu and Ningxia; (b) provide improved access to targeted poor counties in each of the three provinces; (c) promote development of institutional capacities in the area of planning, design, supervision, operation and maintenance of highway network; and (d) increase safety of road transport. The project is progressing toward achieving its objectives as evidenced by the following: civil works for most road sections and road safety components have been successfully completed as well as road safety activities, which has increased overall road efficiency and safety in each of the three provinces, although truck overloading remains a problem in all provinces. Access to poor counties has been improved in each of the three provinces through the completion of the Road Improvement for Poverty Alleviation (RIPA) program.

Project Name (ID): Mekong River Water Utilization (P045864)
Country: East Asia and P
Board Approval Date: 2/3/2000
Signing Date: 2/29/2000
Effectiveness Date: 3/30/2000
Mid-Term Review Date:
Closing Date: 6/30/2007
Loan/Credit/Grant Number:
Undisbursed Amount (in US\$ millions-as of June 30, 2003): 6.0
Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 4.8
Sector: Environment

Main Thematic Code: Water resource management
Implementing Agency: MEKONG RIVER COMMISSION SECRETARIAT
Progress toward achieving development objective(s): The project's development objective is to assist MRC to promote and improve coordinated and sustainable water resources management in the Mekong Basin, including reasonable and equitable water utilization by the MRC countries and protection of the environment, aquatic life and the ecological balance of the basin. The project specific objective is to establish an effective mechanism and technical tools/knowledge base to improve sustainable water resources management. The project implementation has made substantial progress in achieving all the

agreed milestones, as reflected by the signing of the four MRC countries' (Vietnam, Thailand, Cambodia and Laos) three implementing rules and procedures regarding the Mekong Agreement. The development of the knowledge base and decision support framework modeling is near completion, and would be institutionalized by the MRC Council. The objectives are expected to be met.

Project Changes: Inclusion of integrated basin flow management activities as part of the transboundary impact analysis.

Significant Issue: With the change of the MRC's Secretariat's CEO, and the relocation of its headquarters from Phnom Penh to Vientiane, the project implementation may experience a period of uncertainty

Outlook: Overall, the project is being implemented well. There is strong commitment from the four lower riparian countries in implementing the 1995 Mekong Agreement and the Water Utilization Program.

Project Name (ID): Hebei Urban Environmental (P045910)

Country: China

Board Approval Date: 6/27/2000

Signing Date: 11/1/2000

Effectiveness Date: 1/31/2001

Mid-Term Review Date:

Closing Date: 6/30/2007

Loan/Credit/Grant Number: 45690

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 135.8

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 14.2

Sector: Water Supply and Sanitation

Main Thematic Code: Water resource management

Implementing Agency: HEBEI PROVINCE, HEBEI PROJECT MGMT OFFICE

Progress toward achieving development objective(s): The project is on schedule to achieve its objectives of developing long term environment and sustaining the long term economic growth of Hebei province by providing (i) adequate infrastructures for water supply and wastewater treatment and disposal and (ii) setting-up autonomous water and wastewater companies for the municipalities of Handan, Tanshan and Shijiazhuang (wastewater only).

Project Name (ID): Urumqi Urban Transport Improvement (P045915)

Country: China

Board Approval Date: 12/19/2000

Signing Date: 2/9/2001

Effectiveness Date: 5/10/2001

Mid-Term Review Date:

Closing Date: 12/31/2005

Loan/Credit/Grant Number: 45900

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 65.3

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 34.7

Sector: Transport

Main Thematic Code: Infrastructure services for private sector development

Implementing Agency: URUMQI MUNICIPAL GOVERNMENT

Progress toward achieving development objective(s): The overall objective of the project is to foster a multi-modal urban transport system which is planned, designed and used for the safe, efficient and healthy movement of people and goods. Progress toward achieving the objective is on track as project implementation continues to make good progress. Civil works are substantially completed. The internal reform of the Urumqi Public Transport Company is continuing and the operational productivity has been increased. The study for Stage 2 of the motor vehicle emission control strategy to further protect the environment from vehicle emissions is ongoing. The capacity of the concerned agencies have been strengthened with the completion of the training program.

Project Name (ID): Higher Education Reform (P046051)
Country: China
Board Approval Date: 5/18/1999
Signing Date: 7/29/1999
Effectiveness Date: 10/6/1999
Mid-Term Review Date: 10/25/2002
Closing Date: 7/31/2005
Loan/Credit/Grant Number: 44740
Undisbursed Amount (in US\$ millions-as of June 30, 2003): 20.1
Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 48.3
Sector: Education

Main Thematic Code: Education for the knowledge economy

Progress toward achieving development objective(s): The objective is to improve the quality and relevance of undergraduate basic science and engineering programs through integrated reform activities in curriculum and teaching methodology. Despite the challenges from the outbreak of SARS in the past year, progress of implementation against the output targets and the schedule continues to be on track to achieve the designed development objective. This is reflected in the steady pace of meeting specific targets for key reform actions and the depth and spread of the reforms being carried out. The progress is being achieved through integrated reform programs and activities in restructuring curriculum, development of quality standards, professional development for faculties and improved teaching methodology and learning environment in project universities, as well as spreading reforms to partner institutions through the strong partnerships fostered between lead national universities and their weak local partner universities in poor provinces. The stepped-up effort to strengthen the monitoring and evaluation through refocusing on results and outcomes is further enhancing that probability.

Project Name (ID): Tarim Basin (02) (P046563)
Country: China
Board Approval Date: 6/9/1998
Signing Date: 7/31/1998
Effectiveness Date: 12/18/1998
Mid-Term Review Date: 11/30/2001
Closing Date: 12/31/2004
Loan/Credit/Grant Number: 43410
Undisbursed Amount (in US\$ millions-as of June 30, 2003): 40.8
Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 105.9
Sector: Rural Sector

Main Thematic Code: Water resource management

Implementing Agency: XINJIANG UYGUR AUTONOMOUS REGION

Progress toward achieving development objective(s): The development objectives of the project are: (i) establish mechanisms for sustainable use, development and management of water and land resources in the Tarim Basin; (b) partially restore and preserve the "green corridor" in the lower reaches of the Tarim River; and (c) increase incomes of poor farmers through irrigated agriculture development. Significant progress continued to be made on the critical areas relating to project performance. All project components contributing to this sustainable water management are now being implemented in a coordinated fashion, both from the top-down and bottom-up management levels. 150 Water User Associations (WUAs) have been established in the project areas in contrast to the 9 pilot WUAs which existed a year ago. In addition, hundreds of WUAs are being established in the non-project areas. A total of 1.648 billion m³ of water has been successfully delivered to the lower reaches of the Tarim River. The project is planned to be completed in June 2004, six months ahead of the planned closing date.

Project Name (ID): Gansu and Inner Mongolia Poverty Reduction (P046564)
Country: China
Board Approval Date: 6/24/1999
Signing Date: 12/30/1999

Effectiveness Date: 3/17/2000

Mid-Term Review Date:

Closing Date: 6/30/2006

Loan/Credit/Grant Number: 45010

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 62.1

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 82.9

Sector: Rural Sector

Main Thematic Code: Social risk reduction

Implementing Agency: GANSU AND INNER MONGOLIA PROVINCIAL GOVERNMENTS

Progress toward achieving development objective(s): Progress toward the objective is on track. Per State Statistical Bureau's household surveys, and mission field surveys, households participating in the project are better off than those in non-project households. Households have closed their food shortage gap and are now focusing on cash income generation.

Project Name (ID): Renewable Energy Development (P046829)

Country: China

Board Approval Date: 6/8/1999

Signing Date: 6/26/2001

Effectiveness Date: 12/12/2001

Mid-Term Review Date:

Closing Date: 6/30/2007

Loan/Credit/Grant Number: 44880

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 12.9

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): .1

Sector: Energy and Mining

Main Thematic Code: Climate change

Implementing Agency: STATE ECONOMIC AND TRADE COMMISSION, SMEPC

Progress toward achieving development objective(s): The objective of the project is to develop a sustainable market for PV technologies and demonstration of the viability of commercial wind development in the coastal regions. There is very good progress on the wind component as indications are that wind farms will have a strong demonstration effect. Many existing wind farm operators are looking to the project to give clear price signals and establish 'best practice' operating procedures. Participating PV companies had sold 44,000 units compared with a projection of 49,000 for this stage of the project. The program support work, including comparative testing of components, is improving information and quality in the market. The technical assistance program has shown some positive effects, especially through the study tours which have provided considerable impetus to Shanghai's interest in a wind power development plan. The objectives are likely to be achieved.

Project Name (ID): Forestry Development in Poor Areas (P046952)

Country: China

Board Approval Date: 5/21/1998

Signing Date: 7/31/1998

Effectiveness Date: 12/16/1998

Mid-Term Review Date: 10/13/2001

Closing Date: 1/1/2006

Loan/Credit/Grant Number: 43250

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 45.8

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 151.5

Sector: Rural Sector

Main Thematic Code: Land management

Implementing Agency: MINISTRY OF FORESTRY

Progress toward achieving development objective(s): The objective is to develop forest resources in poor areas of central and western China on a sustainable basis to support poverty reduction, forestry development and improved environmental management. The overall project activities have been carried

out effectively and almost the planned number of plantations have been established with the designed standards over the past five years. The project is expected to achieve its objectives.

Project Name (ID): Huai River Pollution Control (P047345)

Country: China

Board Approval Date: 3/22/2001

Signing Date: 9/24/2001

Effectiveness Date: 2/20/2002

Mid-Term Review Date:

Closing Date: 6/30/2005

Loan/Credit/Grant Number: 45970

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 97.8

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 7.7

Sector: Water Supply and Sanitation

Main Thematic Code: Water resource management

Implementing Agency: ANHUI AND SHANDONG PROVINCIAL GOVERNMENTS

Progress toward achieving development objective(s): The project supports the Government' efforts to upgrade water quality in the Huai River Basin (one of the most polluted river systems in China), in particular in the provinces of Anhui and Shandong. This objective would be achieved through improved collection and treatment of wastewater in a number of municipalities in the two provinces in a sustainable manner. Investments are being implemented with due regard for safeguard issues, reporting and monitoring. Institutional development progress is somewhat uneven, but work to strengthen the project companies is now getting underway as the institutional technical assistance has mobilized and is working well. There is strong commitment to the development of autonomous, financially viable wastewater companies. Both provinces are keen to pursue the pollution control agenda through follow-on projects. A follow-on project in Shandong has been included in the Bank's lending program, while the Asian Development Bank will do a pollution control project in Anhui.

Outlook: While project implementation is progressing well in Shandong Province, it is behind in Anhui.

Project Name (ID): Local Government Finance and Development (P048588)

Country: Philippines

Board Approval Date: 3/23/1999

Signing Date: 9/8/1999

Effectiveness Date: 2/28/2000

Mid-Term Review Date:

Closing Date: 6/30/2006

Loan/Credit/Grant Number: 44460

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 54.4

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 5.6

Sector: Urban Development

Main Thematic Code: Municipal finance

Implementing Agency: DOF

Progress toward achieving development objective(s): The main objective is to assist participating Local Government Units (LGUs) in expanding and upgrading their basic infrastructure, services and facilities and in strengthening their capacities in municipal governance, investment planning, revenue-generation, and project development and implementation. The project would also enhance capabilities at the national level to provide technical support and long-term financing to local governments through the Municipal Development Fund (MDF). Overall progress toward achieving the objective is good. LGUs are expanding and upgrading their basic infrastructure, services and facilities through further progress in subproject implementation. Subprojects from 50 LGUs have been approved, and 16 LGU subprojects were completed by September 2003. The strengthening of LGU's capacities is advancing slowly since demand-driven training has not been started yet, and release of funds for training has been limited. The objective of enhancing capacities at the national level is being met through the MDF Office's reorganization, which has made significant progress in the last six months.

Project Name (ID): Indonesia - IIDP (P048715)

Country: Indonesia

Board Approval Date: 11/18/1997

Signing Date: 12/15/1997

Effectiveness Date: 2/25/1998

Mid-Term Review Date: 12/8/2000

Closing Date: 6/30/2004

Loan/Credit/Grant Number: 42440

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 5.6

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 20.4

Sector: Global Information/Communications Technology

Main Thematic Code: Other financial and private sector development

Progress toward achieving development objective(s): The project's development objective is to enhance private sector participation in the provision of information technology (IT), post, and tourism services through the removal of barriers to entry. A more conducive environment will facilitate the modernization and growth of IT and communications. The Government is using this project to enhance private sector participation in the provision of IT in Indonesia and to address policy and strategy issues involved in implementing the Government's Information and Communication Technology (ICT) action plan. Project implementation is proceeding well, now focusing on key activities that will ensure the Project's sustainability, such as Indonesia Agency for the Assessment and Application of Technology's (BPPT) IPTEKnet becoming a Perjan, integrating various E-commerce frameworks and draft legislation, and implementing priority e-Government pilots, such as e-procurement, which Government would like to scale up. There were no financial management issues during the review period.

Outlook: Existing legislation and regulation in Indonesia does not cover the special needs of e-commerce, which is now being addressed under a technical assistance assignment.

Project Name (ID): BEPEKA Audit Modernization (P049051)

Country: Indonesia

Board Approval Date: 6/17/1997

Signing Date: 8/4/1997

Effectiveness Date: 9/9/1997

Mid-Term Review Date: 11/12/2001

Closing Date: 12/31/2003

Loan/Credit/Grant Number: 41940

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 6.5

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 9.0

Sector: Public Sector Governance

Main Thematic Code: Other accountability/anti-corruption

Progress toward achieving development objective(s): The objective is to assess better the accountability of public finances through the enhancement of financial and performance audit capabilities and by removing limitations on scope and mandate, promoting user demand for financial and performance audits, upgrading technical and managerial skills and building up the audit management information system. The project is making progress toward the development objective by successfully concentrating on information technology development, training, recruitment, decentralization of audit activity, and audit methodology development. The project has successfully created the initial infrastructure for an effective audit institution.

Project Name (ID): Chongqing Urban Environment (CUEP) (P049436)

Country: China

Board Approval Date: 6/15/2000

Signing Date: 11/3/2000

Effectiveness Date: 4/25/2001

Mid-Term Review Date:
Closing Date: 12/31/2006
Loan/Credit/Grant Number: 45610
Undisbursed Amount (in US\$ millions-as of June 30, 2003): 172.0
Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 28.0
Sector: Water Supply and Sanitation
Main Thematic Code: Pollution management and environmental health
Implementing Agency: CHONGQING MUNICIPAL GOVERNMENT
Progress toward achieving development objective(s): The development objective is to provide a safe environmental setting for the sustainable long-term economic growth of urban areas in Chongqing Municipality. The project would support the Municipality in implementing the first phase of a long-term urban environmental improvement program to recover from past environmental degradation of its water and land resources, provide an adequate supply of safe water to its growing urban population and economy, and maintain water quality at levels that are compatible with the needs of the wider Yangtze River Basin. After initial delays, execution is being accelerated and the objective is likely to be accomplished based on the advances so far in project implementation, including the completion of several smaller water supply components and a solid waste landfill, and substantial progress on the Chongqing wastewater system (the largest component of the project). Institutional and tariff reform is also progressing through training of local staff in financial analysis and financial management systems. Institutional strengthening is now picking up with support being provided by the institutional strengthening and training consultant who is assisting local agencies to set up costing and accounting, recurrent cost estimating, and efficiency improvement in operation, and human resource development.

Project Name (ID): Provincial Health (02) (P049539)
Country: Indonesia
Board Approval Date: 6/26/2001
Signing Date: 8/30/2001
Effectiveness Date: 4/24/2002
Mid-Term Review Date:
Closing Date: 6/30/2007
Loan/Credit/Grant Number: 46290
Undisbursed Amount (in US\$ millions-as of June 30, 2003): 102.4
Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 4.6
Sector: Health, Nutrition and Population
Main Thematic Code: Health system performance
Progress toward achieving development objective(s): The project's goals are to bring about effective health sector decentralization in the provinces of North Sumatera, West Java, and Banten and second, to help the Ministry of Health carry out its role in a decentralized system. Work on health reform in North Sumatera and West Java has begun to speed up and the all the activities are mostly moving as planned. The project is likely to meet its objectives.

Project Name (ID): Provincial Health (P049545)
Country: Indonesia
Board Approval Date: 6/15/2000
Signing Date: 6/20/2000
Effectiveness Date: 8/21/2000
Mid-Term Review Date:
Closing Date: 6/30/2006
Loan/Credit/Grant Number: 33810
Undisbursed Amount (in US\$ millions-as of June 30, 2003): 27.3
Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 11.9
Sector: Health, Nutrition and Population
Main Thematic Code: Decentralization
Implementing Agency: MINISTRY OF HEALTH

Progress toward achieving development objective(s): The development objectives include aiding in effective health sector decentralization, and helping the central ministry carry out its new role in a decentralized system in Lampung, Yogyakarta and other provinces. Jogjakarta Province has made good progress in implementing its health reform strategy, as quality of district proposals on health services is constantly improving. Results in Lampung province have not been as positive, but Jogjakarta started on better footing, being one of the strongest provinces in Indonesia. The center is using project resources to support activities such as the drafting of a new national health system. Overall, the project is moving toward meeting the objectives.

Project Name (ID): Anning Valley Agricultural Development (P049665)

Country: China

Board Approval Date: 1/21/1999

Signing Date: 3/11/1999

Effectiveness Date: 7/8/1999

Mid-Term Review Date: 3/20/2002

Closing Date: 12/31/2004

Loan/Credit/Grant Number: 44360

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 26.3

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 92.6

Sector: Rural Sector

Main Thematic Code: Land management

Implementing Agency: SICHUAN PROVINCIAL GOVERNMENT

Progress toward achieving development objective(s): The objective is to increase the production, productivity, marketability, and value-added of agriculture, horticulture and animal husbandry in the area, with the particular further objective of reducing the poverty of farmers in remote areas. Given the high demand and economic impact of the activities on targeted households and other beneficiaries, six of the seven components have been completed almost one year before the closing date, viz., crop, orchard, sericulture, livestock, agro-processing and institution-building. Initial impact assessments from some of the completed components indicate that initial targets for household participation were surpassed by 30% - 300% due to increased interest by households, among other things. In addition, household incomes have increased in most components and particularly for those involved in sericulture development. As for the water resources component, some major design issues remain in the construction work, however, it is envisaged that these activities will be completed and will further enhance the achievement of the project's objectives.

Project Name (ID): Irrigated Agriculture Intensification (02) (P049700)

Country: China

Board Approval Date: 6/18/1998

Signing Date: 7/31/1998

Effectiveness Date: 12/22/1998

Mid-Term Review Date:

Closing Date: 12/31/2004

Loan/Credit/Grant Number: 43540

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 10.1

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 289.9

Sector: Rural Sector

Main Thematic Code: Other rural development

Implementing Agency: MOF

Progress toward achieving development objective(s): The primary objectives are to: (a) increase agricultural production through integrated engineering, agriculture/forestry and management measures; (b) increase farm income and promote adoption by farmers of improved seeds, fertilizer use, pest management, and other practices; (c) establish institutional mechanisms for sustainable use, development and management of water based on user participation in irrigated areas; and (d) help establish improved management and procedures for comprehensive agricultural development programs.

The project is essentially completed except for construction of a central training center for SOCAD, which was delayed but will be completed before the project closes in December 2004. All project development objectives have been met.

Outlook: At completion, the project will substantially over-achieve production, water reform and several other project development objectives' targets. Moreover, the project has played a key role in helping farmers adjust to post-WTO conditions, especially through crop diversification.

Project Name (ID): Private Sector Development (P049789)

Country: Mongolia

Board Approval Date: 5/25/1999

Signing Date: 6/18/1999

Effectiveness Date: 12/14/1999

Mid-Term Review Date:

Closing Date: 2/28/2004

Loan/Credit/Grant Number: 32260

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 3.7

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 8.1

Sector: Private Sector Development

Main Thematic Code: Other financial and private sector development

Implementing Agency: BOM, PFIS

Progress toward achieving development objective(s): The project's development objective is to support the development of Mongolia's private enterprises and the institutional capacity building of the banking sector. The project has contributed to the achievement of the objective by financing 47 viable capital investment projects of small and medium sized enterprises, and supporting the strengthening of Bank Of Mongolia supervision capabilities and the development of term-lending capability of Mongolian banks. It is among the best performing Bank operations in Mongolia.

Project Name (ID): Anhui Provincial Highway (P050036)

Country: China

Board Approval Date: 12/15/1998

Signing Date: 3/11/1999

Effectiveness Date: 5/28/1999

Mid-Term Review Date:

Closing Date: 8/31/2004

Loan/Credit/Grant Number: 44210

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 65.4

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 134.6

Sector: Transport

Main Thematic Code: Municipal governance and institution building

Implementing Agency: ANHUI PROVINCIAL COMMUNICATIONS DEPT.

Progress toward achieving development objective(s): The objectives are to: (1) relieve traffic congestion and improve the mobility and integration of interprovincial trade, commerce and tourism between Anhui and the coastal regions; (2) improve and rehabilitate the existing national and provincial highways; (3) improve the safety of road transport and (4) strengthen the institutional capacity of the Communications Department and related institutions. Good progress is being made toward achieving these objectives. Hefei-Anqing Expressway has been completed and opened to traffic. Traffic congestion on existing roads has been relieved. Improvement and rehabilitation of 10 road sections are completed. Improvements on four other road sections are being implemented. The traffic accident study and work on black spots are completed. The training program is being implemented as planned.

Project Name (ID): Social Fund (02) (P050601)

Country: Cambodia

Board Approval Date: 3/23/1999

Signing Date: 4/19/1999
Effectiveness Date: 7/7/1999
Mid-Term Review Date: 9/20/2002
Closing Date: 9/30/2004
Loan/Credit/Grant Number: 31791
Undisbursed Amount (in US\$ millions-as of June 30, 2003): 3.1
Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 30.7
Sector: Social Protection
Main Thematic Code: Conflict prevention & post-conflict reconstruction
Implementing Agency: SOCIAL FUND OF KINGDOM OF CAMBODIA
Progress toward achieving development objective(s): The project is successfully meeting the objective of financing small-scale infrastructure. The Social Fund has appraised, approved, and completed civil works within a reasonable timeframe, responding quickly to the needs of the beneficiary target groups.

Project Name (ID): Three Cities Sanitation (P051553)
Country: Vietnam
Board Approval Date: 5/18/1999
Signing Date: 8/3/1999
Effectiveness Date: 1/31/2000
Mid-Term Review Date:
Closing Date: 6/30/2005
Loan/Credit/Grant Number: 32110
Undisbursed Amount (in US\$ millions-as of June 30, 2003): 64.7
Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 17.6
Sector: Water Supply and Sanitation
Main Thematic Code: Environmental policies and institutions
Implementing Agency: URBAN ENVIRONMENT CO.S; SEWERAGE & DRAINAGE CO IN HAIPHONG
The project was restructured during 2002 (fiscal year): The project was restructured based on detailed implementation schedules, related revised disbursement projections and action plans that were agreed with the three PMUs and MPI during and just after the October mission. This will require a two year extension of the Credit closing date (currently June 30, 2005).
Progress toward achieving development objective(s): The project's objectives and progress toward achieving them are: 1. Solid Waste Management: The targets for the annual weight of solid waste collected have been exceeded in each city. 2. Improved Drainage. Reduction in Flooding: While the full benefits of the project will not be realized until all sewers have been laid, significant improvements are already reported in Danang where no serious flooding occurred during the 2003 rainy season for the first time in decades. 3. Household Sanitation Improvement Loans to Poor Households: This sub-component implemented by the City Women's Un ions in a highly participatory and demand-driven manner has exceeded all expectations. 4. Cost Recovery: As a result of the project, wastewater charges were introduced and the revenues collected now account for 54%, 41% 25% and 36% of operation, maintenance and equipment depreciation costs for Danang, Haiphong, Cam Pha and Halong respectively. These are close to the targets for 2001 agreed at negotiations. 5. Institutional Reform: This embraces the SDCOs operating in a more commercial manner and being given greater autonomy. All were legally constituted as Public Service Enterprises prior to project effectiveness (in some cases several years before the project). This permits them to operate as businesses, but they are only very gradually being allowed to do so. The project development objectives are expected to be fully achieved.

Project Name (ID): Fujian Highway (02) (P051705)
Country: China
Board Approval Date: 6/24/1999
Signing Date: 7/29/1999
Effectiveness Date: 11/17/1999
Mid-Term Review Date:

Closing Date: 6/30/2005

Loan/Credit/Grant Number: 45020

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 79.5

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 120.5

Sector: Transport

Main Thematic Code: Rural services and infrastructure

Implementing Agency: MINISTRY OF COMMUNICATION

Progress toward achieving development objective(s): The project's development objectives are to: (a) Relieve traffic congestion and improve the mobility and integration of inter-provincial trade, commerce and tourism between Fujian and Guangdong Provinces by assisting in the development of a key section of China's National Trunk Highway System (NTHS) in its principal north-south coastal corridor; (b) strengthen highway institutional capacity at the Fujian Provincial Transport Department (FPTD) and related sector institutions, through policy and institutional reform, provision of training, technical assistance and equipment, in planning, finance, design, construction, operation and maintenance of Fujian's highway network; (c) develop and sustain a policy dialogue in the key policy area of province-wide highway maintenance management; and (d) Improve the safety of road transport. Progress toward achieving the objectives is on track. The Zhangzhou Zhao'an Expressway (ZZE) was opened to traffic in December 2002. Since then, the expressway has been fully operational and run well, although tighter control of overloaded truck could be improved. Fujian Provincial Expressway Construction Directorate (FPECD) has done good quality work on the timely completion of the Zhangzhou-Zhao'an Expressway (ZZE) given its complexity and tight schedule. Other components under the project are progressing reasonably well except for the local road component. However, a clear action plan to speed up this component has been discussed and fully agreed with FPECD and local authorities.

Project Name (ID): East China (Jiangsu) Power Transmission (P051736)

Country: China

Board Approval Date: 3/26/1998

Signing Date: 3/11/1999

Effectiveness Date: 7/29/1999

Mid-Term Review Date:

Closing Date: 9/30/2004

Loan/Credit/Grant Number: 43030

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 56.0

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 108.0

Sector: Energy and Mining

Main Thematic Code: Regional integration

Implementing Agency: EAST CHINA ELECTRIC POWER GROUP CORP.

Progress toward achieving development objective(s): The objective is to develop a reliable 500 kV transmission system in Jiangsu Province to increase power imports and establish an open power market in East China. All contracts for equipment and materials, except contracts for River Crossing and Automation and Data Communication, have been completed. Significant progress has been achieved in the construction of transmission lines and substations. Progress has been achieved in implementing the bilateral trading arrangements and the energy broker transaction mechanism. Good progress has been made in designing the East China Regional Market. Trial operation of the market should be in full swing before the closing date, exceeding by far the reform plan's objectives.

Project Changes: The scope of the project has been increased, and the closing date was to be extended to March 31, 2006.

Project Name (ID): Primary Teacher Development (P051838)

Country: Vietnam

Board Approval Date: 12/20/2001

Signing Date: 4/2/2002

Effectiveness Date: 8/29/2002

Mid-Term Review Date:

Closing Date: 12/31/2005
Loan/Credit/Grant Number: 35940
Undisbursed Amount (in US\$ millions-as of June 30, 2003): 20.7
Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 1.1
Sector: Education
Main Thematic Code: Education for all
Implementing Agency: MINISTRY OF EDUCATION & TRAINING
Progress toward achieving development objective(s): The project aims to lay the foundation for a nationwide program to upgrade the quality of the primary teaching force. The project is meeting its development objective and is laying a firm foundation for competency-based approach to teacher training and management.
Significant Issue: Disbursement figure is modest due to the project design of front loading developmental activities before large scale teacher training can take place

Project Name (ID): Fiscal Technical Assistance (P051855)
Country: Mongolia
Board Approval Date: 6/2/1998
Signing Date: 10/8/1998
Effectiveness Date: 2/3/1999
Mid-Term Review Date: 5/28/2002
Closing Date: 12/31/2003
Loan/Credit/Grant Number: 30810
Undisbursed Amount (in US\$ millions-as of June 30, 2003): 3.4
Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 1.8
Sector: Public Sector Governance
Main Thematic Code: Public expenditure, financial management & procurement
Implementing Agency: MINISTRY OF FINANCE AND ECONOMY
Progress toward achieving development objective(s): The objectives of the project are to: (i) increase the efficiency and accountability of the Government through designing and implementing an improved integrated government financial management information system (FGMIS) and a debt-management information system; and (ii) to set up a more effective, nondistortive system of Government revenue mobilization through the introduction of a value-added tax (VAT) on goods and services. Progress toward achieving the development objective has been good. The Debt management system and the Tax system have been installed. Mongolia today has a revenue to GDP share of over 37 percent up from less than 20 percent when the project was put in place. With the new system, Mongolia was able to successfully negotiate its debt with the Former Soviet Union. The installation of the GFMIS is underway.

Project Name (ID): Accounting Reform & Development (P051856)
Country: China
Board Approval Date: 2/23/1999
Signing Date: 3/11/1999
Effectiveness Date: 7/8/1999
Mid-Term Review Date:
Closing Date: 12/31/2004
Loan/Credit/Grant Number: 44420
Undisbursed Amount (in US\$ millions-as of June 30, 2003): 20.3
Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 12.7
Sector: Financial Sector
Main Thematic Code: Standards and financial reporting
Implementing Agency: MOF - CICPA
Progress toward achieving development objective(s): The project development objective is modernization of China's accounting professionals and accounting systems. The project supports the continuing education of China's Certified Public Accountants (CICPA) and other finance professionals through establishment of a National Accounting Institute (NAI). The project also supports the China

Accounting Standards Committee (CASC) in accounting standard setting. The project objective is being met: (i) the CPA firms and private enterprises are required to adopt the Chinese Accounting Standards. Adopting the standards has enhanced the transparency of financial reporting (ii) The NAI has been expanded to Shanghai and Xiamen, respectively. MBA courses and continued education courses for financial, accounting and auditing have been offered to public and private companies. There is a graduate growth in numbers of professionals being trained and (iii) The CICPA component has been successfully completed in 2002. The new project closing date will be 12/31/2005.

Project Name (ID): Liao River Basin (P051859)

Country: China

Board Approval Date: 6/19/2001

Signing Date: 1/18/2002

Effectiveness Date: 5/23/2002

Mid-Term Review Date:

Closing Date: 12/31/2007

Loan/Credit/Grant Number: 46170

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 83.2

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 16.8

Sector: Water Supply and Sanitation

Main Thematic Code: Water resource management

Implementing Agency: LIAONING PROVINCE, AND THE RESPECTIVE 3 PROJECT CITIES

Progress toward achieving development objective(s): Liaoning Province is committed to achieving the project's objectives. Progress toward meeting the objectives of assisting with the Liao River Basin's environmental recovery and enhancing water quality management decision-making continues to be very good as evidenced by advanced implementation. The project continues to make good progress and is expected to be completed ahead of the December 2007 closing date.

Project Name (ID): Guanzhong Irrigation Improvement (P051888)

Country: China

Board Approval Date: 5/25/1999

Signing Date: 9/2/1999

Effectiveness Date: 12/1/1999

Mid-Term Review Date: 10/13/2002

Closing Date: 6/30/2005

Loan/Credit/Grant Number: 44760

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 47.2

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 52.4

Sector: Rural Sector

Main Thematic Code: Decentralization

Implementing Agency: WCB

Progress toward achieving development objective(s): The project's development objectives are to: (i) increase agricultural production, in particular, grains and cash crops; (ii) increase net incomes of project farmers; (iii) reform Irrigation Management, including transfer of sub-branch and lateral canal systems to water users; and (iv) strengthen technical, financial and organizational aspects of operation and maintenance. The project is in the later stage of implementation and a great part of the objectives has been achieved. There has been a significant increase in the crop production and increase in farmers income accompanied by the changing in cropping pattern toward more cash crops, at the same time the water use efficiency and productivity are also higher.

Significant Issue: Late and inadequate provision of counterpart funding has been an issue troubling the project implementation most of the time

Outlook: This project is very likely to achieve its objectives both in terms of physical benefits and institutional development (reform). However, due to the impact of the SARS epidemic and the 2003 Wei River Basin flood on project implementation, the completion date may have to be extended.

Project Name (ID): Biodiversity and Protected Areas (P052006)

Country: Cambodia

Board Approval Date: 2/8/2000

Signing Date: 2/23/2000

Effectiveness Date: 3/7/2000

Mid-Term Review Date: 11/16/2002

Closing Date: 12/31/2003

Loan/Credit/Grant Number:

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 2.1

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): .7

Sector: Environment

Main Thematic Code: Biodiversity

Implementing Agency: MINISTRY OF ENVIRONMENT

Progress toward achieving development objective(s): Progress has been very good. The project has made very good progress under the Park Protection and Management as well as the Community Development components. The project team has recently completed the first five-year management plan for Virachey National Park based on community consultation and participation by affected ethnic minority groups. The five year plan has made a strong commitment to ensuring natural resource access and tenure security for agricultural lands inside the national park. This will have a long-term positive impact for local communities. The models developed for community management at Virachey National Park will be used as models for the rest of the protected areas system. The project has also done excellent work on community awareness raising the importance of natural resource management and conservation issues. The project team has also done a very good job of encouraging interaction and dialog with conservation and community development NGOs. The project expects to fully meet in development objectives.

Safeguards: The project's main safeguard issue is Indigenous People. The project has made excellent progress in working with ethnic minority communities who live around and inside of Virachey National Park

Project Changes: The project closing date will be extended to December 31, 2005.

Project Name (ID): Ho Chi Minh City Environmental Sanitation (Nhieu Loc - Thi Nghe Basin (P052037)

Country: Vietnam

Board Approval Date: 3/20/2001

Signing Date: 7/5/2001

Effectiveness Date: 2/3/2002

Mid-Term Review Date:

Closing Date: 12/31/2007

Loan/Credit/Grant Number: 34750

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 170.8

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 7.6

Sector: Water Supply and Sanitation

Main Thematic Code: Access to urban services for the poor

Implementing Agency: NLTN PROJECT MANAGEMENT UNIT

Progress toward achieving development objective(s): The development objective of the project is to make sustainable improvements to the public health and well-being of around 1.2 million residents of Ho Chi Minh City, particularly the poor, and promote increased economic development in the commercial center of the city. This will be achieved by reducing wastewater pollution and the occurrence of flooding and by developing a more efficient institution to manage drainage and wastewater services. It is too early in the life of the project to expect an impact on the development objectives, which depend on substantial completion of the physical works and implementation of the capacity building assistance.

Safeguards: No physical work has started yet, so there is no environmental impact. Resettlement of the 82 Project Affected Families (PAFs) at the Wastewater Pumping Station has been well accomplished. Two PAFs have registered grievances and these are being addressed in accordance with the procedures specified in the RAP.

Project Name (ID): Infrastructure Asset Management (P052293)

Country: Samoa

Board Approval Date: 4/15/1999

Signing Date: 4/21/1999

Effectiveness Date: 2/28/2000

Mid-Term Review Date: 12/6/2000

Closing Date: 3/31/2004

Loan/Credit/Grant Number: 31930

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 2.2

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 11.5

Sector: Transport

Main Thematic Code: Infrastructure services for private sector development

Implementing Agency: PUBLIC WORKS DEPT. & SAMOA AIRPORT AUTHORITY

Progress toward achieving development objective(s): The project development objective is to strengthen the institutional capacity within the Department of Mining and the Internal Revenue Commission to administer and regulate exploration and mining projects and thereby contribute to socially and environmentally sustainable private mineral investment in the mining sector. Progress is well advanced toward achieving the project development objective. Considerable institutional strengthening is taking place for the Department of Mining regarding policy and regulatory capabilities, technical audit and monitoring capabilities, mineral tenements administration, geological survey and sustainable mining development capabilities. Most recently the project has supported gender-related initiatives including a Women in Mining Conference. The Internal Revenue Commission institutional strengthening has proceeded more slowly but is now well under way. Overall the project development objectives are expected to be achieved.

Project Name (ID): Financial Sector Implementation Assistance (P053616)

Country: Thailand

Board Approval Date: 9/11/1997

Signing Date: 10/9/1997

Effectiveness Date: 12/5/1997

Mid-Term Review Date: 6/15/2002

Closing Date: 9/30/2003

Loan/Credit/Grant Number: 42330

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 4.6

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 9.0

Sector: Financial Sector

Main Thematic Code: Regulation and competition policy

The project was restructured during 2002 (fiscal year): The loan amount was reduced to \$10.0 million at government's request.

Progress toward achieving development objective(s): The development objectives are to provide implementation assistance to the government in improving the structure, resiliency and soundness of the financial sector; and to address the immediate need to resolve finance companies which have been suspended during the recent economic crisis. The project provided timely technical assistance to the government on a broad front and achieved its development objectives: strengthening the financial sector through resolving the problem of suspended finance companies and carrying out institutional reforms in the financial and banking sectors that were needed following the 1997 crisis.

Project Name (ID): Gazelle Restoration (02) (P054238)

Country: Papua New Guinea

Board Approval Date: 12/9/1999

Signing Date: 1/19/2000

Effectiveness Date: 4/18/2000

Mid-Term Review Date:

Closing Date: 6/30/2005

Loan/Credit/Grant Number: 45250

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 19.4

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 5.9

Sector: Transport

Main Thematic Code: Other social development

Implementing Agency: GAZELLE RESTORATION AUTHORITY, PROV. OF EAST NEW BRITAIN

Progress toward achieving development objective(s): The project's objectives are to: (a) upgrade existing facilities and transportation infrastructure to support a shift in the location of settlement and economic activity toward lower risk areas centered on the new provincial capital at Kokopo; (b) consolidate relocation sites in safe zones for evacuation of displaced communities from devastated and high risk areas; and (c) restore such infrastructure and services in Rabaul to ensure the effective operation of the port. Implementation has continued to be slower than expected from the outset due to a number of factors including, in particular, severe budgetary and counterpart funding constraints that have been resolved by restructuring Bank financing. Even so, steady progress has been made toward reestablishing a base of infrastructure and essential public services. In Rabaul, water supply and emergency services have been restored for the small, remaining population. Rehabilitation and expansion of education and health facilities has been a particularly active priority and coverage of these services has been substantially improved around Kokopo and throughout the Northern Gazelle Peninsula. However, reduced bilateral donor financing for basic services for communities resettled from areas devastated by the volcanic eruption may require further adjustments in priorities for Bank financing to ensure achievement of the project's objectives to restore social and economic well-being, particularly to communities most adversely affected.

Project Name (ID): Urban Poverty (P055821)

Country: Indonesia

Board Approval Date: 5/18/1999

Signing Date: 5/28/1999

Effectiveness Date: 6/21/1999

Mid-Term Review Date: 4/9/2001

Closing Date: 6/30/2004

Loan/Credit/Grant Number: 32100

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 23.0

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 75.4

Sector: Urban Development

Main Thematic Code: Access to urban services for the poor

Implementing Agency: BAPPENAS

Progress toward achieving development objective(s): The development objective of the project (UPP) is to improve basic infrastructure in poor urban neighborhoods and promote sustainable income-generation for urban poor with a bottom-up approach. Also, the project aims to strengthen the capability of local agencies to assist poor communities. Achievement of development objectives is progressing well. With the completion of Phase 1 of the project, approximately US\$53 million have been received by over 670,000 families to fund either micro-loans to carry out income generating activities, or grants to undertake community level infrastructure works. Studies indicate that 87% of surveyed households receiving income generating loans have seen an increase in profits. Infrastructure activities (only 6% of funds) consisted of small scale construction/improvement of roads, bridges, drainage canals, water supply, etc. According to the communities receiving these funds, infrastructure activities have benefited 1.2 million people. Phase II is under way and it's already showing positive signs: the level communities' awareness of the project and its goals has improved significantly compared to Phase 1 and local governments are now actively involved in the project community. Based on the above achievements, the project is expected to meet all its objectives (and surpass many of the targets).

Outlook: Project outlook is promising. There has been an overwhelmingly positive response to UPP, from communities and Government alike. This led to the expansion of UPP to additional provinces through a second project in 2002. Preparation of a third project (UPP3) is underway which would make UPP a national program.

Project Name (ID): Inland Waterways (03) (P056199)
Country: China
Board Approval Date: 6/21/2001
Signing Date: 1/7/2002
Effectiveness Date: 4/4/2002
Mid-Term Review Date:
Closing Date: 12/31/2007
Loan/Credit/Grant Number: 46210
Undisbursed Amount (in US\$ millions-as of June 30, 2003): 90.7
Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 9.3
Sector: Transport
Main Thematic Code: Rural services and infrastructure
Implementing Agency: HUNAN PROVINCIAL GOVERNMENT
Progress toward achieving development objective(s): The objective is to provide more efficient and economic waterway transport in Hunan along the Xiang River, better market access to inland remote areas and sufficient power supply to those areas through the construction of a dam, ship lock and power plant in Zhuzhou and improvement of the navigation channel between Zhuzhou and Xiangtan. Indicators to measure performance of the project are (a) door-to-door transportation of coal along the Xiang River to cost 10% to 30% less than rail and highway, (b) an increase in the average size of vessels from 175 tons capacity in 1998 to 300 tons in 2010, and an annual output of power of 640.5 million kwh/year at a sale price of 0.27 yuan/kwh. A reduction in transport cost will come about through the use of larger vessels. Upon completion 1,000-ton vessels will be able to navigate 439 km upstream of Henyang City. Construction of the dam, ship lock and power plant is proceeding well and on schedule. The project upon completion is expected to achieve its development objective.
Safeguards: Implementation of the environmental action plan and resettlement action plan have taken place as intended. The Bank has sought clarification on some indicators.
Significant Issue: The dam construction site suffered a second flooding in May 2003 (the first was in November 2002), due to exceptional rains. Effective action minimized damage and delay.

Project Name (ID): Transport Development (P056200)
Country: Mongolia
Board Approval Date: 3/22/2001
Signing Date: 4/30/2001
Effectiveness Date: 8/29/2001
Mid-Term Review Date:
Closing Date: 12/31/2005
Loan/Credit/Grant Number: 34780
Undisbursed Amount (in US\$ millions-as of June 30, 2003): 23.5
Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 12.6
Sector: Transport
Main Thematic Code: Rural services and infrastructure
Implementing Agency: MINISTRY OF INFRASTRUCTURE
Progress toward achieving development objective(s): The project's development objectives are to: (a) improve the accessibility of the isolated and remote central and western regions of Mongolia, (b) increase transport capacity for rail-borne export trade and, (c) reduce the number of fatalities resulting from road accidents. Progress toward achievement of the objectives continues to be on track. There is already positive anecdotal feedback from communities along the improved roads to the south and west of Ulaanbaatar regarding the project. Improvements to the railway's management information system are in progress, as are other components of the project directed toward road safety and maintenance management. The full impacts, especially of improved tools and methods, await completion of these activities.

Project Name (ID): Loess Plateau Watershed Rehabilitation (02) (P056216)

Country: China

Board Approval Date: 5/25/1999

Signing Date: 9/17/1999

Effectiveness Date: 12/16/1999

Mid-Term Review Date: 9/20/2001

Closing Date: 6/30/2004

Loan/Credit/Grant Number: 44770

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 52.0

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 95.8

Sector: Environment

Main Thematic Code: Water resource management

Implementing Agency: MINISTRY OF WATER RESOURCES (MWR)

Progress toward achieving development objective(s): The development objective of the project is to help achieve sustainable development in the Loess Plateau by increasing agricultural production and incomes, and improving ecological conditions in tributary watersheds, through: (a) the introduction of more efficient and sustainable uses of land and water resources; and (b) reducing erosion and sediment flow into the Yellow River. Interviews with farm families, leaders at the village, township and county levels, and review of benefit monitoring show that the benefits of the projects are well established. The project has substantially raised agriculture productivity and incomes, diversified farm incomes, improved environmental conditions through successful grazing management and planting of trees and shrubs, and created conditions for sustainable soil and water conservation. The benefits are particularly striking during periods of drought. Achievement of physical targets is on track and the experience from the similar Loess I Project has been very positive, which provided key lessons for the implementation of this project.

Project Name (ID): Social Investment (P056269)

Country: Thailand

Board Approval Date: 7/9/1998

Signing Date: 7/13/1998

Effectiveness Date: 11/9/1998

Mid-Term Review Date: 11/7/2000

Closing Date: 4/30/2004

Loan/Credit/Grant Number: 43730

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 5.7

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 249.1

Sector: Social Protection

Main Thematic Code: Social risk reduction

Progress toward achieving development objective(s): Project aims (i) to reduce adverse social impacts of the crisis through rapid creation of employment opportunities and the provision of essential social services to the poor and unemployed; and (ii) to support bottom-up service delivery through financing locally-identified and managed development initiatives, and through promoting decentralization, local capacity building, and community development. All activities are moving steadily and as scheduled. Project is expected to meet its objectives.

Project Name (ID): Tongbai Pumped Storage (P056424)

Country: China

Board Approval Date: 12/22/1999

Signing Date: 6/5/2000

Effectiveness Date: 3/20/2001

Mid-Term Review Date:

Closing Date: 12/31/2007

Loan/Credit/Grant Number: 45290

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 296.2

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 23.8

Sector: Energy and Mining

Main Thematic Code: Rural services and infrastructure

Implementing Agency: ZHEJIANG ELECTRIC POWER COMPANY

Progress toward achieving development objective(s): The project has two objectives: (a) increase peaking capacity and improve load-following capability and power quality in the Zhejiang and East China power systems. The construction of a major pumped storage power plant, and the implementation of an efficient mechanism to price its output in the market will be undertaken to achieve this objective; and (b) improve the operating and investment efficiency in generation by developing and implementing a competitive generation market in Zhejiang province. Progress toward objectives is steady as progress continues in the construction of the pumped storage plant and transmission reinforcement components; the Zhejiang Provincial Power Market has commenced trial operations; and sector restructuring is proceeding on schedule (in line with the power sector reform plan approved by the central government in April 2002).

Project Changes: At the request of the borrower because of loan savings, \$100 million was cancelled from the Bank loan in October 2003.

Project Name (ID): Rural Energy (P056452)

Country: Vietnam

Board Approval Date: 5/30/2000

Signing Date: 9/1/2000

Effectiveness Date: 11/29/2000

Mid-Term Review Date:

Closing Date: 6/30/2004

Loan/Credit/Grant Number: 33580

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 84.0

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 67.4

Sector: Energy and Mining

Main Thematic Code: Rural services and infrastructure

Implementing Agency: EVN, POWER COMPANY 1, POWER COMPANY 2, POWER COMPANY 3

Progress toward achieving development objective(s): The objectives of the project are to: (i) expand rural access to electricity in 902 communes located in 34 provinces of Vietnam through grid extension, where economically justified, to improve welfare, enhance income earning capacity and help alleviate poverty; (ii) define and establish institutional mechanisms and strategy for rural electrification in Vietnam; and (iii) promote the application of renewable energy sources in areas inaccessible to the national grid and to supplement grid power supply. Progress toward achieving these objectives is good. A total of 611 communes have been already electrified and electrification of 291 additional communes under way. Technical assistance and capacity building to Electricity of Vietnam is progressing well with all the required consulting services under the project already in place.

Project Name (ID): Water Conservation (P056516)

Country: China

Board Approval Date: 12/19/2000

Signing Date: 2/9/2001

Effectiveness Date: 5/3/2001

Mid-Term Review Date:

Closing Date: 6/30/2006

Loan/Credit/Grant Number: 45890

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 47.7

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 26.3

Sector: Rural Sector

Main Thematic Code: Water resource management

Implementing Agency: MINISTRY OF WATER RESOURCES

Progress toward achieving development objective(s): The project aims to achieve the three objectives: (a) increase of farmer income(b) saving of water resources and (c) sustainable use of water resources. Good progress has been made in achieving the three objectives, especially the first two objectives. The special efforts are being made in achieving the third objective.

Project Name (ID): Shijiazhuang Urban Transport (P056596)

Country: China

Board Approval Date: 3/27/2001

Signing Date: 10/29/2001

Effectiveness Date: 1/23/2002

Mid-Term Review Date:

Closing Date: 12/31/2006

Loan/Credit/Grant Number: 46000

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 92.3

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 7.7

Sector: Transport

Main Thematic Code: Other urban development

Implementing Agency: MUNICIPALITY OF SHIJIAZHUANG

Progress toward achieving development objective(s): The project objective is to foster the development of an efficient and environmentally sustainable urban transport system in the city of Shijiazhuang while providing a wider set of travel choices for users. Progress toward achievement the project objectives is good, with some delays in road infrastructure. Technical specifications for the Area Traffic Control System, which will improve the efficiency of the road network, has been completed. Completion of the two-way center of the road bus priority lanes in Zhongshan Street have proved to be very effective in increasing bus speeds, according to initial survey results. The vehicle emission control study, which will improve air quality, is ongoing. Based on this progress, it is likely that the overall project development objectives will be achieved.

Significant Issue: The city has implemented a pilot center of the road bus way on their own initiative, which will significantly improve public transport services.

Project Name (ID): Rural Water Supply and Sanitation (04) (P057352)

Country: China

Board Approval Date: 6/3/1999

Signing Date: 9/17/1999

Effectiveness Date: 11/24/1999

Mid-Term Review Date: 9/20/2002

Closing Date: 12/31/2005

Loan/Credit/Grant Number: 44850

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 28.0

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 17.8

Sector: Water Supply and Sanitation

Main Thematic Code: Rural services and infrastructure

Implementing Agency: NATIONAL PATRIOTIC HEALTH CAMPAIGN COMMITTEE

Progress toward achieving development objective(s): The project development objective is to reduce the time and cost for people in poor rural areas to obtain clean, safe water supply, while improving related sanitation and health behaviors through education and pilot investments. Continued progress is being made toward achieving the objective as evidenced by the increased number of villagers served by project-supplied water. The construction of latrines has also exceeded the progress of as water supply systems, and the estimated number will reach 84 school latrines and 8,177 household latrines (82% and 77% of target figures, respectively). Based on the interview of villagers and provincial Health Bureau representatives the increase in hand washing has been significant during 2003. The current SARS outbreak in China resulted in increased health education and sanitation information programs in rural China, and it seems to be that the change in behavior has continued and could be sustainable.

Project Name (ID): Rural Finance (03) (P057598)

Country: Philippines

Board Approval Date: 12/3/1998

Signing Date: 12/11/1998

Effectiveness Date: 5/6/1999

Mid-Term Review Date:

Closing Date: 6/30/2005

Loan/Credit/Grant Number: 44130

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 70.2

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 79.8

Sector: Rural Sector

Main Thematic Code: Rural markets

Implementing Agency: LBP

Progress toward achieving development objective(s): Project is extending credit to the rural economy through the wholesale Countryside Loan Fund and supporting the government's efforts to alleviate poverty through the provision of financial and institutional support. The project is also supporting the extension of credit to microenterprises and households in rural areas through the People's Credit Fund. A total of 53,000 micro-borrowers are receiving project-assisted loans. Progress is also being observed in the institutional strengthening of the main implementing institution, the Land Bank. In addition, all participating financial institutions have an Institutional Development Plan that projects and guides their financial performance. Disbursement has generally been slower than planned and special efforts will be needed to disburse the remainder of the funds, including modifications to the Loan Agreement in order to increase the funding allocation designated for microfinance.

Project Name (ID): Metro Manila Urban Transport Integration (P057731)

Country: Philippines

Board Approval Date: 6/21/2001

Signing Date: 8/8/2001

Effectiveness Date: 12/6/2001

Mid-Term Review Date:

Closing Date: 3/31/2007

Loan/Credit/Grant Number: 70580

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 55.5

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 4.5

Sector: Transport

Main Thematic Code: Access to urban services for the poor

Implementing Agency: DEPARTMENT OF PUBLIC WORKS AND HIGHWAYS

Progress toward achieving development objective(s): The project development objectives are to improve the operational efficiency and safety of the transport system of Metro Manila, with better opportunities to use public transport and nonmotorized transport, the dominant transport modes of low-income residents. Progress so far has been slow as implementation is behind schedule.

Project Name (ID): Pension Reform (P058308)

Country: China

Board Approval Date: 6/4/1999

Signing Date: 6/15/2000

Effectiveness Date: 10/25/2000

Mid-Term Review Date: 9/30/2002

Closing Date: 12/31/2003

Loan/Credit/Grant Number: 32410

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 2.0

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 2.9

Sector: Social Protection

Main Thematic Code: Social risk mitigation

Implementing Agency: MINISTRY OF LABOR AND SOCIAL SECURITY

Progress toward achieving development objective(s): The development objectives are to assist the Borrower in reforming its pension system through: (i) the formulation of a sustainable funding strategy; and (ii) the improvement of pension systems, in a pilot province and a pilot city, in order to obtain experience and develop a template for the establishment of a national unified pension system. The implementation results to date continue to show the promise that the project development objectives are achievable if the current pace of implementation is to accelerate and additional implementation time is allowed beyond the current closing date.

Outlook: The Ministry of Finance has requested an extension of the closing date to December 31, 2004.

Project Name (ID): Health Sector Development (P058358)

Country: Solomon Islands

Board Approval Date: 1/6/2000

Signing Date: 1/27/2000

Effectiveness Date: 3/9/2000

Mid-Term Review Date:

Closing Date: 6/30/2005

Loan/Credit/Grant Number: 33130

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 3.2

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): .9

Sector: Health, Nutrition and Population

Main Thematic Code: Fighting communicable diseases

Implementing Agency: MINISTRY OF HEALTH AND MEDICAL SERVICES

Progress toward achieving development objective(s): The project was under suspension for two years until August 2003, when the suspension was lifted after payment by Australia of the arrears on repayment of the credit. Little has therefore been achieved in the last year.

Project Name (ID): Structural Adjustment (P058544)

Country: Cambodia

Board Approval Date: 2/29/2000

Signing Date: 3/7/2000

Effectiveness Date: 3/28/2000

Mid-Term Review Date:

Closing Date: 12/31/2003

Loan/Credit/Grant Number: 33230

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 15.4

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 14.2

Sector: Economic Policy

Main Thematic Code: Public expenditure, financial management & procurement

Implementing Agency: MINISTRY OF ECONOMY AND FINANCE

Progress toward achieving development objective(s): The government has maintained a good macroeconomic policy framework and achieved solid progress in carrying out the overall program with respect to public resource management, public sector management and enhancing governance and fighting corruption.

Project Name (ID): Education Sector Support (P058681)

Country: Malaysia

Board Approval Date: 3/30/1999

Signing Date: 3/31/1999

Effectiveness Date: 6/9/1999

Mid-Term Review Date: 7/30/2001

Closing Date: 12/31/2003

Loan/Credit/Grant Number: 44510
Undisbursed Amount (in US\$ millions-as of June 30, 2003): 65.9
Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 178.1
Sector: Education

Main Thematic Code: Education for all
Implementing Agency: MINISTRY OF EDUCATION

Progress toward achieving development objective(s): The objectives are to: a) mitigate the negative impacts of the economic and financial crisis on the education sector and b) assist in the medium term economic recovery by developing cost-effective technical skills. The physical/quantitative indicators reflect sustained progress toward increasing access and improving education quality. This is evidenced by the construction achievements: 33 primary schools and 25 secondary schools completed; all 44 of the revised target for teachers' quarters completed; and 16 student hostel completed. The successfully completed as well as the about-to-be completed programs of upgrading of teachers' professional and academic qualifications are expected to result in higher quality classroom teaching and student learning in the regular schools as well as in the smart schools. The incorporation of vocational subjects in academic schools into the regular secondary school curriculum, will further widen educational opportunities for students with a preference for practical work. The total number of polytechnic staff with higher professional competencies at the end of 2002 was 1,386 or 22.6% more than the original target of 1,131. Progress is also evidenced by advances in curriculum development; adoption of a semester system following a project-funded review of the old training structure; enhancement of institutional AVA capacity to improve the quality of instruction; implementation of tracer studies and outcome monitoring; strengthening of the Polytechnic MIS; formalizing of long-term development plans; and implementation of quality management improvements. In addition, sector management and performance have been strengthened by the participation of 118 Ministry staff in training courses, including procurement, financial management, disbursement, and management of technical cooperation.

Outlook: The closing date will be extended by one year.

Project Name (ID): Northeast Village Development (P058841)

Country: Cambodia

Board Approval Date: 5/18/1999

Signing Date: 7/15/1999

Effectiveness Date: 11/11/1999

Mid-Term Review Date: 4/5/2003

Closing Date: 12/31/2003

Loan/Credit/Grant Number: 32160

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 1.1

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 3.7

Sector: Public Sector Governance

Main Thematic Code: Other rural development

Implementing Agency: MIN OF RURAL DEVELOPMENT

Progress toward achieving development objective(s): The project aims to introduce decentralized participatory, poverty-oriented rural development approaches in some of the poorest areas of Cambodia and gain the experience in managing such programs needed by the government for formulating and carrying out a cohesive national strategy for rural development. In the past 2 years of implementation, substantial progress was achieved toward the development objective of introducing, testing and learning lessons from decentralized participatory, poverty-oriented rural development approaches in poor areas in Northeast Cambodia. A poverty-oriented rural development approach has been piloted in some of the poorest areas of Cambodia, and lessons of experience are being systematically documented.

Safeguards: Environmental Screening had been done appropriately for the 120 sub-projects. No social safeguard issues associated with these sub-projects.

Project Name (ID): Mindanao Rural Development (APL) (P058842)

Country: Philippines

Board Approval Date: 12/2/1999

Signing Date: 12/14/1999
Effectiveness Date: 3/13/2000
Mid-Term Review Date:
Closing Date: 12/31/2004
Loan/Credit/Grant Number: 45220
Undisbursed Amount (in US\$ millions-as of June 30, 2003): 13.5
Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 8.5
Sector: Rural Sector
Main Thematic Code: Decentralization
Implementing Agency: DOA

Progress toward achieving development objective(s): The project aims to increase incomes and improve the food security of targeted agricultural and fisher folk communities around 32 municipalities in five provinces in Mindanao. There is remarkable progress in physical and financial implementation and most toward meeting its objectives. The project's midterm evaluation, as well as annual monitoring exercises, have revealed slight increases in household incomes and improved access to basic food needs among beneficiaries.

Project Name (ID): Guangxi Highway (P058843)

Country: China

Board Approval Date: 3/28/2000

Signing Date: 10/10/2000

Effectiveness Date: 2/8/2001

Mid-Term Review Date:

Closing Date: 6/30/2006

Loan/Credit/Grant Number: 45410

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 132.7

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 67.3

Sector: Transport

Main Thematic Code: Rural services and infrastructure

Implementing Agency: GUANGXI COMMUNICATIONS DEPARTMENT (GCD)

Progress toward achieving development objective(s): The project development objectives are to: (1) provide efficient, safe and cost-effective inter-provincial transport links among land-locked hinterland provinces and (2) help strengthen Guangxi Communications Department's institutional capacity. Good progress is being made toward achieving the objectives. The primary highway construction (Shuiren-Nanning Highway) is under implementation and the overall progress of civil works is about the same as the planned schedule. The training program is being implemented as planned. Four technical studies are also being implemented as planned. Four technical studies, financed by the Bank and two other studies financed by local funds are being implemented as agreed.

Project Name (ID): Henan Provincial Highway (03) (P058844)

Country: China

Board Approval Date: 5/16/2000

Signing Date: 2/5/2001

Effectiveness Date: 3/30/2001

Mid-Term Review Date:

Closing Date: 12/31/2005

Loan/Credit/Grant Number: 45480

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 100.9

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 49.1

Sector: Transport

Main Thematic Code: Infrastructure services for private sector development

Implementing Agency: HENAN PROVINCIAL COMMUNICATIONS DEPARTMENT

Progress toward achieving development objective(s): The project aims at providing a more efficient and effective transport infrastructure in support of social and economic development in Henan Province.

Specifically, the project is expected to (a) reduce traffic congestion and improve mobility in the Zhumadian-Xinyang corridor, a key section of China's National Trunk Highway System (NTHS); (b) improve accessibility to the poor areas in the province; and (c) enhance public sector management of the road network through institutional and management measures in support of improved asset maintenance, safety and construction quality, while preparing the sector for commercialization opportunities. The likelihood of achieving the project development objective remains high. The reorganization of HPCD has not been too disruptive, providing instead an excellent opportunity for a smooth implementation of the Institutional Development and Reform Plan (IDRP). In particular, the Expressway Administration has been corporatized and its further commercialization is under way. The institutional restructuring activities over the past few years have been successfully completed. Also, HPCD continues to show strong commitment to the IDRP, to which they pay as much attention as to the civil works component. The latter is progressing well, but it is too early to look at outcomes in terms of increased mobility or accessibility in the project area.

Project Name (ID): Jiangxi Highway (02) (P058845)

Country: China

Board Approval Date: 6/5/2001

Signing Date: 12/18/2001

Effectiveness Date: 3/18/2002

Mid-Term Review Date:

Closing Date: 12/31/2006

Loan/Credit/Grant Number: 46080

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 157.1

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 42.9

Sector: Transport

Main Thematic Code: Rural services and infrastructure

Implementing Agency: JIANGXI PROVINCIAL COMMUNICATION DEPT.

Progress toward achieving development objective(s): The project aims to provide more efficient, safe and effective transport infrastructure in support of social and economic development in Jiangxi Province. Good progress is being made toward achieving the objectives. The new expressway construction in the Nanchang-Shenzhen transport corridor is proceeding ahead of schedule. The overall progress of civil works is ahead of schedule with opening planned for early 2004. Construction of eight road sections in poor counties was expected to start in July/August 2003. The three major subcomponents of the highway safety component have been implemented as planned. The feasibility study on independent maintenance centers has been completed. Two centers now operate as companies. The training program has been implemented as planned.

Project Name (ID): National Railway (P058846)

Country: China

Board Approval Date: 1/29/2002

Signing Date: 3/5/2002

Effectiveness Date: 4/30/2002

Mid-Term Review Date:

Closing Date: 12/31/2006

Loan/Credit/Grant Number: 46480

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 55.6

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 104.4

Sector: Transport

Main Thematic Code: Infrastructure services for private sector development

Implementing Agency: MINISTRY OF RAILWAYS

Progress toward achieving development objective(s): The project has two objectives: (a) to increase the capacity of the railway network between eastern and western China; and (b) to support the reform program of China Railways. The first objective has been achieved with the completion and opening to

traffic in June 2003 of a second track and partial realignment of the first, between Baoji and Lanzhou. Progress toward the second objective has been slow.

Project Changes: Loan savings of about \$22 million are expected. The Ministry of Railways (MOR) is to submit a request to use \$18 million of these for additional equipment for safety and environmental purposes. A study to enhance the traffic management information system, originally planned under the Seventh Railways Project, is to be carried over to this project as Railways VII is due to close in June 2004. Other revisions to the TA program are under discussion.

Significant Issue: MOR no longer wishes to carry out two planned studies on accounting for independent passenger enterprises, as the new MOR leadership does not intend to make them legally independent, only profit centers with separate accounting within the existing regional administrations.

Project Name (ID): Xinjiang Highway (03) (P058847)

Country: China

Board Approval Date: 9/5/2002

Signing Date: 11/15/2002

Effectiveness Date: 1/14/2003

Mid-Term Review Date:

Closing Date: 12/31/2007

Loan/Credit/Grant Number: 71430

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 129.0

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 21.0

Sector: Transport

Main Thematic Code: Rural services and infrastructure

Implementing Agency: XINJIANG COMMUNICATIONS DEPARTMENT (XCD)

Progress toward achieving development objective(s): The project aims to improve transport infrastructure and sector governance in support of social and economic development in Xinjiang Uygur Autonomous Region (XUAR), a remote province in Western China. To meet the above development objective, the project will produce the following outputs: (a) Traffic congestion relieved and mobility increased along the regional and international trade corridor between Kuitun and Sailimu close to the Kazakhstan Border, part of the main east-west section of China's National Trunk Highway System (NTHS); (b) accessibility to selected poor areas in the Region improved through a Local Roads Rehabilitation Program (LRRP); and (c) efficiency and effectiveness in public sector management of the road network enhanced. The project has only been effective for a few months. Good progress is already being made on all project components.

Project Name (ID): District Upland Development and Conservation (P059305)

Country: Lao People's De

Board Approval Date: 3/17/1999

Signing Date: 7/15/1999

Effectiveness Date: 1/28/2000

Mid-Term Review Date:

Closing Date: 9/30/2003

Loan/Credit/Grant Number: 31860

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 0.0

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 1.9

Sector: Environment

Main Thematic Code: Biodiversity

Implementing Agency: DOF

Progress toward achieving development objective(s): The development objective is the adoption of more intensified agricultural practices by upland farmers in pilot areas. The project is likely to achieve this objective. Area under shifting cultivation has stabilized with more farmers taking up paddy rice due to availability of small-scale irrigation schemes. The number of village vegetable gardens has increased which increase food diversity and security. Health and education services have improved thus enabling households to participate more fully in development activities.

Safeguards: No project-related activities have detrimental impacts on biodiversity conservation or the environment. The project as a whole is designed to respect indigenous groups to choose development options that are reinforcing their distinct identity and therefore the social impacts are positive.

Project Name (ID): Water Supply and Sanitation for Low Income Communities (02) (P059477)

Country: Indonesia

Board Approval Date: 6/15/2000

Signing Date: 6/20/2000

Effectiveness Date: 11/16/2000

Mid-Term Review Date:

Closing Date: 6/30/2009

Loan/Credit/Grant Number: 33820

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 70.9

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 9.3

Sector: Health, Nutrition and Population

Main Thematic Code: Fighting communicable diseases

Implementing Agency: MINISTRY OF HEALTH - DIRECTORATE GENERAL CDC & EH

Progress toward achieving development objective(s): The objectives of the project are to (a) improve the health status, productivity, and quality of life of poor communities in underserved rural villages by improving the health behavior and health services of the communities related to water-borne diseases; (b) provide safe, adequate, cost-effective, and easily accessible water supply and sanitation services; and (c) developed sustainability and effectiveness through community participation. Implementation progress is approaching the pace envisaged during preparation. Sustained progress is being made in achieving the objectives.

Project Name (ID): Rural Transport (02) (P059864)

Country: Vietnam

Board Approval Date: 12/16/1999

Signing Date: 2/24/2000

Effectiveness Date: 5/24/2000

Mid-Term Review Date: 5/2/2002

Closing Date: 6/30/2006

Loan/Credit/Grant Number: 33060

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 51.6

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 49.8

Sector: Transport

Main Thematic Code: Rural services and infrastructure

Implementing Agency: MINISTRY OF TRANSPORT

Progress toward achieving development objective(s): The overall goal of the proposed project is to contribute to the Government's poverty reduction program in the rural areas. The specific objectives of the proposed project are to: (i) improve the access of rural communities in the project provinces to markets, off-farm economic opportunities, and social services. The project is progressing well. The project has had a significant impact on the access by rural people to markets and essential social services. (ii) develop central, provincial and local capacity to improve and sustain the level of service of the rural transport network. This period has seen an improved awareness of maintenance issues. All provinces have signed provincial engagement agreements on maintenance following workshops and there has been train the trainers workshops for all provinces to train on the commune maintenance handbook. (iii) foster the development of small-scale private contractors. Approximately 70% of the contracts have been awarded to small scale private contractors and some of these are winning subsequent maintenance contracts. The playing field for the private sector is still not level but significant improvements in the environment for the private sector have been achieved.

Procurement: Procurement remains the main weakness in the project, the WB is still making significant comments during review of procurement documents. PMU-18 have made suggestions for improving the

procurement sections of the operations manual. The WB will make final comments on these when the results of the fiduciary review are known.

Safeguards:

Project Name (ID): Decentralized Agricultural and Forestry Extension (P059930)

Country: Indonesia

Board Approval Date: 8/31/1999

Signing Date: 12/17/1999

Effectiveness Date: 2/22/2000

Mid-Term Review Date:

Closing Date: 3/31/2004

Loan/Credit/Grant Number: 45100

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 9.3

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 8.7

Sector: Rural Sector

Main Thematic Code: Other rural development

Progress toward achieving development objective(s): The development objectives of the project are to assist the Government in enhancing the farmers' capacity to participate in extension activities and in strengthening the capacity of the district-level integrated agricultural and forestry extension system which would promote economically feasible, environmentally sustainable, and socially acceptable farmers' practices and increase farmers' income. Implementation on all components is progressing satisfactorily and the development objectives are being attained. Farmer groups have been re-vitalized and, through the Farmer Managed Activities (FMA) grants system, are now able to access knowledge and technology from other farmers, universities, extension agents, and the private sector. Two cycles of the FMA grants have been successfully completed in the 16 participating districts. These have helped many farmers raise productivity and incomes. At the district-level, participatory processes and procedures are being incorporated in the integrated agricultural and forestry extension program centers. Training of extension managers, workers, and local officials shows good progress. Gender mainstreaming has made significant progress in all aspects of project implementation.

Significant Issue: The Gender PHRD implementation grant (TF026727) associated with this project will close on December 31, 2003. The grant has resulted in increased gender awareness at central and local levels through greater emphasis on women's participation in extension and training activities, engendering of training curricula to meet men and women's needs, sex-disaggregated data collection and analysis for monitoring and evaluation, and planning of extension activities responding to women farmers' needs.

Project Name (ID): Water Sector Management (P059931)

Country: Indonesia

Board Approval Date: 6/26/2003

Signing Date:

Effectiveness Date:

Mid-Term Review Date:

Closing Date: 12/31/2007

Loan/Credit/Grant Number: 47110

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 70.1

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 0.0

Sector: Rural Sector

Main Thematic Code: Water resource management

Implementing Agency: DIRECTORATE GENERAL FOR WATER RESOURCES. MIN.KIMPRASWIL

Progress toward achieving development objective(s): The project's objective is to assist the Government implement the reforms under the Water Sector Adjustment Loan (WATSAL). The implementation of the WATSAL progresses, but concerns emerge about the commitment of government to its reform policy, notably where it concerns participatory irrigation management. Project is not yet effective.

Project Name (ID): Coastal Marine (GEF) (P059933)
Country: Philippines
Board Approval Date: 12/2/1999
Signing Date: 11/29/1999
Effectiveness Date: 10/3/2000
Mid-Term Review Date:
Closing Date: 12/31/2005
Loan/Credit/Grant Number:
Undisbursed Amount (in US\$ millions-as of June 30, 2003): 1.1
Cumulative Disbursements (in US\$ millions-as of June 30, 2003): .2
Sector: Environment
Main Thematic Code: Rural services and infrastructure
Implementing Agency: DENR

Progress toward achieving development objective(s): The project aims to increase incomes and improve food security of targeted agricultural and fisher folk communities in around 32 municipalities in five provinces and to conserve coastal and marine biodiversity in two provinces of Mindanao. It aims to respond to community priorities for rural infrastructure and test community-based systems for supporting rural development as well as approaches for improving local government unit capability for agricultural development planning and implementation in partnership with concerned national agencies. The project is progressing well toward achieving its objective to remove barriers to mainstreaming marine and coastal biodiversity conservation in coastal zone development by: (a) establishing community-based management of marine sanctuaries; (b) strengthening local capacity to address marine ecosystem management issues; (c) enhancing the knowledge base for sound ecosystem management and decision making, including monitoring and evaluation for sustainable long-term marine ecosystem management; and (d) developing policy and action plans for marine biodiversity conservation and mainstreaming it into coastal development plans.

Project Name (ID): Northern Mountains Poverty Reduction (P059936)
Country: Vietnam
Board Approval Date: 10/25/2001
Signing Date: 11/6/2001
Effectiveness Date: 3/6/2002
Mid-Term Review Date:
Closing Date: 12/31/2007
Loan/Credit/Grant Number: 35720
Undisbursed Amount (in US\$ millions-as of June 30, 2003): 116.4
Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 6.4
Sector: Rural Sector

Main Thematic Code: Rural services and infrastructure
Implementing Agency: MINISTRY OF PLANNING AND INVESTMENT

Progress toward achieving development objective(s): The project's development objective is for poor villagers in the northern mountains to use a variety of improved and sustainable infrastructure and social services, and to increase the institutional capacity of upland communes and districts. Progress toward meeting this objective will be measured by: (i) increased access to and use of transport, market, water, health and education services; (ii) sustained improvement in the quality of services; (iii) adequate maintenance of new infrastructure and establishment of O&M systems; and (iv) increased district and commune management capacity and sustained improvements in agricultural livelihoods. The project is on track to achieving its development objective, although detailed output and outcome indicators are not yet available pending the completion of the project's monitoring and evaluation system. Recent site visits suggest that basic infrastructure is significantly improved in extent and quality, that it is being used and adequately maintained in project communes, and commune-level capacity-building efforts are now under way. These physical outputs achieved to date are believed to be translating into the desired outcomes in terms of access to and use of infrastructure and social services in some of the northern mountains'

poorest and most remote communes, including stronger poverty targeting within such communes as compared with the Government programs the project is designed to complement.

Procurement: Some deficiencies have been identified in procurement management. Most notable among these is inexperience on the part of the implementing agencies at various levels responsible for handling procurement, and resulting weaknesses in contract management. These deficiencies are being remedied.

Safeguards: There is room for improvement with respect to safeguards management. Detailed guidelines for environmental screening of basic infrastructure sub-projects supported under the project remain to be developed and followed in practice. The quality of some construction works, notably rural roads, is suspect in some instances, leading to concerns over potentially adverse environmental impacts. These issues are currently being addressed with consultant support.

Outlook: Mid-term review of the project is planned for late April 2004. If significant progress has not been made in some of the areas requiring attention under implementation, options for restructuring may be considered at that time.

Project Name (ID): Education Quality Improvement (P059971)

Country: Cambodia

Board Approval Date: 8/31/1999

Signing Date: 9/29/1999

Effectiveness Date: 12/20/1999

Mid-Term Review Date: 10/8/2001

Closing Date: 3/31/2004

Loan/Credit/Grant Number: 32830

Undisbursed Amount (in US\$ millions-as of June 30, 2003): .6

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 4.3

Sector: Education

Main Thematic Code: Education for all

Implementing Agency: MINISTRY OF EDUCATION, YOUTH AND SPORT

Progress toward achieving development objective(s): The objective of the project is to develop and put into practice a participatory approach to school quality improvement and performance-based resource management. The achievement of objectives under the EQIP project is good. Schools participating in the program increasingly demonstrate characteristics of effective schools and ultimately demonstrate improvements in student enrollment, attendance, student flows and achievement. Implementation has proceeded smoothly and school clusters continue to benefit from project investments. During a recent grant funds delivery ceremony in Kampot, H. E. Hem Samkol expressed that EQIP was characterized by "transparency" and "good expenditures" that empowered local decision-making and promoted "real decentralization."

Project Name (ID): Forest Concession Management and Control Pilot (P060003)

Country: Cambodia

Board Approval Date: 6/5/2000

Signing Date: 7/6/2000

Effectiveness Date: 10/20/2000

Mid-Term Review Date: 3/31/2003

Closing Date: 12/31/2003

Loan/Credit/Grant Number: 33650

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 3.5

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 1.4

Sector: Rural Sector

Main Thematic Code: Environmental policies and institutions

Implementing Agency: DEPT OF FORESTRY AND WILDLIFE

Progress toward achieving development objective(s): The overall project development objectives are to demonstrate and improve the effectiveness of a comprehensive set of forest management and operational guidelines and control procedures in forest concession areas, and to establish an effective

forest crime monitoring and prevention capability. Draft Strategic Forest Management Plan Reviews have been completed by the Forestry Administration (FA). However, these have not been forwarded by FA to senior decisionmakers because of delays and confusion within FA and with respect to donor and external stakeholder comments and input. Without greater regulatory zeal and commitment to rapid processing of concession plans, achievement of development objectives is at some risk.

Procurement: Procurement and disbursement have markedly accelerated.

Project Changes: The closing date will be extended to June 30, 2005.

Project Name (ID): Natural Forest Biodiversity (P060029)

Country: China

Board Approval Date: 4/16/2002

Signing Date: 7/2/2002

Effectiveness Date: 1/29/2003

Mid-Term Review Date:

Closing Date: 8/31/2009

Loan/Credit/Grant Number:

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 17.0

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): .9

Sector: Environment

Main Thematic Code: Biodiversity

Implementing Agency: STATE FORESTRY ADMINISTRATION

Progress toward achieving development objective(s): The development objective of the project (Protected Area Management -PAM Component of the China Sustainable Forestry Development Project) is to ensure that viable, participatory and locally-managed systems for conservation, management, and sustainable use of forest resources and associated biodiversity are developed and adopted in SFDP project sites. It is anticipated that the above development objective would be achieved when 13 participatory Nature Reserves Management Plans are developed and adopted by the State Forestry Administration, 26 Community Resources Management plans are formulated and adopted by local communities and personnel and community members are trained. Since work on the management plans and on the training is underway, the Project has started to move toward the achievement of its development objectives.

Safeguards: So far, project implementation is in accordance with applicable safeguards.

Project Name (ID): Enterprise Reform (P060270)

Country: China

Board Approval Date: 6/28/1999

Signing Date: 12/30/1999

Effectiveness Date: 7/21/2000

Mid-Term Review Date:

Closing Date: 12/31/2005

Loan/Credit/Grant Number: 32710

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 2.8

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 2.2

Sector: Private Sector Development

Main Thematic Code: Social risk reduction

Implementing Agency: MINISTRY OF HEALTH

Progress toward achieving development objective(s): The Project and its original components closed on June 30, 2002. The project was extended to fund a new component for a snow emergency, which closed on May 31, 2003. The project was further extended to fund the SARS and Infectious Diseases Response Program. The development objectives for the SARS and Infectious Diseases Response Program are to: (1) address emergency needs for SARS-related diagnosis, clinical management, and personal protection that are necessary to bring the current epidemic fully under control; and (2) support the Government's efforts to strengthen the capacity of the public health system more generally so that China's health system is prepared to combat the possible re-emergence of SARS and, equally important,

similar infectious disease threats that might occur in the future. The Protocol for the SARS Alert and Response plan has been developed at the central level and in all eight project provinces/municipalities. The capacity of SARS response has been improved as the establishment or upgrading of SARS-designated hospitals and fever clinics is underway (in terms of equipment procurement, civil works). Training courses in clinical management, surveillance, public health interventions, and emergency response have been implemented in all eight provinces. Project Leading Groups have been set up at the central level and in project provinces and a national Expert panel and provincial expert panels have been set up.

Project Name (ID): Mining Sector Institutional Strengthening Technical Assistance (P060330)

Country: Papua New Guinea

Board Approval Date: 6/1/2000

Signing Date: 6/16/2000

Effectiveness Date: 9/13/2000

Mid-Term Review Date:

Closing Date: 12/31/2005

Loan/Credit/Grant Number: 70180

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 5.8

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 4.2

Sector: Energy and Mining

Main Thematic Code: Regulation and competition policy

Implementing Agency: DEPT.OF MINING/INTERNAL REVENUE COMM.

Progress toward achieving development objective(s): The project development objective is to strengthen the institutional capacity within the Department of Mining and the Internal Revenue Commission to administer and regulate exploration and mining projects and thereby contribute to socially and environmentally sustainable private mineral investment in the mining sector. Progress is well advanced toward achieving the project development objective. Considerable institutional strengthening is taking place for the Department of Mining regarding policy and regulatory capabilities, technical audit and monitoring capabilities, mineral tenements administration, geological survey and sustainable mining development capabilities. Most recently the project has supported gender-related initiatives including a Women in Mining Conference. The Internal Revenue Commission institutional strengthening has proceeded more slowly but is now well under way. Overall the project development objectives are expected to be achieved.

Project Name (ID): Community Based Rural Infrastructure (P062748)

Country: Vietnam

Board Approval Date: 6/26/2001

Signing Date: 11/6/2001

Effectiveness Date: 3/15/2002

Mid-Term Review Date:

Closing Date: 12/31/2007

Loan/Credit/Grant Number: 35320

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 110.3

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 4.2

Sector: Rural Sector

Main Thematic Code: Rural services and infrastructure

Implementing Agency: MINISTRY OF PLANNING AND INVESTMENT

Progress toward achieving development objective(s): The project's development objective is to reduce poverty in up to 600 poorest communes of 13 provinces in Central Vietnam, by: (i) increasing the capacity of those communes for decentralized and participatory planning and management of development activities; (ii) providing essential, small-scale public infrastructure; and (iii) generating income for the poor through construction employment. Project implementation to date has been somewhat delayed pending the completion of an ambitious program of training and institutional capacity building at the local level, combined with participatory planning and public information activities. These

essential activities have laid the groundwork for a rapid escalation in the pace of implementation of small-scale civil works at commune level. A solid pipeline of sub-projects has been built up, and the project is expected to be back on its original implementation schedule by mid-2004.

Outlook: Mid-term review of the project is planned for late May 2004.

Project Name (ID): Corporate Restructuring Technical Assistance (P063732)

Country: Indonesia

Board Approval Date: 3/25/1999

Signing Date: 4/16/1999

Effectiveness Date: 7/8/1999

Mid-Term Review Date: 6/9/2001

Closing Date: 12/31/2003

Loan/Credit/Grant Number: 44480

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 1.1

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 5.9

Sector: Private Sector Development

Main Thematic Code: Regulation and competition policy

Implementing Agency: JAKARTA INITIATIVE TASK FORCE (JITF)

Progress toward achieving development objective(s): The project objective is to help the Government implement key elements of the Jakarta Initiative (JI). The JI establishes a voluntary framework for corporate and debt restructuring and seeks to remove legal, regulatory and administrative obstacles to the approval of restructurings agreed between debtors and creditors, strengthen the bankruptcy system and achieve legal reforms to improve the competitiveness and efficiency of the corporate sector. Progress toward achieving project objectives has been excellent. When it closed its doors in December 2003, the Jakarta Initiative Task Force had brokered the restructuring of US\$20.5b of corporate debt, a remarkable achievement for a small technical assistance project such as this one. The commercial court support component delivered only modest results but did contribute to the court's development.

Project Name (ID): Java Bali Power Sector Restructuring and Strengthening (P063913)

Country: Indonesia

Board Approval Date: 6/26/2003

Signing Date:

Effectiveness Date:

Mid-Term Review Date:

Closing Date: 12/31/2008

Loan/Credit/Grant Number: 47120

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 141.0

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 0.0

Sector: Energy and Mining

Main Thematic Code: Infrastructure services for private sector development

Implementing Agency: PLN AND PGN

Progress toward achieving development objective(s): The objective of the project is to improve the performance of the power sector in Java-Bali by: (a) supporting the state power company to implement its financial and corporate restructuring plan and to strengthen key elements of the Java-Bali electricity supply system; and (b) assisting the state gas company to prepare the groundwork for restructuring its gas transmission and distribution operations, given the importance of natural gas for power generation. The project is not yet effective.

Project Name (ID): Water Resources Sector Adjustment (P064118)

Country: Indonesia

Board Approval Date: 5/18/1999

Signing Date: 5/28/1999

Effectiveness Date: 6/21/1999

Mid-Term Review Date:
Closing Date: 12/31/2003
Loan/Credit/Grant Number: 44690
Undisbursed Amount (in US\$ millions-as of June 30, 2003): 150.0
Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 150.0
Sector: Rural Sector

Main Thematic Code: Water resource management
Implementing Agency: BAPPENAS

Progress toward achieving development objective(s): The development objectives are: (a) Improve the national institutional framework for water resources development and management; (b) Improve the organizational and financial framework for river basin management; (c) Improve regulatory institutions and implementation instruments for regional water quality management; and (d) Improve irrigation management performance and fiscal sustainability through farmer organization empowerment for participatory irrigation management. The rate of progress varies by component. The most impressive progress is in the key objective, namely participatory irrigation management reform, which was achieved in June 2003. This puts Indonesia among the countries with the most modern irrigation sector. Achievement of the other three objectives varies between 30 and 75% (for national frameworks, and water quality management, respectively), though the preparation rate of the legal and regulatory outputs is close to 80% overall.

Project Changes: The closing date will be extended a fourth time to December 31, 2004.

Project Name (ID): Sustainable Forestry Development (P064729)

Country: China

Board Approval Date: 4/16/2002

Signing Date: 7/2/2002

Effectiveness Date: 1/29/2003

Mid-Term Review Date:

Closing Date: 8/31/2009

Loan/Credit/Grant Number: 46590

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 88.5

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 5.4

Sector: Environment

Main Thematic Code: Biodiversity

Implementing Agency: STATE FOREST ADMINISTRATION (SFA)

Progress toward achieving development objective(s): The development objective of the Sustainable Forestry Development Project is to ensure that viable, participatory and locally-managed systems for conservation, management, and sustainable use of forest resources and associated biodiversity are developed and adopted in SFDP project sites, to promote sustainable development of forest resources and protect natural environments. The above development objective would be achieved when project timber plantations would reach a total area of 115,100 ha of commercial wood plantations 57,900 ha of economic tree crops 61,300 ha of pre-commercial thinning 265 million seedlings of improved stock and staff are trained. Based on the significant progress made in the completion of planned annual targets, the project can be considered as moving toward the achievement of its development objectives.

Project Name (ID): Yangtze Dike Strengthening (P064730)

Country: China

Board Approval Date: 6/27/2000

Signing Date: 8/10/2000

Effectiveness Date: 11/3/2000

Mid-Term Review Date: 11/18/2002

Closing Date: 12/31/2004

Loan/Credit/Grant Number: 45700

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 129.8

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 80.2

Sector: Rural Sector

Main Thematic Code: Land management

Implementing Agency: MWR/CHANGJIANG WR COMMISSION, HUBEI AND HUNAN PROVINCES

Progress toward achieving development objective(s): The project's development objective is to protect property and life along the middle reaches of the Yangtze River against floods by strengthening its dikes and associated structures and protecting its riverbanks against erosion, and by improving the operation and maintenance of such dikes. In general the achievement of the objective is on target. The completed works in Hubei and Hunan has substantially strengthened the dike structures with higher protection level, and withstood the 2002 and 2003 floods.

Significant Issue: The River Modeling Component has incurred major delay due to the extremely long process of government approval and slow procurement process.

Outlook: The project is on the right track. There will be some \$50 million savings owing to design optimization and competitive bidding under the project, and the Borrower is planning to use the savings to finance new activities serving the same objectives. The project closing date is likely to be extended.

Project Name (ID): Road Maintenance (P064821)

Country: Lao People's De

Board Approval Date: 3/27/2001

Signing Date: 4/13/2001

Effectiveness Date: 7/12/2001

Mid-Term Review Date: 4/4/2003

Closing Date: 12/31/2004

Loan/Credit/Grant Number: 34810

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 11.4

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 14.8

Sector: Transport

Main Thematic Code: Municipal governance and institution building

Implementing Agency: MCTPC

Progress toward achieving development objective(s): The development objectives are to develop and implement financing and management systems for the sustainable maintenance of the National Road Network countrywide and design and test in four selected provinces financing and management systems for the sustainable maintenance of the Local Road Network. All key activities are either under implementation or completed. Positive results continue to be achieved for the heavy transport management program with 50-70% reductions in overloading in various provinces since the start of the Project and others making substantial progress. Achievement of the objectives is therefore very likely.

Project Name (ID): Sustainable Forestry for Rural Development (P064886)

Country: Lao People's De

Board Approval Date: 6/24/2003

Signing Date: 9/4/2003

Effectiveness Date:

Mid-Term Review Date:

Closing Date: 12/31/2008

Loan/Credit/Grant Number: 38020

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 10.1

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 0.0

Sector: Rural Sector

Main Thematic Code: Other public sector governance

Implementing Agency: MINISTRY OF AGRICULTURE & FORESTRY

Progress toward achieving development objective(s): The objective of the Project is to assist the Borrower to achieve the sustainable management of production forests to alleviate rural poverty in the Project Provinces by implementing the forest policy reform actions and policies set forth in its Letter of Forest Management Policy. The project is not yet effective.

Project Name (ID): CH-GEF-BEIJING ENVMT II (P064924)

Country: China

Board Approval Date: 6/20/2000

Signing Date: 10/10/2000

Effectiveness Date: 5/11/2001

Mid-Term Review Date: 11/8/2002

Closing Date: 12/31/2006

Loan/Credit/Grant Number:

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 24.6

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 1.6

Sector: Environment

Main Thematic Code: Pollution management and environmental health

Implementing Agency: BEIJING MUNICIPAL GOVERNMENT

Progress toward achieving development objective(s): The global development objective of the project is to achieve cost-effective and sustained reduction of greenhouse gasses by decreased carbon emission to the global environment, through conversion of coal-burning medium-sized boilers to natural gas and increased efficiency of heating systems. The project is achieving its development objective as reflected by the following: (i) sales and conversion of boilers under the project is making slow but steady progress despite initial difficulties with organizational and market development. Nevertheless, gas boiler market in Beijing has taken off, and conversion at large is progressing rapidly. An estimated 40% of all coal-fired boilers in the urban districts have been converted already; (ii) development and dissemination of heating energy efficiency measures is underway through efficiency monitoring activities, and the establishment of a long-term detailed operational plan; and (iii) city-wide air pollution control measures taken by Beijing Municipality are having a noticeable impact already.

Project Name (ID): Health Sector Management (P064926)

Country: Samoa

Board Approval Date: 9/14/2000

Signing Date: 9/26/2000

Effectiveness Date: 11/15/2000

Mid-Term Review Date:

Closing Date: 3/31/2006

Loan/Credit/Grant Number: 34210

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 4.9

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): .4

Sector: Health, Nutrition and Population

Main Thematic Code: Health system performance

Implementing Agency: EXECUTED BY TREASURY DEPT.; IMPLEMENTED BY DEPT. OF HEALTH

Progress toward achieving development objective(s): The project's development objectives are to strengthen the Department of Health's capacity in developing and implementing appropriate health legislation and regulation, and to improve the functional and technical quality of health facilities within the health sector reform strategy. The project is progressing toward successful achievement of development objectives. Capacity has been built in the health department in areas of policy analysis, health financing, health planning, procurement, and financial management.

Project Name (ID): Social Expenditure Management (P065113)

Country: Philippines

Board Approval Date: 2/15/2000

Signing Date: 2/25/2000

Effectiveness Date: 4/11/2000

Mid-Term Review Date: 3/15/2001

Closing Date: 12/31/2003

Loan/Credit/Grant Number: 45350

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 22.4
Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 77.6

Sector: Public Sector Governance

Main Thematic Code: Public expenditure

Implementing Agency: DEPARTMENT OF BUDGET AND MANAGEMENT (DBM)

Progress toward achieving development objective(s): The project has achieved its development objective of supporting the provision of basic social services in the aftermath of the Asian Financial Crisis, while introducing significant improvements in public expenditure management in the social sector agencies of DepEd and DSWD. DepEd and DSWD outputs for basic social services have met/exceeded all targets although outcome indicators and their attribution to project inputs can only be assessed as part of a formal evaluation exercise. Significant improvements in public expenditure management have taken place. The project successfully accomplished its role as a tool for developing and testing prototype improvements in Procurement, Financial Management, and Information Systems for Government wide implementation of reform in these areas.

Project Name (ID): Biodiversity & Protected Area (P065798)

Country: Cambodia

Board Approval Date: 2/8/2000

Signing Date: 3/7/2000

Effectiveness Date: 5/3/2000

Mid-Term Review Date: 11/16/2002

Closing Date: 12/31/2003

Loan/Credit/Grant Number: 33200

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 1.4

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): .6

Sector: Environment

Main Thematic Code: Biodiversity

Implementing Agency: MINISTRY OF ENVIRONMENT

Progress toward achieving development objective(s): The objective is to improve the capacity of the Ministry of Environment to plan, implement and monitor an effective national system of protected areas. Progress has been very good. The recently completed five year plan for Virachey National Park has made a strong commitment to ensuring natural resource access and tenure security for agricultural lands inside the park. This will have a long term positive impact for local communities. The models developed for community management will be models for the rest of the protected areas system. The project has also done excellent work raising community awareness on the importance of natural resource management and conservation. The team has successfully encouraged interaction and dialog with conservation and community development NGOs.

Safeguards: The project's main safeguard issue is Indigenous People. The project has made excellent progress in working with ethnic minority communities who live in and around of Virachey National Park.

Project Changes: The project closing date will be extended to December 31, 2005.

Project Name (ID): Agricultural Development (P065973)

Country: Lao People's De

Board Approval Date: 5/29/2001

Signing Date: 7/2/2001

Effectiveness Date: 11/26/2001

Mid-Term Review Date:

Closing Date: 6/30/2007

Loan/Credit/Grant Number: 35090

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 17.5

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): .9

Sector: Rural Sector

Main Thematic Code: Other social protection and risk management

Implementing Agency: MAF

Progress toward achieving development objective(s): The development objective of the project is to remove key constraints to intensifying agriculture, increasing agricultural productivity, and providing basic services for low-income subsistence farmers through responding to community priority needs in targeted project areas, which remains consistent with the Government's National Growth and Poverty Reduction Strategy. Progress is being made through the implementation of the community driven Village Investments for the Poor component and the organization of extension and research services in project area based on participatory assessments with target villages and joint planning of activities with government staff. Infrastructure support (irrigation rehabilitation, rural tracks, water supply and sanitation) has been delayed but is expected to proceed quickly with full engagement of technical support for design and procurement.

Procurement: Delays in procurement, particularly for civil works, have been addressed through strengthening of national and provincial capacity and is now being implemented well.

Safeguards: Good work has been accomplished in training district and provincial staff and target villages in resettlement provisions. Initial social and environmental assessments and action plans for subprojects are scheduled to be provided to the Bank by end of April 2004.

Project Name (ID): Land Administration and Management (P066069)

Country: Philippines

Board Approval Date: 9/26/2000

Signing Date: 10/20/2000

Effectiveness Date: 1/9/2001

Mid-Term Review Date: 2/10/2003

Closing Date: 9/30/2003

Loan/Credit/Grant Number: 70340

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 3.1

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 1.7

Sector: Environment

Main Thematic Code: Land management

Implementing Agency: DEPT. OF ENVIRONMENT AND NATURAL RESOURCES

Progress toward achieving development objective(s): The objectives of the project are to test alternative approaches to accelerated land titling programs and to build a sound policy and institutional foundation for the implementation of the long-term land administration and management program. Project objectives were achieved. A land administration reform bill was submitted to congress endorsed by the President and the leaders of both houses. The project also successfully developed guidelines to issue land titles.

Project Name (ID): System Efficiency Improvement, Equitization, and Renewables (P066396)

Country: Vietnam

Board Approval Date: 6/25/2002

Signing Date: 10/24/2002

Effectiveness Date: 2/19/2003

Mid-Term Review Date:

Closing Date: 12/31/2007

Loan/Credit/Grant Number: 36800

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 249.4

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 0.0

Sector: Energy and Mining

Main Thematic Code: Rural services and infrastructure

Implementing Agency: ELECTRICITY OF VIETNAM (EVN)/MINISTRY OF INDUSTRY (MOI)

Progress toward achieving development objective(s): The objectives are (a) improve system efficiency, (b) enhance rural access to electricity, (c) sustain power sector reform and improve corporate governance and (d) reduce greenhouse gas emissions through electricity production from renewable energy. The main investment components managed by Electricity of Vietnam (EVN) have progressed well, and these contribute to the improvement of efficiency and access objectives. The institutional and

framework components, such as development of renewable energy and the financial management system, are doing less well, as there remains limited capacity for this kind of work.

Safeguards: Each sub-project is subject to safeguards and deals largely with relatively small environment and resettlement impacts, though in some circumstances there are issues of cultural property. Generally safeguard standards are being met by each executing agency.

Project Changes: The project will be restructured in the next six months to make the investment components more flexible, allowing a phased or programmatic approach to the investment components, and to broaden participation in the renewable energy tasks. It is planned that some sub-projects will be financed under a separate credit, to use savings. This will give room for the programmatic approach to be adopted in SEIER but will also have a short-term impact on disbursements.

Outlook: The rate of disbursement and the progress toward meeting the objectives are likely to slow until the project has been restructured. When the new, more flexible arrangement is in place, implementation and progress toward the objectives will speed up to a higher rate than originally forecast.

Project Name (ID): Metro Manila Urban Transport Integration Project - Bicycle Network Demonstration Pilot (Supplemental) (P066509)

Country: Philippines

Board Approval Date: 6/21/2001

Signing Date: 8/8/2001

Effectiveness Date: 12/6/2001

Mid-Term Review Date:

Closing Date: 3/31/2007

Loan/Credit/Grant Number:

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 1.3

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): .1

Sector: Transport

Main Thematic Code: Access to urban services for the poor

Implementing Agency: CITY OF MARIKINA,METRO MANILA

Progress toward achieving development objective(s): The City is progressing well toward meeting the development objectives of the bikeway network including implementing several kilometers of bikeways, undertaking public information activities, bike riding training for children, and strong commitment from the mayor of the city to the program

Project Name (ID): Gas Development and Utilization Technical Assistance (P066954)

Country: Papua New Guinea

Board Approval Date: 6/1/2000

Signing Date: 6/16/2000

Effectiveness Date: 8/14/2000

Mid-Term Review Date:

Closing Date: 3/31/2006

Loan/Credit/Grant Number: 70190

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 3.7

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 3.3

Sector: Energy and Mining

Main Thematic Code: Regulation and competition policy

Implementing Agency: DEPARTMENT OF PETROLEUM AND ENERGY

Progress toward achieving development objective(s): The project has the objective of building government capacity to efficiently manage gas sector development through: a) strengthening of the policy and regulatory framework to promote investment in gas development; b) formulation and analysis of gas development schemes; c) promotion of investment opportunities in gas; and d) enhancing of monitoring and regulation capacity of the government to ensure optimal gas sector development. Progress toward meeting the objectives is steady. The Petroleum Division is implementing the project activities in the context of the existing policies for gas sector development. It is also making efforts to develop policies further and prepare associated guidelines and regulations for sector development.

Project Name (ID): Energy Conservation (02) (P067337)
Country: China
Board Approval Date: 10/24/2002
Signing Date: 3/20/2003
Effectiveness Date: 6/18/2003
Mid-Term Review Date:
Closing Date: 6/30/2010
Loan/Credit/Grant Number:
Undisbursed Amount (in US\$ millions-as of June 30, 2003): 0.0
Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 0.0
Sector: Energy and Mining
Main Thematic Code: Climate change
Implementing Agency: STATE ECONOMIC AND TRADE COMMISSION
Progress toward achieving development objective(s): The objective of the project is to expand domestic investment in energy efficiency projects through the aggressive development of China's nascent Energy Management Company industry, thereby achieving large-scale energy efficiency improvements and associated reductions in the growth of carbon dioxide emissions and other pollutants. This project has just become effective.

Project Name (ID): Sustainable Livelihoods (P067770)
Country: Mongolia
Board Approval Date: 6/11/2002
Signing Date: 6/21/2002
Effectiveness Date: 9/30/2002
Mid-Term Review Date:
Closing Date: 12/31/2006
Loan/Credit/Grant Number: 36570
Undisbursed Amount (in US\$ millions-as of June 30, 2003): 20.0
Cumulative Disbursements (in US\$ millions-as of June 30, 2003): .9
Sector: Rural Sector
Main Thematic Code: Civic engagement
Implementing Agency: HOUSEHOLD LIVELIHOODS SUPPORT PROGRAM OFFICE
Progress toward achieving development objective(s): The development objective of the project is an effective approach to promoting improved, secure, and sustainable livelihood strategies developed, demonstrated, and validated in selected areas, and institutional capacity created so that these strategies can be replicated and scaled-up in Phase II of the program. Progress toward achieving the development objective has been good so far. The implementation of all the training programs throughout the countryside, the allocation of all the on-lending resources within the Microfinance Development Fund, and the increased level of sub-projects under the Local Initiatives Fund are all positive signs of the project moving toward the achievement of its development objectives. On the basis of the successful implementation of the project during its early stages, the activities were scaled-up from the 16 pilot districts to include all 143 districts in the targeted eight core provinces.

Project Name (ID): Hubei Hydropower Development in Poor Areas (P068049)
Country: China
Board Approval Date: 6/25/2002
Signing Date: 1/21/2003
Effectiveness Date: 7/14/2003
Mid-Term Review Date:
Closing Date: 12/31/2008
Loan/Credit/Grant Number: 46660
Undisbursed Amount (in US\$ millions-as of June 30, 2003): 105.0

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 0.0

Sector: Energy and Mining

Main Thematic Code: Infrastructure services for private sector development

Implementing Agency: HUBEI PROVINCIAL FINANCE BUREAU

Progress toward achieving development objective(s): The project's development objectives are: (a) to facilitate economic growth in Hubei by expanding electric power generation capacity in an economically and environmentally sustainable manner; (b) to enhance the efficiency of the electricity sector in Hubei by commercializing county level generation companies; and (c) to contribute to poverty alleviation efforts in poor communities in Hubei. The project has just been declared effective.

Project Name (ID): West Java and Jakarta Environmental Management (GEF) (P068051)

Country: Indonesia

Board Approval Date: 6/12/2001

Signing Date: 8/30/2001

Effectiveness Date: 3/28/2002

Mid-Term Review Date:

Closing Date: 6/30/2005

Loan/Credit/Grant Number:

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 2.7

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): .1

Sector: Urban Development

Main Thematic Code: Other rural development

Implementing Agency: MINISTRY OF SETTLEMENTS AND REGIONAL INFRASTRUCTURE

Progress toward achieving development objective(s): The objective of the GEF grant is to reduce methane generation and therefore greenhouse gas (GHG) emissions through production of compost. The GEF component has made significant progress over the last year. The Government has established a national committee to promote compost production. Under the supervision of this committee, the Ministry of Environment (KLH) has produced a subsidy distribution mechanism. The final draft was submitted to the Bank for its review on June 15, 2003 and was subsequently approved. Compost production is underway. During the mid-term review, the Ministry of Finance approved the subsidy mechanism. The government is planning an international workshop on compost production for 2004. The key consultant to assist the Government in composting activities has been selected and is now mobilizing.

Project Name (ID): Yixing Pumped Storage (P068058)

Country: China

Board Approval Date: 3/20/2003

Signing Date: 6/5/2003

Effectiveness Date:

Mid-Term Review Date:

Closing Date: 12/31/2009

Loan/Credit/Grant Number: 46860

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 145.0

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 0.0

Sector: Energy and Mining

Main Thematic Code: Infrastructure services for private sector development

Implementing Agency: JIANGSU PUMPED STORAGE POWER COMPANY LIMITED

Progress toward achieving development objective(s): The objective of the project is to increase the overall efficiency of the power sector in Jiangsu Province through: (a) design and implementation of a far reaching restructuring of the sector to foster competition at the generation level and provide large consumers with access to generators; and (b) construction of a pumped storage plant in Yixing to ease acute peaking problems and improve the generation mix thus creating conditions for more flexible dispatch and improved supply reliability. The project is not yet effective.

Project Name (ID): Financial Management Adjustment (P068069)
Country: Lao People's De
Board Approval Date: 6/25/2002
Signing Date: 8/19/2002
Effectiveness Date: 12/20/2002
Mid-Term Review Date:
Closing Date: 1/30/2004
Loan/Credit/Grant Number: 36770
Undisbursed Amount (in US\$ millions-as of June 30, 2003): 11.7
Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 7.0
Sector: Economic Policy
Main Thematic Code: Regulation and competition policy
Implementing Agency: MINISTRY OF FINANCE

Progress toward achieving development objective(s): The development objectives are: (a) achievement of greater fiscal transparency and accountability with better balance in budget spending achieved, (b) allocation of more budget resources for poverty reduction, (c) achievement of more accountability by state-owned-enterprises (SOEs) within a stronger regulatory framework and prudent management of financial risks, (d) adherence of state-owned commercial banks (SCBs) to prudential regulations and (e) support of poverty reduction by micro/rural finance. Budget transparency has been improved, and steps have been taken to enhance the institutional framework for better public expenditure management. The Ministry of Finance is actively implementing a program to improve its monitoring and performance assessment of all the SOEs in the country. Through recent regulatory changes the government has also strengthened the reporting requirements of all SOEs, and sought to improve their corporate governance through appointment and clarification of the role of a board of directors. The Central Bank has made progress in strengthening its supervisory capacity. Enforcement of regulations has been improved, especially in on-site supervision, proper loan classification and an interim credit policy. International audits of state-owned banks have been carried out, a target amount of nonperforming loans (NPLs) has been resolved, and arrangements have been put in place to restrain new NPLs. International banking advisors were recruited by the Central Bank to support the restructuring of SCBs.

Project Name (ID): Financial Sector Adjustment (P068071)
Country: Mongolia
Board Approval Date: 4/20/2000
Signing Date: 4/27/2000
Effectiveness Date: 9/27/2001
Mid-Term Review Date:
Closing Date: 6/30/2004
Loan/Credit/Grant Number: 33340
Undisbursed Amount (in US\$ millions-as of June 30, 2003): 21.0
Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 11.5
Sector: Financial Sector

Main Thematic Code: Legal institutions for a market economy
Implementing Agency: BANK OF MONGOLIA/ MINISTRY OF FINANCE
Progress toward achieving development objective(s): The project's development objective is to support the government's medium-term strategy for financial sector reform and development. Progress has been made toward achieving the objective. Two large state-owned banks were privatized, and more bank prudential regulations were in broad compliance with the Basel Core Principles. The government managed to maintain a macroeconomic framework which is required by the program.

Project Name (ID): Library Development (P068949)
Country: Indonesia
Board Approval Date: 6/8/2001

Signing Date: 8/30/2001
Effectiveness Date: 3/21/2002
Mid-Term Review Date:
Closing Date: 12/31/2004
Loan/Credit/Grant Number: 35260
Undisbursed Amount (in US\$ millions-as of June 30, 2003): 3.8
Cumulative Disbursements (in US\$ millions-as of June 30, 2003): .8
Sector: Education

Main Thematic Code: Education for all
Implementing Agency: THE NATIONAL LIBRARY

Progress toward achieving development objective(s): The project aims to: (i) develop innovative approaches to increase the use of reading materials in community libraries and primary school libraries; and (ii) motivate students and community to use and develop a strategy for community and primary school library support in the participating districts. The project is still in early stage of implementation but shows improvements in many areas. A number of libraries, mostly mosque/church-based, have been able to show excellent result: full engagement of users in selecting books and obtaining quality books relevant to interest of readers. The introduction of new book purchasing mechanism and the mobilization of library promotion consultants are expected to further improve the achievement.

Project Name (ID): Building Chiller Replacement (P069027)

Country: Thailand

Board Approval Date: 6/21/2001

Signing Date: 10/25/2001

Effectiveness Date: 10/25/2001

Mid-Term Review Date:

Closing Date: 9/30/2005

Loan/Credit/Grant Number:

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 1.5

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 1.2

Sector: Environment

Main Thematic Code: Climate change

Implementing Agency: THE INDUSTRIAL FINANCE CORPORATION OF THAILAND (IFCT)

Progress toward achieving development objective(s): The project aims to create a market for high-energy efficiency chillers in Thailand by initially replacing about 24 CFC chillers on a pilot basis to demonstrate the economics and feasibility of the technology. Following a successful demonstration, a larger-scale chiller replacement program would lead to the replacement of 30% of the remaining CFC chillers. It is expected that the demonstration effect of the project and the experience gained would lead to a more widespread use of energy efficient chillers in the chiller market as a whole. In addition to the market transformation benefits, the project would lead to a significant reduction in both greenhouse gas (GHG) emissions and ozone-depleting substances (ODS). By replacing the CFC chillers with systems that are 30% more efficient, the CO2 emissions associated with air-conditioning can be reduced by the same amount. The project is progressing well. All 17 CFC chillers with the support from the project had been replaced. All new energy efficient non-CFC chillers have been successfully installed and commissioned. Energy saving is around 15.6 million kWh per year exceeding the target of 14.4 million kWh/year. Furthermore, the average energy saving rate and IRR are 0.40 kW/RT and 30%, which are much higher than the screening criteria of 0.27 kW/RT and 15%, respectively.

Significant Issue: DIW and MOF have no objection to IFCT request to stop recruiting new building owners as a result of significantly changed environment in the country. IFCT agrees to provide data for 7 additional non-CFC chillers that were replaced without the project support.

Project Name (ID): Building Chiller Replacement (P069028)

Country: Thailand

Board Approval Date: 6/21/2001

Signing Date: 10/25/2001

Effectiveness Date: 10/25/2001

Mid-Term Review Date:

Closing Date: 9/30/2005

Loan/Credit/Grant Number:

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 1.8

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): .7

Sector: Environment

Main Thematic Code: Climate change

Implementing Agency: THE INDUSTRIAL FINANCE CORPORATION OF THAILAND (IFCT)

Progress toward achieving development objective(s): The project aims to create a market for high-energy efficiency chillers by initially replacing about 24 CFC chillers on a pilot basis to demonstrate the economics and feasibility of the technology. Following a successful demonstration, a larger-scale chiller replacement program would lead to the replacement of 30% of the remaining CFC chillers. It is expected that the demonstration effect of the project and the experience gained would lead to a more widespread use of energy efficient chillers in the chiller market as a whole. In addition to the market transformation benefits, the project would lead to a significant reduction in both greenhouse gas (GHG) emissions and ozone-depleting substances (ODS). By replacing the CFC chillers with systems that are 30% more efficient, the CO₂ emissions associated with air-conditioning can be reduced by the same amount. The project is progressing well. All 17 CFC chillers with the support from the project had been replaced. All new energy efficient non-CFC chillers have been successfully installed and commissioned. Energy saving is around 15.6 million kWh per year exceeding the target of 14.4 million kWh/year. Furthermore, the average energy saving rate and IRR are 0.40 kW/RT and 30%, which are much higher than the screening criteria of 0.27 kW/RT and 15%, respectively.

Significant Issue: The Department of Industrial Works and the Ministry of Finance have no objection to IFCT request to stop recruiting new building owners as a result of significantly changed environment in the country. IFCT agrees to provide data for seven additional non-CFC chillers that were replaced without the project support.

Project Name (ID): LGU Urban Water and Sanitation (02) (P069491)

Country: Philippines

Board Approval Date: 10/18/2001

Signing Date: 11/19/2001

Effectiveness Date: 5/16/2002

Mid-Term Review Date:

Closing Date: 11/30/2006

Loan/Credit/Grant Number: 70800

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 30.8

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): .3

Sector: Water Supply and Sanitation

Main Thematic Code: Municipal finance

Implementing Agency: DEVELOPMENT BANK OF THE PHILIPPINES

Progress toward achieving development objective(s): The project objectives are to assist selected Local Government Units (LGUs) to: (a) provide sustainable water and sanitation services; and (b) strengthen their institutional and technical capacity for planning, budgeting and financial management of local services, including water supply and sanitation. Progress toward achieving the objectives is limited as project implementation continues to move very slowly, due mainly to the reluctance of mayors to sign subsidiary loan agreements because of elections. Although the Government and the Borrower are continuing efforts to build a pipeline of projects that will be financed from the loan, the project may need to be restructured in 2004 to ensure that the development objectives are fully achieved.

Project Name (ID): Social Expenditure Management (02) (P069916)

Country: Philippines

Board Approval Date: 6/4/2002

Signing Date: 9/12/2002

Effectiveness Date: 12/11/2002

Mid-Term Review Date:

Closing Date: 12/31/2005

Loan/Credit/Grant Number: 71180

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 83.7

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 16.3

Sector: Health, Nutrition and Population

Main Thematic Code: Education for all

Implementing Agency: DEPT. OF BUDGET & MGMT. WITH DEPED, DPWH, DOH AND DSWD

Progress toward achieving development objective(s): The project has been making good progress toward achieving its development objectives, building on the reforms and structures established during the three years of the SEMP 1. In terms of improving basic services, the project provides much needed funding for drugs for TB, vaccines for EPI and rabies, textbooks, and school building construction, repair and maintenance. In the health sector, TB cure rate has increased from 80% in 2001 to 88%. EPI In education, the textbook/pupil ratio has been reduced from 1:2.5 to 1:1 in most schools. The project is also improving systems (procurement, financial management, information systems, human resources) in the three social sector departments: Department of Education (DepEd), Department of Health (DOH) (including BFAD), and Department of Social Welfare and Development (DSWD) and the school building program implemented by the Department of Public Works and Highways (DPWH), with the oversight of the Department of Budget and Management (DBM).

Project Name (ID): Shanghai Urban Environment (P070191)

Country: China

Board Approval Date: 6/17/2003

Signing Date:

Effectiveness Date:

Mid-Term Review Date:

Closing Date: 3/31/2009

Loan/Credit/Grant Number: 47050

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 200.0

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 0.0

Sector: Water Supply and Sanitation

Main Thematic Code: Other urban development

Implementing Agency: SHANGHAI MUNICIPAL GOVERNMENT

Progress toward achieving development objective(s): The project's development objectives are to: (a) put in place some of the underpinnings and enabling conditions to pursue an integrated, metropolitan-wide approach for managing the urban environment; and (b) install, in both the city center and districts, facilities already known to be high priority to achieve metropolitan-wide environmental objectives. The project is not yet effective.

Project Name (ID): Health Sector Rehabilitation and Development (P070294)

Country: Timor-Leste

Board Approval Date: 6/2/2000

Signing Date: 6/7/2000

Effectiveness Date: 7/25/2000

Mid-Term Review Date:

Closing Date: 6/30/2004

Loan/Credit/Grant Number:

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 1.5

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 11.2

Sector: Health, Nutrition and Population

Main Thematic Code: Health system performance

Implementing Agency: EAST TIMOR TRANSITION GOVERNMENT (UNTAET)

Progress toward achieving development objective(s): The objectives include restoring access of services to a basic package of services and laying the foundations for health policies and health system development. The project is making progress toward achieving its development objectives. The first phase health center construction program is complete, and construction has started on five of the seven under phase two. The completed health centers are staffed and operating. District health plans have been prepared and are under implementation in all 13 districts. The Ministry of Health is on track with development of micro-policies for basic services, and has taken steps to ensure pharmaceutical supply.

Project Name (ID): Hubei Xiaogan - Xiangfan Highway (P070441)

Country: China

Board Approval Date: 9/17/2002

Signing Date: 12/17/2002

Effectiveness Date: 2/27/2003

Mid-Term Review Date:

Closing Date: 12/31/2007

Loan/Credit/Grant Number: 46770

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 223.6

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 26.4

Sector: Transport

Main Thematic Code: Infrastructure services for private sector development

Implementing Agency: HUBEI PROVINCIAL COMMUNICATIONS DEPARTMENT (HPCD)

Progress toward achieving development objective(s): The objective of the project is to provide a more effective, safe and efficiently managed transport infrastructure to sustain and support socio-economic development, trade, and regional integration in Hubei province and improve transport links to western lagging regions. Good progress is being made in achieving the objectives. All activities are ongoing under all components are advancing well, there are no issues that could affect the achievement of the project objectives have been encountered so far.

Project Name (ID): Inner Mongolia Highway (P070459)

Country: China

Board Approval Date: 6/6/2002

Signing Date: 8/20/2002

Effectiveness Date: 11/18/2002

Mid-Term Review Date:

Closing Date: 3/31/2008

Loan/Credit/Grant Number: 46630

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 95.5

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 4.5

Sector: Transport

Main Thematic Code: Infrastructure services for private sector development

Implementing Agency: INNER MONGOLIA COMMUNICATIONS DEPARTMENT

Progress toward achieving development objective(s): The project aims to improve the efficiency, safety, and cost-effectiveness of the transport infrastructure to support the social and economic development of the Inner Mongolia Autonomous Region, a poor, land-locked region in Northwestern China, thus reducing social and economic disparity within the region. Construction of the main highway component is still at an early stage, so the project's objectives cannot be met until it opens to traffic. So far in this first year the overall implementation was considered progressing well.

Project Name (ID): Health Sector Support (P070542)

Country: Cambodia

Board Approval Date: 12/19/2002

Signing Date: 2/27/2003

Effectiveness Date: 8/14/2003

Mid-Term Review Date:
Closing Date: 12/31/2007
Loan/Credit/Grant Number: 37280
Undisbursed Amount (in US\$ millions-as of June 30, 2003): 29.0
Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 0.0

Sector: Health, Nutrition and Population

Main Thematic Code: Fighting communicable diseases

Implementing Agency: MINISTRY OF HEALTH

Progress toward achieving development objective(s): The objective of this project is to contribute to the improvement of the health status of the population by: (a) increasing the accessibility and the quality of health services; and (b) assisting the Kingdom of Cambodia to implement its Health Sector Strategic Plan and strengthen the sector's capacity to manage resources efficiently. The project has just become effective.

Project Name (ID): Land Management and Administration (P070875)

Country: Cambodia

Board Approval Date: 2/26/2002

Signing Date: 3/27/2002

Effectiveness Date: 6/19/2002

Mid-Term Review Date:

Closing Date: 12/31/2007

Loan/Credit/Grant Number: 36050

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 25.0

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 2.0

Sector: Environment

Main Thematic Code: Land management

Implementing Agency: MINISTRY OF LAND MANAGEMENT, URBAN PLANNING AND CONSTRUCTION

Progress toward achieving development objective(s): The objectives of this project are to improve land tenure security and promote the development of efficient land markets. Project implementation is going well with around 10,000 titles issued every month. The government has also established an administrative dispute settlement mechanism to resolve land disputes. Several Decrees and regulations were also approved.

Outlook: Very Good. This could be one of the good examples of land projects around the Bank which has been successfully dealt with policy, institutional and also build a strong partnership among donors.

Project Name (ID): Agrarian Reform Communities Development (02) (P071007)

Country: Philippines

Board Approval Date: 11/26/2002

Signing Date: 1/22/2003

Effectiveness Date: 6/4/2003

Mid-Term Review Date:

Closing Date: 12/31/2007

Loan/Credit/Grant Number: 71520

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 49.5

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): .5

Sector: Rural Sector

Main Thematic Code: Rural services and infrastructure

Implementing Agency: DEPARTMENT OF AGRARIAN REFORM

Progress toward achieving development objective(s): The overall goal of the project is to reduce rural poverty and enhance the quality of life of the target beneficiaries, comprising primarily agrarian reform beneficiaries. The objective of the project is to significantly raise household incomes and the quality of life of the people in the targeted Agrarian Reform Communities (ARCs) by improving their productive

assets, rural infrastructure and access to key support services. This would cover about 80 new ARCs The project has just become effective.

Project Name (ID): Demand-side Management (P071019)

Country: Vietnam

Board Approval Date: 6/24/2003

Signing Date:

Effectiveness Date:

Mid-Term Review Date:

Closing Date:

Loan/Credit/Grant Number:

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 0.0

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 0.0

Sector: Energy and Mining

Main Thematic Code: Climate change

Implementing Agency: MINISTRY OF INDUSTRY AND ELECTRICITY OF VIETNAM

Progress toward achieving development objective(s): The development objectives of the Demand-Side Management and Energy Efficiency Project are (i) to develop and expand Demand Side Management (DSM) business programs and test new market transformation efforts within the national electric utility, Electricity of Vietnam (EVN); and (ii) to develop sustainable business models and mechanisms to support energy efficiency (EE) retrofit investments in commercial and industrial facilities. The global objective of the Project is to contribute to the reduction of greenhouse gas emissions in the energy sector through the systematic removal of barriers to DSM and EE investments through supporting large scale DSM and commercial EE programs in Vietnam and building capacity to design, deliver and evaluate such programs within the power utilities, government agencies and private sector.

Project Name (ID): Financial Capacity Development (P071023)

Country: Mongolia

Board Approval Date: 6/11/2002

Signing Date: 9/5/2002

Effectiveness Date: 12/10/2002

Mid-Term Review Date:

Closing Date: 3/31/2006

Loan/Credit/Grant Number: 36590

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 5.4

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): .2

Sector: Financial Sector

Main Thematic Code: State enterprise/bank restructuring and privatization

Implementing Agency: MOFE, BOM, PARTICIPATING BANKS

Progress toward achieving development objective(s): The project's development objectives are to support institutional capacity building of the Mongolian banking sector to reduce systemic risks and enhance financial intermediation through (i) improved commercial banking risk management; (ii) modernization of payments systems and instruments; and (iii) controlled process of Savings Bank resolution. The project has only been effective for a few months. Progress so far in recruiting international specialists as senior managers or advisors is a positive sign that the project is off to a good start.

Project Name (ID): Rural Investment and Local Governance (P071146)

Country: Cambodia

Board Approval Date: 4/22/2003

Signing Date: 6/18/2003

Effectiveness Date:

Mid-Term Review Date:

Closing Date: 6/30/2007
Loan/Credit/Grant Number: 37470
Undisbursed Amount (in US\$ millions-as of June 30, 2003): 22.6
Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 0.0
Sector: Rural Sector
Main Thematic Code: Other public sector governance
Implementing Agency: SEILA TASK FORCE SECRETARIAT
Progress toward achieving development objective(s): The development objective of the project is to contribute to rural development and poverty reduction through supporting provision of priority public goods and services at the commune level, as well as to promote good local governance through support of decentralized and deconcentrated participatory local governance systems at the commune and provincial levels. The project is not yet effective.

Project Name (ID): Tuberculosis Control (P071147)
Country: China
Board Approval Date: 3/21/2002
Signing Date: 3/24/2002
Effectiveness Date: 6/20/2002
Mid-Term Review Date:
Closing Date: 3/15/2010
Loan/Credit/Grant Number: 71070
Undisbursed Amount (in US\$ millions-as of June 30, 2003): 93.3
Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 10.7
Sector: Health, Nutrition and Population
Main Thematic Code: Fighting communicable diseases
Implementing Agency: MINISTRY OF HEALTH
Progress toward achieving development objective(s): The Project's main development objectives are to achieve 70% case detection rate for smear positive TB cases and 85% cure rate. The present case detection rates vary among provinces but the overall rate is quite low, estimated at approximately 40%. The rate is not expected to reach the development objectives for several years as the case identification and case management coverage under the new Directly Observed Treatment, Short-Course (DOTS) system is still very low. The project's start-up institutional activities are progressing well. The project is likely to be slower to cover the whole project areas but it can be expected to eventually achieve the development objectives.

Project Name (ID): Economic and Public Sector Capacity Building (P071247)
Country: Cambodia
Board Approval Date: 6/25/2002
Signing Date: 7/17/2002
Effectiveness Date: 2/10/2003
Mid-Term Review Date:
Closing Date: 6/30/2006
Loan/Credit/Grant Number: 36780
Undisbursed Amount (in US\$ millions-as of June 30, 2003): 6.1
Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 0.0
Sector: Public Sector Governance
Main Thematic Code: Other public sector governance
Progress toward achieving development objective(s): The project's development objective is to reduce poverty by enhancing the capability of the Cambodian public sector to perform critical tasks more effectively. Helping Cambodia on this agenda will involve a coordinated effort to shift civil service incentives to a sustainable basis and to create systems of accountable and transparent governance. The project only recently became effective.

Project Name (ID): Demobilization and Reintegration (P071445)
Country: Cambodia
Board Approval Date: 8/23/2001
Signing Date: 10/11/2001
Effectiveness Date: 7/1/2002
Mid-Term Review Date:
Closing Date: 12/31/2004
Loan/Credit/Grant Number: 35640
Undisbursed Amount (in US\$ millions-as of June 30, 2003): 16.4
Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 4.0
Sector: Public Sector Governance
Main Thematic Code: Conflict prevention & post-conflict reconstruction
Implementing Agency: DEMOBILIZATION SECRETARIAT
Progress toward achieving development objective(s): The project's development objectives are: (i) to assist the Government in its efforts to demobilize 30,000 soldiers and to promote their successful adaptation to civilian life; and (ii) to contribute to reallocation of budgetary resources to the social sectors in order to build human, social and economic assets. Savings achieved from demobilization will help achieve this. There has been little or no progress on the project during the year, pending resolution of procurement issues, and the absence of government pending elections..
Outlook: The future of the project will be discussed when the new government is in place.

Project Name (ID): Community Empowerment (02) (P072356)
Country: Timor-Leste
Board Approval Date: 5/8/2001
Signing Date: 5/21/2001
Effectiveness Date: 5/31/2001
Mid-Term Review Date: 7/1/2001
Closing Date: 12/31/2003
Loan/Credit/Grant Number:
Undisbursed Amount (in US\$ millions-as of June 30, 2003): 2.7
Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 5.8
Sector: Social Protection
Main Thematic Code: Rural services and infrastructure
Implementing Agency: UNITED NATIONS TRANSITIONAL ADMINISTRATION IN EAST TIMOR
Progress toward achieving development objective(s): The objective is to reduce poverty and support inclusive patterns of growth and development. Through the creation of development councils and support to local groups, the project will: (a) rebuild the basic economy; (b) support productive local economic activities and social infrastructure activities; (c) pilot mechanisms for providing assistance to disadvantaged groups (widows, orphans, the disabled) at the community level; (d) strengthen district level capacities to plan development activities; (e) support cultural heritage and social reconciliation; and (f) develop local communications, especially radio, by providing training and equipment. Progress has been very good. Councils have been established in every village, and the third cycle of community sub-grants is nearly completed. Funds are actively disbursing to vulnerable groups. Eight community radio stations are operational. The closing date was to be extended to March 2004 to ensure a smooth transition plan with central and local governments, with line ministry plans to continue working with the councils to implement local infrastructure projects. (i) build and reconstruct their basic economic; (ii) support productive local economic activities and social infrastructure activities; (iii) pilot a number of carefully designed mechanisms for providing assistance to disadvantaged groups (widows, orphans, disabled people, etc.) at the community level; (iv) provide assistance for the development of district level capacities, specifically in planning development activities; (v) support cultural heritage and social reconciliation; and (vi) support the development of local communications, in particular popular district level radio, through provision of training and equipment. Progress has been very good. Councils have been established in every village in Timor-Leste, and the third cycle of community sub-grants is nearly complete. Funds are actively disbursing to vulnerable groups, and eight community radio stations are operational. The project closing date will be extended to March 2004 to ensure a smooth handover and

transition plan with central and local governments, with line ministry plans to continue working with the councils to implement local infrastructure projects.

Significant Issue: The community radios would benefit from additional support in the year after the project closes in order to ensure sustainability, and we are working to secure this.

Project Name (ID): Economic Institutions Capacity Building (P072461)

Country: Timor-Leste

Board Approval Date: 2/9/2001

Signing Date: 2/26/2001

Effectiveness Date: 5/21/2001

Mid-Term Review Date:

Closing Date: 9/30/2003

Loan/Credit/Grant Number:

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 0.0

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): .6

Sector: Public Sector Governance

Main Thematic Code: Economic statistics, modeling and forecasting

Implementing Agency: UNTAET

Progress toward achieving development objective(s): Steady progress has been made toward achievement of the PDO, (to strengthen capacity in the key economic institutions of Timor-Leste). but it has been slow and necessitated extension of the closing date.

Project Name (ID): Rural Finance (02) (P072601)

Country: Vietnam

Board Approval Date: 5/30/2002

Signing Date: 9/9/2002

Effectiveness Date: 4/14/2003

Mid-Term Review Date:

Closing Date: 9/30/2008

Loan/Credit/Grant Number: 36480

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 194.7

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 30.0

Sector: Rural Sector

Main Thematic Code: Rural policies and institutions

Implementing Agency: BIDV

Progress toward achieving development objective(s): The development objectives of the project are: (a) encouraging private sector investments, particularly of farm households and private rural entrepreneurs; (b) strengthening the banking system capacity to better serve the rural economy; and (c) increasing access of the rural poor to financial services. The project has only been effective for a few months.

Project Name (ID): Fundamental School Quality (P072647)

Country: Timor-Leste

Board Approval Date: 9/28/2001

Signing Date: 10/29/2001

Effectiveness Date: 5/1/2002

Mid-Term Review Date: 1/28/2003

Closing Date: 11/30/2003

Loan/Credit/Grant Number:

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 10.0

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 3.9

Sector: Education

Main Thematic Code: Education for all

Implementing Agency: UNTAET (UN TRANSITIONAL ADMINISTRATION IN E. TIMOR)

Progress toward achieving development objective(s): The project aims to: (i) support the government's efforts to maintain the existing level of primary education enrollment and presecondary enrollment with the possibility of increase due to return of refugees and growth of school-age population; and (ii) continue to recover quality of primary and junior education by rehabilitating physical facilities, and by providing textbooks and instructional materials. The project has followed the recommendations of the midterm review and consequently the pace of project implementation and disbursements has accelerated. With the recently approved extension of closing date, the project is likely to meet its objectives.

Project Name (ID): Health Sector Rehabilitation and Development (02) (P072648)

Country: Timor-Leste

Board Approval Date: 6/29/2001

Signing Date: 10/15/2001

Effectiveness Date: 12/3/2001

Mid-Term Review Date:

Closing Date: 3/31/2004

Loan/Credit/Grant Number:

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 8.2

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 4.4

Sector: Health, Nutrition and Population

Main Thematic Code: Health system performance

Implementing Agency: UN TRANSITIONAL ADMINISTRATION IN EAST TIMOR (UNTAET)

Progress toward achieving development objective(s): Overall project management and implementation progress remains good. The goal of the program is to address immediate basic health needs of the population and develop health policies and health system appropriate to the country. This goal will be achieved through two specific objectives: (i) restoring access to services to a basic package of services, and (ii) laying the foundations for health policies and health system development. The project is near completion, and major objectives have been met.

Project Name (ID): Small Enterprises (02) (P072654)

Country: Timor-Leste

Board Approval Date: 9/28/2001

Signing Date: 10/29/2001

Effectiveness Date: 3/27/2002

Mid-Term Review Date:

Closing Date: 6/30/2004

Loan/Credit/Grant Number:

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 5.9

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 1.6

Sector: Private Sector Development

Main Thematic Code: Small and medium enterprise support

Implementing Agency: MINISTRY OF ECONOMY & DEVELOPMENT; CAIXA GERAL DE DEPÓSITOS

Progress toward achieving development objective(s): The objectives are to generate employment, accelerate economic growth, and improve small- and medium- enterprises (SME) competitiveness through providing an SME line of credit, capacity building focused on private sector development, and rehabilitation of market infrastructure. After a very late start, the project has begun delivering substantive outputs in the areas of the business regulatory, environment, civil service training, market rehabilitation and business development services.

Project Name (ID): Urban Poverty (02) (P072852)

Country: Indonesia

Board Approval Date: 6/11/2002

Signing Date: 8/20/2002
Effectiveness Date: 11/18/2002
Mid-Term Review Date:
Closing Date: 6/30/2008
Loan/Credit/Grant Number: 46640
Undisbursed Amount (in US\$ millions-as of June 30, 2003): 102.3
Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 5.3
Sector: Urban Development
Main Thematic Code: Access to urban services for the poor
Implementing Agency: MINISTRY OF SETTLEMENT AND REGIONAL INFRASTRUCTURE
Progress toward achieving development objective(s): Project development objective: The objectives of this project are (i) to establish or support representative and accountable community organizations that are able to provide services to the urban poor and increase the voice of the poor in public decision making; (ii) to make local government more responsive to the needs of the poor through increased cooperation with community organizations; and (iii) to improve services for the urban poor (financial services, social services and infrastructure). The project was just launched (in July 2003).
Safeguards: The Government has officially issued all guidelines, including those on safeguards, that are required for the project. These comply with Bank requirements
Outlook: Project outlook is promising. There has been an overwhelmingly positive response to UPP 1, from communities and government alike. Similar response is expected for UPP2. This led to the expansion of UPP to additional provinces. Preparation of a third project (UPP3) is underway which would make UPP a national program.

Project Name (ID): Kecamatan Development (02) (P073025)
Country: Indonesia
Board Approval Date: 6/26/2001
Signing Date: 8/30/2001
Effectiveness Date: 1/17/2002
Mid-Term Review Date:
Closing Date: 12/31/2006
Loan/Credit/Grant Number: 46270
Undisbursed Amount (in US\$ millions-as of June 30, 2003): 312.5
Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 18.1
Sector: Social Development
Main Thematic Code: Civic engagement
Implementing Agency: MINISTRY OF HOME AFFAIRS
Progress toward achieving development objective(s): The objectives of the project are: (i) support participatory planning and development management in villages; (ii) support a broad construction of social and economic infrastructure in poor villages; and (iii) strengthen local formal and informal institutions by making them more inclusive, accountable, and effective at meeting villagers' self-identified development needs. The project is a continuation of a longer-term participatory program for poverty reduction that includes the two Village Infrastructure Projects and the first Kecamatan Development Project. The project only began implementation in October 2002, after a number of delays. The project seems to be having a very big impact on governance, transparency and accountability, though with great variance across regions. Villagers and local governments seem to be increasingly supportive of the project, choosing it over other alternative delivery mechanisms. But enhancement of local capacities and the strengthening of local institutions is a long-term investment and impact will necessarily only be seen after many years. Reductions in poverty are even harder to measure, especially given that KDP has only been operating for about four years and KDP 2 for less than one. With investments in the range of about \$3 to \$4 per capita it cannot be expected that enormous changes in poverty rates will be realized. Based on limited studies and evaluations, it does appear that the local investments, especially those in village level infrastructure do have an immediate and significant impact on local welfare of beneficiaries, in impacted villages. More rigorous, long-term quantitative impact evaluations are called for.

Project Name (ID): Regional Blood Transfusion Centers (P073305)
Country: Vietnam
Board Approval Date: 4/16/2002
Signing Date: 5/21/2002
Effectiveness Date: 9/20/2002
Mid-Term Review Date:
Closing Date: 3/31/2008
Loan/Credit/Grant Number: 36310
Undisbursed Amount (in US\$ millions-as of June 30, 2003): 42.3
Cumulative Disbursements (in US\$ millions-as of June 30, 2003): .9
Sector: Health, Nutrition and Population
Main Thematic Code: Fighting communicable diseases
Implementing Agency: MINISTRY OF HEALTH
Progress toward achieving development objective(s): The objective is to secure the health benefits of safe blood transfusions for the population covered by hospitals served by Regional Blood Transfusion Centers. The project is not progressing well due to several changes in project management, which caused a lack of implementation in accordance with what was planned or anticipated.
Procurement: Procurement is weak due to management changes.
Project Changes: There has been an almost complete turnover in the individuals involved in project preparation through appraisal. This has meant the initial great promise of the project has not materialized.

Project Name (ID): Provincial and Peri-Urban Water and Sanitation (P073311)
Country: Cambodia
Board Approval Date: 4/22/2003
Signing Date: 6/18/2003
Effectiveness Date:
Mid-Term Review Date:
Closing Date: 6/30/2008
Loan/Credit/Grant Number: 37460
Undisbursed Amount (in US\$ millions-as of June 30, 2003): 20.6
Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 0.0
Sector: Water Supply and Sanitation
Main Thematic Code: Access to urban services for the poor
Implementing Agency: MINISTRY OF INDUSTRY, MINES & ENERGY & PHNOM PENH WATER SUPP
Progress toward achieving development objective(s): The objective of the project is to assist the Borrower to achieve its Millennium Development Goals through implementation of its Socio-economic Development Plans with respect to public potable water supply and sanitation. The project is not yet effective.
Outlook: The launch is being scheduled for mid-March 2004.

Project Name (ID): Flood Emergency Rehabilitation (P073394)
Country: Cambodia
Board Approval Date: 3/13/2001
Signing Date: 3/28/2001
Effectiveness Date: 6/4/2001
Mid-Term Review Date:
Closing Date: 12/31/2004
Loan/Credit/Grant Number: 34720
Undisbursed Amount (in US\$ millions-as of June 30, 2003): 20.7
Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 16.4
Sector: Private Sector Development
Main Thematic Code: Natural disaster management
Implementing Agency: MINISTRY OF PLANNING

Progress toward achieving development objective(s): Rehabilitation of damaged infrastructure remains a top priority for government and is consistent with government's poverty reduction strategy. Project is largely on track to complete planned program outputs. Primary concern relative to attaining project development objectives will be the sustainability of rehabilitated infrastructure given weaknesses in government's operation and maintenance capacity.

Project Name (ID): Autonomous Region in Muslim Mindanao (ARMM) Social Fund (P073488)

Country: Philippines

Board Approval Date: 12/5/2002

Signing Date: 1/20/2003

Effectiveness Date: 5/19/2003

Mid-Term Review Date:

Closing Date: 6/30/2008

Loan/Credit/Grant Number: 71530

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 33.6

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 0.0

Sector: Rural Sector

Main Thematic Code: Conflict prevention & post-conflict reconstruction

Implementing Agency: ARMM SOCIAL FUND (OFFICE OF THE PRESIDENT)

Progress toward achieving development objective(s): The project development objective is that empowered communities actively participate in, and effectively manage their community development affairs amidst cooperation within and among communities. Start up has been slow because of the emphasis on a community driven approach. The project has just become effective.

Procurement: Procurement appears to be a problem for the larger contracts under the region. This is due to the requirement for equity from contractors. Sub-projects have to be re-bid.

Significant Issue: The project is considering a faster transfer to the ARMM Regional Government. This is under discussion with the ASF Board of Directors.

Project Name (ID): Health Workforce and Services (P073772)

Country: Indonesia

Board Approval Date: 6/12/2003

Signing Date:

Effectiveness Date:

Mid-Term Review Date:

Closing Date: 12/31/2008

Loan/Credit/Grant Number: 47020

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 106.8

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 0.0

Sector: Health, Nutrition and Population

Main Thematic Code: Child health

Implementing Agency: MINISTRY OF HEALTH

Progress toward achieving development objective(s): The objective is to support health sector decentralization in four provinces for sustainable financing and client-centered delivery of health services. The project is not yet effective.

Project Name (ID): System Efficiency Improvement, Equitization, and Renewable (P073778)

Country: Vietnam

Board Approval Date: 6/25/2002

Signing Date: 10/24/2002

Effectiveness Date: 2/19/2003

Mid-Term Review Date:

Closing Date: 12/31/2007

Loan/Credit/Grant Number:

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 0.0
Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 0.0

Sector: Energy and Mining

Main Thematic Code: Climate change

Progress toward achieving development objective(s): The objectives are: (a) improving system efficiency, (b) enhancing rural access to electricity, (c) sustaining power sector reform and improving corporate governance and (d) reducing greenhouse gas emissions through electricity production from renewable energy. The main investment components managed by Electricity of Vietnam (EVN) have progressed well. These contribute to the improvement of efficiency and access objectives. The institutional and framework components, such as development of renewable energy and the financial management system. are doing less well, as there remains limited capacity for this kind of work.

Project Name (ID): Agricultural Rehabilitation (02) (P073911)

Country: Timor-Leste

Board Approval Date: 9/28/2001

Signing Date: 10/29/2001

Effectiveness Date: 12/11/2001

Mid-Term Review Date: 2/1/2003

Closing Date: 12/31/2003

Loan/Credit/Grant Number:

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 2.5

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 5.5

Sector: Rural Sector

Main Thematic Code: Nutrition and food security

Implementing Agency: UNITED NATIONS TRANSITIONAL ADMINISTRATION IN EAST TIMOR

Progress toward achieving development objective(s): The project remains on track to achieve its objective of improving food security of rural families and increasing agricultural production in project areas. The midterm review (January-February 2003) concluded that while physical targets have been generally achieved, further efforts needed to focus on ensuring project impact, quality outputs, and sustainability.

Safeguards: A review of social and environmental procedures was carried out and concluded that environmental impacts, if any, were generally minor. Social safeguards were also being addressed well., though the social review recommended a change in the flow of funds for Component 1 from the Conselho do Suco directly to the small groups implementing the component. The review also recommended downsizing the scope of activities to conform with the communities' capacity, introducing better processes to ensure equal sharing of benefits from community tree plantings, and a process to allow additional beneficiaries to participate in project activities. These improved processes were incorporated into the a revised operational manual. New land policy guidelines were developed that take into account the voluntary nature of community projects.

Project Changes: The midterm review of January-February 2003 agreed to slow down the pace of implementation to focus on quality, impact and sustainability. Hence, the closing date has been extended to December 31, 2004.

Project Name (ID): Global Development Learning Network (LIL) (P073970)

Country: Indonesia

Board Approval Date: 6/28/2002

Signing Date: 9/6/2002

Effectiveness Date: 3/4/2003

Mid-Term Review Date:

Closing Date: 9/30/2006

Loan/Credit/Grant Number: 46690

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 2.1

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): .5

Sector: Education

Main Thematic Code: Technology diffusion
Implementing Agency: DIRECTORATE GENERAL OF HIGHER EDUCATION, MONE
Progress toward achieving development objective(s): The project's development objectives are to (i) strengthen the capacity of policy makers in Indonesia by providing access to new information, seminars, and linkages with counterparts in the region and around the world. and (ii) to provide the latest communication technology for quality distance learning and information exchange between institutions in Indonesia and regional and global network distance learning networks. The project has just recently become effective.

Project Name (ID): Legal and Judicial Reform (P074001)
Country: Mongolia
Board Approval Date: 12/21/2001
Signing Date: 1/22/2002
Effectiveness Date: 7/30/2002
Mid-Term Review Date:
Closing Date: 10/31/2005
Loan/Credit/Grant Number: 35950
Undisbursed Amount (in US\$ millions-as of June 30, 2003): 5.3
Cumulative Disbursements (in US\$ millions-as of June 30, 2003): .3
Sector: Public Sector Governance

Main Thematic Code: Access to law and justice
Implementing Agency: MINISTRY OF JUSTICE AND HOME AFFAIRS
Progress toward achieving development objective(s): The project's development objective is to assist the Borrower in enhancing public trust and confidence in the legal system as a whole and the judiciary in particular through the design and testing of new tools and systems that promote better access to legal information, the establishment and operation of a specialized court system, and improved legal education and profession. Despite the late effectiveness, the project is progressing toward reaching its development objectives. The Borrower is proceeding with implementation and continues to demonstrate commitment to the development objectives of achieving public trust and confidence.

Project Name (ID): Land Titling (02) (P075006)
Country: Lao People's De
Board Approval Date: 6/24/2003
Signing Date: 9/4/2003
Effectiveness Date:
Mid-Term Review Date:
Closing Date: 6/30/2009
Loan/Credit/Grant Number: 38010
Undisbursed Amount (in US\$ millions-as of June 30, 2003): 15.1
Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 0.0
Sector: Rural Sector

Main Thematic Code: Land management
Implementing Agency: THE DEPARTMENT OF LANDS, MINISTRY OF FINANCE
Progress toward achieving development objective(s): The objectives of this project are to improve land tenure security and develop efficient and transparent land administration institutions. The project is not yet effective.

Project Name (ID): Cyclone Emergency Recovery and Management (P075171)
Country: Tonga
Board Approval Date: 5/30/2002
Signing Date: 6/28/2002
Effectiveness Date: 9/26/2002
Mid-Term Review Date:

Closing Date: 12/31/2005

Loan/Credit/Grant Number: 36470

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 4.3

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 2.3

Sector: Urban Development

Main Thematic Code: Natural disaster management

Implementing Agency: MINISTRY OF WORKS

Progress toward achieving development objective(s): The primary objective of recovering the standard of living in affected areas by the rehabilitation of social infrastructure has been fulfilled extremely well. By late September 2003, all affected households, who are mainly poor, were able to occupy the new cyclone-resistant housing. The quality of construction and the coordination with local officials and communities have been excellent. On the second objective, strengthening the emergency management process and resilience, the procurement of technical assistance will be completed in January 2004, and significant progress has been made in coordination with regional partners - SOPAC and New Zealand and Australian agencies. The New Zealand Ministry of Civil Defense and Emergency Management has become a formal partner for high-level support. The main strengthening and reform will extend through 2004.

Project Name (ID): Community Empowerment and Local Governance (03) (P075342)

Country: Timor-Leste

Board Approval Date: 6/12/2002

Signing Date: 7/1/2002

Effectiveness Date: 7/12/2002

Mid-Term Review Date:

Closing Date: 12/31/2003

Loan/Credit/Grant Number:

Undisbursed Amount (in US\$ millions-as of June 30, 2003): .4

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 1.1

Sector: Social Protection

Main Thematic Code: Civic engagement

Implementing Agency: EAST TIMOR PUBLIC ADMINISTRATION

Progress toward achieving development objective(s): The objective of the project is to reduce poverty and support inclusive patterns of growth and development. Through the strengthening of, and support for local development councils and groups, the project will: (i) build and reconstruct their basic economic infrastructure; (ii) support productive local economic activities and social infrastructure activities; (iii) pilot a number of carefully designed mechanisms for providing assistance to disadvantaged groups (widows, orphans, people with disabilities, etc.) at community level; (iv) provide assistance for the development of district level capacities, specifically in planning development activities; (v) support cultural heritage and social reconciliation; and (vi) support the development of grassroots media and local communications, particularly community radio, through provision of training and equipment. This third grant will focus specifically on training, capacity building and enabling the consultant team to continue to ensure sustainability of project investments in the longer term. Councils have been established in every village, and the third cycle of community sub-grants is nearly complete. This project enabled councils to be established in Dili. Funds are actively disbursing to vulnerable groups, and eight community radio stations are operational. The project closing will be extended to March 2004 to ensure a smooth handover and transition plan with central and local governments, with line ministry plans to continue working with the councils to implement local infrastructure projects.

Project Name (ID): Poverty Reduction Support (02) (P075398)

Country: Vietnam

Board Approval Date: 6/24/2003

Signing Date: 8/15/2003

Effectiveness Date:

Mid-Term Review Date:

Closing Date: 12/31/2003
Loan/Credit/Grant Number: 38040
Undisbursed Amount (in US\$ millions-as of June 30, 2003): 101.8
Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 0.0
Sector: Poverty Reduction

Main Thematic Code: Public expenditure
Implementing Agency: STATE BANK OF VIETNAM

Progress toward achieving development objective(s): The development objectives are to continue Bank's support to the government in sound macroeconomic management and structural reforms in the following areas: banking reform, state-enterprise reform, trade reform and private sector deregulation, all aimed at creating a more favorable environment for the private sector. In the State-Owned Enterprise (SOE) sector, the government undertook to free up resources for poverty reduction programs and to achieve a level playing field with a dynamic private sector by fostering competition in product markets, through trade liberalization, and by hardening the budget constraint, through suppression of government subsidies and introduction of a ceiling on the growth of banking credit to SOEs. In the banking sector, the four biggest state-owned commercial banks have developed detailed plans to resolve unsecured non-performing loans for SOEs with large bad debts and completed milestones for their restructuring plans to further stabilize the banking sector. Trade reforms included measures to liberalize trade further in lowering tariffs for 2003-06 while eliminating quantity restrictions for remaining goods, and other related measures. For the private sector development, the government adopted an action plan to implement the Party resolution on promoting private sector development, and issued regulations to further implement the Enterprise Law.

Project Name (ID): Public Financial Management Reform (P075399)

Country: Vietnam

Board Approval Date: 5/22/2003

Signing Date: 6/6/2003

Effectiveness Date: 9/4/2003

Mid-Term Review Date:

Closing Date: 2/28/2009

Loan/Credit/Grant Number: 37670

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 55.9

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 0.0

Sector: Public Sector Governance

Main Thematic Code: Public expenditure, financial management & procurement

Implementing Agency: MINISTRY OF FINANCE OF VIETNAM

Progress toward achieving development objective(s): The project's development objective is to strengthen budget planning, execution, reporting and accountability. The project has just become effective.

Project Name (ID): Telecommunications and Postal Sector Reform (P075739)

Country: Samoa

Board Approval Date: 12/17/2002

Signing Date: 1/28/2003

Effectiveness Date: 4/28/2003

Mid-Term Review Date:

Closing Date: 4/15/2008

Loan/Credit/Grant Number: 37240

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 4.8

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 0.0

Sector: Global Information/Communications Technology

Main Thematic Code: Regulation and competition policy

Implementing Agency: MINISTRY OF POSTS AND TELECOMMUNICATIONS, SAMOATEL

Progress toward achieving development objective(s): The project development objective is to assist the government in implementing a comprehensive sector reform agenda, that focuses on: (a) introducing competition and private participation in telecommunications and postal sectors; (b) advancing regulatory refocus and developing sector institutional capacity; and (c) extending access to basic communications, postal services, and information technologies. The project has only been effective for a few months. It is progressing well. The government has already taken concrete steps to improve the legal and regulatory framework of the sector, including the selection of advisors. It has solved the conflict of interest of the government in the sector, by removing the Prime Minister (also Minister for Post and Telecommunications), from the Board of SamoaTel. The positive assessment is confirmed by sector indicators that exceed our estimates for the year.

Project Name (ID): Private Provision of Infrastructure Technical Assistance (P076271)

Country: Indonesia

Board Approval Date: 5/22/2003

Signing Date: 7/2/2003

Effectiveness Date:

Mid-Term Review Date:

Closing Date: 12/31/2006

Loan/Credit/Grant Number: 46960

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 17.1

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 0.0

Sector: Private Sector Development

Main Thematic Code: Infrastructure services for private sector development

Implementing Agency: OFFICE OF COORDINATING MINISTRY FOR ECONOMIC AFFAIRS

Progress toward achieving development objective(s): The Project's development objective is to assist the Government of Indonesia to develop and implement the policy and regulatory reforms and build the institutional and social foundations needed to enable, promote and facilitate efficient and sustainable large-scale private investment in infrastructure. The project is not yet effective.

Project Name (ID): Anhui Provincial Highway (02) (P076714)

Country: China

Board Approval Date: 6/24/2003

Signing Date:

Effectiveness Date:

Mid-Term Review Date:

Closing Date: 6/30/2009

Loan/Credit/Grant Number: 71830

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 250.0

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 0.0

Sector: Transport

Main Thematic Code: Regional integration

Implementing Agency: ANHUI PROVINCIAL COMMUNICATIONS DEPT.

Progress toward achieving development objective(s): The project aims to support the social and economic development of Anhui Province by providing an efficient, safe, and cost-effective highway infrastructure. To meet this objective, the project will produce the following outputs: (a) transport capacity along the Tongling-Tangkou Highway (TTH) corridor increased and market integration in the low-income areas promoted, (b) existing road network in low-income areas improved, (c) traffic safety on existing network improved and (d) technical and management capacity of Anhui Provincial Communications Department (APCD) and its related departments increased. The project is not yet effective.

Project Name (ID): Kapitbisig Laban sa Kahirapan - Comprehensive and Integrated Delivery of Social Services (Kalahi-CIDSS) (P077012)

Country: Philippines

Board Approval Date: 9/17/2002
Signing Date: 10/7/2002
Effectiveness Date: 12/16/2002
Mid-Term Review Date:
Closing Date: 6/30/2009
Loan/Credit/Grant Number: 71470
Undisbursed Amount (in US\$ millions-as of June 30, 2003): 97.0
Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 3.0
Sector: Social Development

Main Thematic Code: Civic engagement

Implementing Agency: DEPARTMENT OF SOCIAL WELFARE AND DEVELOPMENT

Progress toward achieving development objective(s): The objective of the project is to strengthen participation of local communities in barangay governance, and develop their capacity to design, implement and manage development activities that reduce poverty. This objective establishes strong links between improved local governance and poverty reduction through community empowerment. The project is on track to meet its development objective. The successful Dolores field test and Phase I implementation demonstrates the strong potential of the project to make a significant contribution to community empowerment, poverty reduction and local governance.

Project Changes: There have been two changes in the project coverage based on an objective poverty targeting study: (a) the total number of provinces covered has increased to 42 from the original 40 and (b) total number of municipalities covered has reduced from 199 to 177.

Significant Issue: The requirement for 2004 is \$23-million. The Department of Budget has allocated \$12-million. Given the tight overall fiscal situation in the country, it may be difficult to secure the full budget for 2004. To ensure sufficient funding, the Department of Social Welfare and Development is planning to reduce project targets for 2004 and/or tap development assistance funds allocated to legislators.

Outlook: The relatively smooth implementation of KALAHI-CIDSS in 11 geographically and socio-economically different first-phase municipalities provides good evidence that the project is likely to be successful in a country as large and diverse as the Philippines.

Project Name (ID): Poverty Reduction Fund (P077326)

Country: Lao People's De

Board Approval Date: 6/25/2002

Signing Date: 8/19/2002

Effectiveness Date: 2/3/2003

Mid-Term Review Date:

Closing Date: 3/31/2008

Loan/Credit/Grant Number: 36750

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 20.4

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): .9

Sector: Social Protection

Main Thematic Code: Rural services and infrastructure

Implementing Agency: POVERTY REDUCTION FUND

Progress toward achieving development objective(s): The project aims to: (i) improve the access to public infrastructure and services at the village level; (ii) build capacity and empower villages in poor districts to manage their own public investment planning and subproject implementation in a decentralized and transparent manner; and (iii) strengthen local institutions to support participatory decision-making and conflict resolution processes at the village, inter-khet, and district levels, involving a broad range of villagers, including village poor and women. The Project is making good progress toward meeting its objectives. The Poverty Reduction Fund staff have completed the Socialization process in 3 pilot districts, conduct village needs assessments and collected village data in all 301 villages encompassed in these districts, and now has a rough outline of possible sub-projects to be supported under the District Allocation for 2003. Socialization in the remaining 10 districts is currently underway.

Project Name (ID): Financial Management Capacity Building (P077620)

Country: Lao People's De
Board Approval Date: 6/25/2002
Signing Date: 8/19/2002
Effectiveness Date: 2/12/2003
Mid-Term Review Date:
Closing Date: 4/30/2008
Loan/Credit/Grant Number: 36760
Undisbursed Amount (in US\$ millions-as of June 30, 2003): 9.4
Cumulative Disbursements (in US\$ millions-as of June 30, 2003): .1
Sector: Private Sector Development
Main Thematic Code: State enterprise/bank restructuring and privatization
Implementing Agency: MINISTRY OF FINANCE
Progress toward achieving development objective(s): The central objective of the Financial Management Capacity Building Credit is to provide to Government technical assistance and training program to support the development of institutional capacity to assist the implementation of the macro-economic structural reform program. The project also aims to provide a medium term framework for Bank's assistance. The project has just started.

Project Name (ID): Economic Capacity Building Technical Assistance (P077778)
Country: Mongolia
Board Approval Date: 6/24/2003
Signing Date:
Effectiveness Date:
Mid-Term Review Date:
Closing Date: 9/30/2007
Loan/Credit/Grant Number: 38030
Undisbursed Amount (in US\$ millions-as of June 30, 2003): 7.7
Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 0.0
Sector: Economic Policy
Main Thematic Code: Macroeconomic management
Implementing Agency: MINISTRY OF FINANCE AND ECONOMY
Progress toward achieving development objective(s): The objective of the project is to assist Mongolia design and implement a public sector management reform program aimed at improving: (a) budgetary and public expenditure management systems and processes; and (b) civil service and public administration performance. The project will focus on basic system and process improvements in two main areas: budgeting and public expenditure management, and public administration and civil service reforms. The project is not yet effective.

Project Name (ID): Kecamatan Development (03) (P079156)
Country: Indonesia
Board Approval Date: 6/26/2003
Signing Date:
Effectiveness Date:
Mid-Term Review Date:
Closing Date: 12/31/2008
Loan/Credit/Grant Number: 47100
Undisbursed Amount (in US\$ millions-as of June 30, 2003): 249.4
Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 0.0
Sector: Social Development
Main Thematic Code: Decentralization
Implementing Agency: MINISTRY OF HOME AFFAIRS
Progress toward achieving development objective(s): The project's overall development objectives are to reduce poverty and improve local-level governance in rural Indonesia. It is part of a long-term village governance program that began with the first Kecamatan project in 1998. Specific development

objectives include: (i) institutionalizing participatory processes in local government; (ii) the cost effective provision of basic social and economic infrastructure; and (iii) strengthening the capacity of the micro-finance institutions developed under KDP-1 and KDP-2 to manage and monitor funds sustainably. The project is not yet effective.

Project Name (ID): Timor-Leste Petroleum (EASEG) (P082366)

Country: Timor-Leste

Board Approval Date: 12/10/2002

Signing Date: 12/10/2002

Effectiveness Date: 12/10/2002

Mid-Term Review Date: 2/19/2003

Closing Date: 12/31/2003

Loan/Credit/Grant Number:

Undisbursed Amount (in US\$ millions-as of June 30, 2003): .1

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): .2

Sector: Energy and Mining

Main Thematic Code: Other economic management

Implementing Agency: TIMOR SEA OFFICE

Progress toward achieving development objective(s): The objective is to provide, through the engagement of experienced industry consultants, just-in-time support to the government on a set of complex negotiations with neighboring countries and oil companies and on the parallel drafting of a legal framework for the petroleum sector. Good progress toward meeting this objective is under way. With the project's technical assistance, the government signed the International Unitization Agreement and Memorandum of Understanding for the Greater Sunrise field with the Australian Government.

Project Name (ID): Petroleum Technical Assistance (02) (P082942)

Country: Timor-Leste

Board Approval Date: 6/18/2003

Signing Date: 7/30/2003

Effectiveness Date: 7/30/2003

Mid-Term Review Date:

Closing Date: 12/31/2005

Loan/Credit/Grant Number:

Undisbursed Amount (in US\$ millions-as of June 30, 2003): 0.0

Cumulative Disbursements (in US\$ millions-as of June 30, 2003): 0.0

Sector: Energy and Mining

Main Thematic Code: Other economic management

Implementing Agency: TIMOR SEA OFFICE

Progress toward achieving development objective(s): The project's development objective is to provide support to two key government divisions involved in overseeing petroleum sector development: (1) the Timor Sea Office in the Office of the Prime Minister; and (2) the Ministry of Planning and Finance, specifically, the Timor Sea Tax Division and, separately, a petroleum revenue management function. The project has just become effective.

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