

STATUS OF PROJECTS IN EXECUTION – FY05
SOPE
REGION: AFRICA
COUNTRY: NIGERIA

Operations Policy and Country Services
SEPTEMBER 23, 2005



Report on the Status of Projects in Execution - FY05
Region: Africa
Country: Nigeria

Introduction

The Status of Projects in Execution (SOPE) Report for FY05 provides information on all IBRD/IDA projects that were active on and beyond June 30, 2005. 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.

The FY05 SOPE introduces a new element: in order to disclose project-by-project comparisons of disbursement estimates and actual disbursements, the SOPE report contains a line chart¹ showing the original estimated disbursement schedule, the latest approved revised schedule (if any) and actual disbursements for investment operations and a table showing the loan/credit/grant amount and disbursements to date.

¹ Notes:

- Amounts for Projects in currencies other than U.S. dollars may not match exactly due to exchange rate fluctuations over the life of the project.
- Disbursement graphs are not included for Development Policy Loans, which provide quick-disbursing external financing to support policy and institutional reforms. For these loans, funds are disbursed in one or more stages (tranches), released when the borrower complies with agreed conditions.
- Projects which are not yet effective may not have a planned disbursement schedule and thus may not include a graph.

Country: Nigeria

Project Name (ID): Second National Fadama Development (P063622)

Country: Nigeria

Board Approval Date: 12/16/2003

Closing Date: 12/31/2009

Loan/Credit/Grant Number: IDA-38380, IDA-Q3110, IDA-Q3111, JPN-26227

Sector(s): Other social services (36%), Irrigation and drainage (30%), Crops (12%), Roads and highways (12%), Agricultural extension and research (10%)

Theme(s): Rural services and infrastructure (P), Participation and civic engagement (P), Rural policies and institutions (S), Other accountability/anti-corruption (S), Gender (S)

Project Development Objectives:

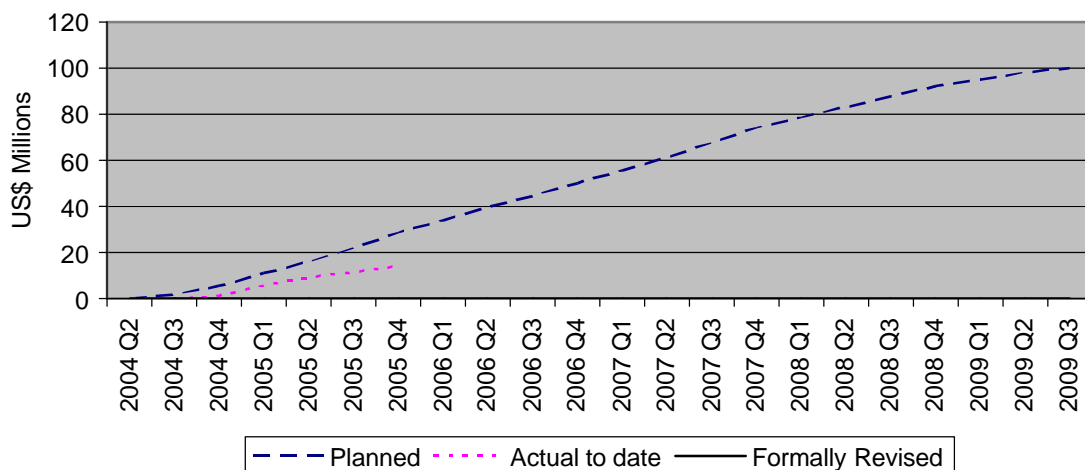
The Project development objective is to increase the incomes of Fadama users, those who depend directly or indirectly on the Fadama resources (farmers, pastoralists, fishers, hunters, gatherers, and service providers), through empowering communities to take charge of their own development agenda through a demand-driven approach and by reducing conflict between Fadama users.

Progress toward achieving development objective(s):

As of June 2005, the Bank reviewed and approved a total of 371 Local Development Plans (LDPs), representing 2,700 subprojects, which are now under implementation. New LDPs are being prepared and processed for implementation. A team of consultants and trained facilitators have been deployed to supervise LDP implementation, with a view to ensuring that Fadama funded activities are being directed towards achieving the intended pro-poor impact.

Lending Information/Disbursement Summary (USD millions, as of June 30 2005)

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IDA-38380	Effective	101.56	14.10	87.77	0.00
IDA-Q3110	Closed	0.55	0.00	0.00	0.55
IDA-Q3111	Closed	0.75	0.00	0.00	0.75
JPN-26227	Closed	0.70	0.70	0.00	0.00



Project Name (ID): Economic Management Capacity Building (P065301)

Country: Nigeria

Board Approval Date: 05/11/2000

Midterm Review Date: 11/15/2002

Closing Date: 12/31/2005

Loan/Credit/Grant Number: IDA-33450, IDA-Q1730, JPN-25919

Sector(s): Central government administration (89%), Law and justice (11%)

Theme(s): Other accountability/anti-corruption (P), Public expenditure, financial management, and procurement (P), Economic statistics, modeling, and forecasting (P), Judicial and other dispute resolution mechanisms (S)

Project Development Objectives:

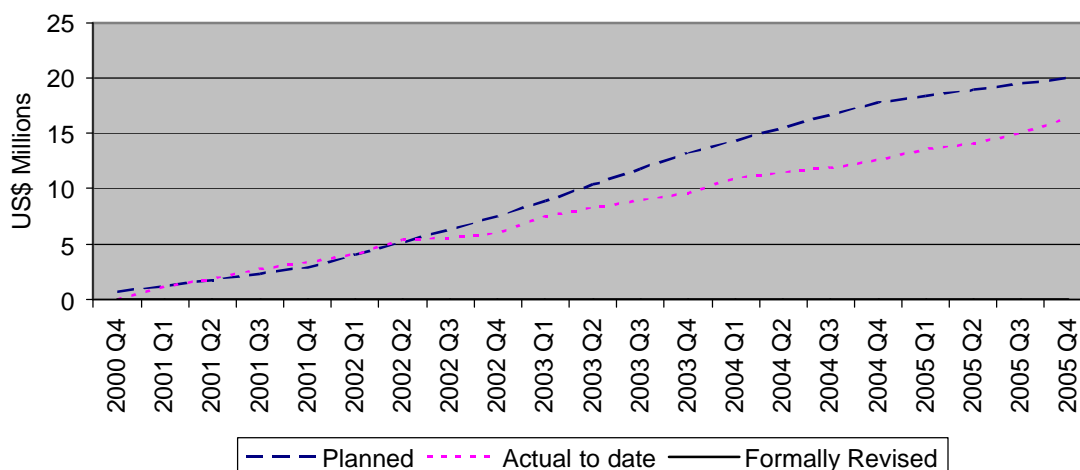
The objectives of the credit are to: (i) foster greater transparency and accountability in fiscal operations, strengthen systems designed; (ii) improve the efficiency of resource use, quality and timeliness of data; and (ii) enhance capacity to coordinate and monitor macroeconomic and structural policies.

Progress toward achieving development objective(s):

Progress is encouraging. Quality, coverage and economic efficiency have improved in the public sector and accountability and transparency has improved significantly in the public sector. Implementation of the public procurement reform and fiscal responsibility law has greatly advanced and public-sector wide. Timeliness of statistics for policy making in the public sector has improved and capacity to implement reforms has been built in the public service. In time, it will produce the expected outcomes in terms of increased coverage and quality of service. Further public sector reforms especially procurement reforms, financial management reforms and pension reforms have commenced. Strengthening of the legal and judicial systems has shown substantial improvement. The capacity of the participating agencies in the Project is being strengthened

Lending Information/Disbursement Summary (USD millions, as of June 30 2005)

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IDA-33450	Effective	21.01	16.34	3.59	0.00
IDA-Q1730	Closed	0.60	0.00	0.00	0.60
JPN-25919	Closed	0.40	0.00	0.00	0.40



Project Name (ID): Community-Based Poverty Reduction (P069086)

Country: Nigeria

Board Approval Date: 12/20/2000

Midterm Review Date: 10/07/2004

Closing Date: 02/28/2006

Loan/Credit/Grant Number: IDA-34470, IDA-Q2280, JPN-26226

Sector(s): Roads and highways (24%), Other social services (24%), Primary education (23%), General water, sanitation and flood protection (23%), General public administration (6%)

Theme(s): Participation and civic engagement (P), Poverty strategy, analysis, and monitoring (P), Other social protection and risk management (P), Improving labor markets (S), Gender (S)

Project Development Objectives:

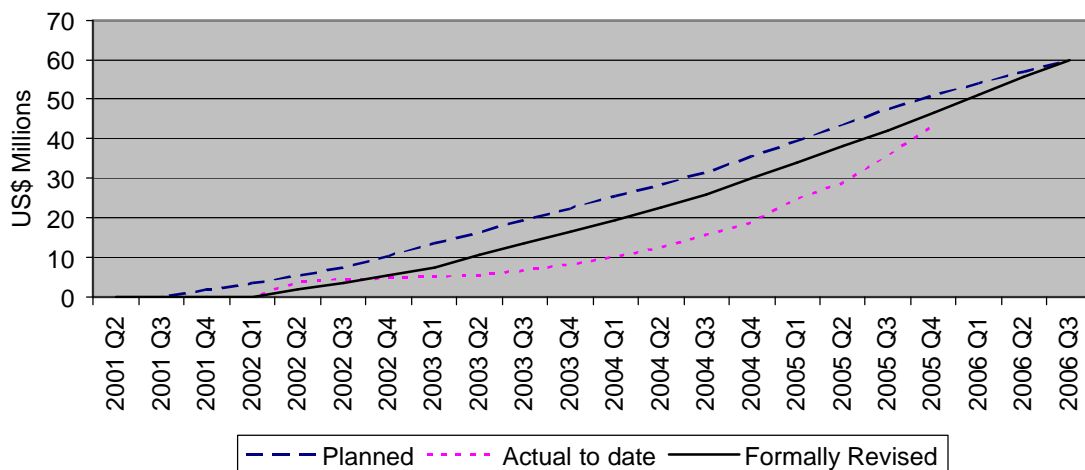
The Project intends to improve the access of the poor to social and economic infrastructure and increase the availability and management of development resources at the community level.

Progress toward achieving development objective(s):

The number of community-level social infrastructure micro projects has continued to increase and presently stands at about 1,800, with about 50% completed and in use by the communities, thereby surpassing the project targeted number. These micro projects have increased rural communities' access to education, health services, water, rural transport and skills acquisition in the project states. In consequence, community groups are now managing significantly more resources as well. Through an amendment to the Credit Agreement, the project has now been extended to two additional states, and the project is popularizing the Community Driven Development approach throughout the Country. Achievement of the objectives is likely.

Lending Information/Disbursement Summary (USD millions, as of June 30 2005)

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IDA-34470	Effective	68.58	43.33	24.83	0.00
IDA-Q2280	Closed	0.98	0.00	0.00	0.98
JPN-26226	Closed	0.56	0.34	0.00	0.22



Project Name (ID): Local Empowerment and Environmental Management (P069892)

Country: Nigeria

Board Approval Date: 07/31/2003

Closing Date: 06/30/2009

Loan/Credit/Grant Number: IDA-38180, IDA-Q2390, IDA-Q2391

Sector(s): Other social services (40%), General water, sanitation and flood protection (20%), General agriculture, fishing, and forestry (20%), General education (15%), Roads and highways (5%)

Theme(s): Decentralization (P), Water resources management (P), Rural services and infrastructure (P), Participation and civic engagement (P), Environmental policies and institutions (S)

Project Development Objectives:

The project has two development objectives: (i) to strengthen the institutional framework at all three levels of government - federal, state and, particularly, local government - to support an environmentally sustainable, and socially inclusive development; and (ii) to encourage beneficiaries' participation in the planning, co-financing, and implementation of multi-sectoral micro-projects.

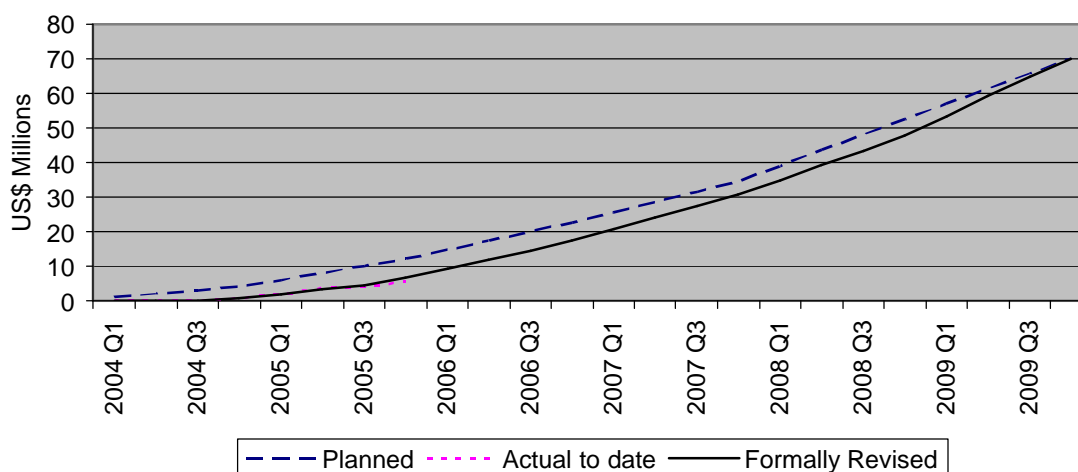
Progress toward achieving development objective(s):

Achievement of the development objectives is progressing slowly. A restructuring plan has been agreed with the Project team. In the last few months, community development plans for about 200 communities are being finalized and entry point micro projects in six states are being executed. These micro projects are mainly school/classrooms, rural roads, electrification, water supply and dispensary/health center.

The institutional framework for operation of the project has been finally established in all participating Local Governments (27), States (9) and at the Federal level and training exercise for State and Local Government Officials has also started.

Lending Information/Disbursement Summary (USD millions, as of June 30 2005)

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IDA-38180	Effective	77.04	5.53	71.59	0.00
IDA-Q2390	Closed	0.60	0.00	0.00	0.60
IDA-Q2391	Closed	0.45	0.00	0.00	0.45



Project Name (ID): Community Based Urban Development (P069901)

Country: Nigeria

Board Approval Date: 06/06/2002

Closing Date: 06/30/2009

Loan/Credit/Grant Number: IDA-36540, IDA-Q2310, IDA-Q2311

Sector(s): General education (26%), General water, sanitation and flood protection (22%), Agro-industry (22%), Roads and highways (22%), General public administration (8%)

Theme(s): Access to urban services and housing (P), Municipal finance (P), Participation and civic engagement (P), Public expenditure, financial management, and procurement (S), HIV/AIDS (S)

Project Development Objectives:

The project aims to demonstrate viable approaches to cost-effective delivery of basic infrastructure services, in un-serviced, or under-serviced urban settlements.

The Project was restructured during the 2005 Fiscal Year

The project was recently restructured (approved on June 28, 2005) to speed up and simplify implementation. The project development objectives were reduced to one and simplified to ‘increase access to basic urban services in eight cities.’

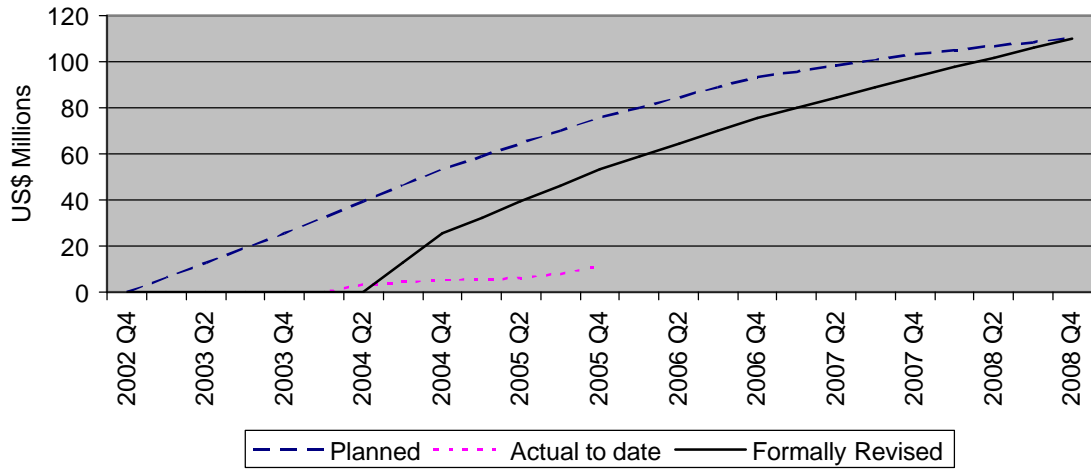
Progress toward achieving development objective(s):

Progress in achieving the physical targets and development objectives has been slow. During the project restructuring exercise, procurement and contract management diagnostics were carried out and associated lessons were learned in both these areas of project implementation. The most revealing conclusion of the diagnostics was that the quality of the engineering services engaged by the states under Phase I of implementation has been generally of poor quality. The Phase II contracts designs and supervision engineering services are currently being issued by all the states. The choice of the Phase II engineering services firms is of paramount importance in order for the respective states to maximize their share of the infrastructure investments. Training and capacity building are still components of the project and key investment priorities which will be monitored and evaluated closely.

Lending Information/Disbursement Summary (USD millions, as of June 30 2005)

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IDA-36540	Effective	128.55	11.17	117.49	0.00
IDA-Q2310	Closed	1.50	0.00	0.00	1.50
IDA-Q2311	Closed	0.50	0.00	0.00	0.50

Status of Projects in Execution - FY05



Project Name (ID): Second Health Systems Development (P070290)

Country: Nigeria

Board Approval Date: 06/06/2002

Closing Date: 07/01/2007

Loan/Credit/Grant Number: IDA-36530, IDA-Q2440

Sector(s): Health (88%), Sub-national government administration (12%)

Theme(s): Health system performance (P), Population and reproductive health (P), Child health (P), Other communicable diseases (P), Participation and civic engagement (S)

Project Development Objectives:

The objective is to assist the Health authorities redress the serious deterioration in the delivery of basic health care services and pave the way for a more sustained development of the Nigerian health care system.

The Project was restructured during the 2005 Fiscal Year

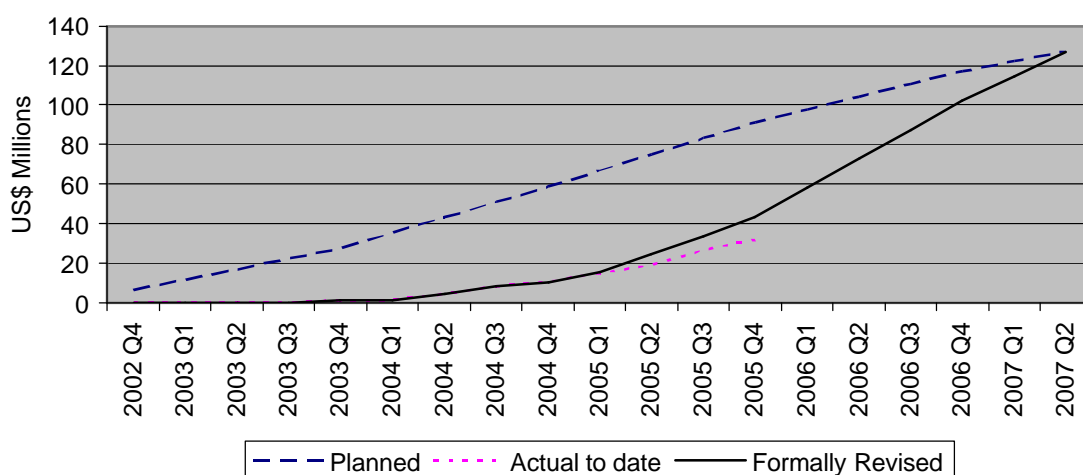
In June 2005, the Project was restructured to simplify and speed up implementation. Though several amendments were brought to the Development Credit Agreement and indicators were simplified, Project objectives were not changed.

Progress toward achieving development objective(s):

The Project recently moved out of the problem status following an upgrade of the development objectives to a satisfactory rating in May 2005, and it is hoped that with additional training in procurement capacity, progress will pick up and indicators will improve.

Lending Information/Disbursement Summary (USD millions, as of June 30 2005)

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IDA-36530	Effective	148.54	32.05	117.03	0.00
IDA-Q2440	Closed	1.60	0.00	0.00	1.60



Project Name (ID): HIV/AIDS Program Development (P070291)

Country: Nigeria

Board Approval Date: 07/06/2001

Closing Date: 06/30/2006

Loan/Credit/Grant Number: IDA-35560, IDA-Q2520, JPN-53811

Sector(s): Health (91%), Central government administration (5%), Sub-national government administration (2%), Law and justice (1%), Agricultural extension and research (1%)

Theme(s): HIV/AIDS (P), Health system performance (S), Population and reproductive health (S), Child health (S), Gender (S)

Project Development Objectives:

The objective is to reduce the spread and mitigate the impact of HIV infections by strengthening the Government's multi-sectoral response to the epidemic.

The Project was restructured during the 2005 Fiscal Year

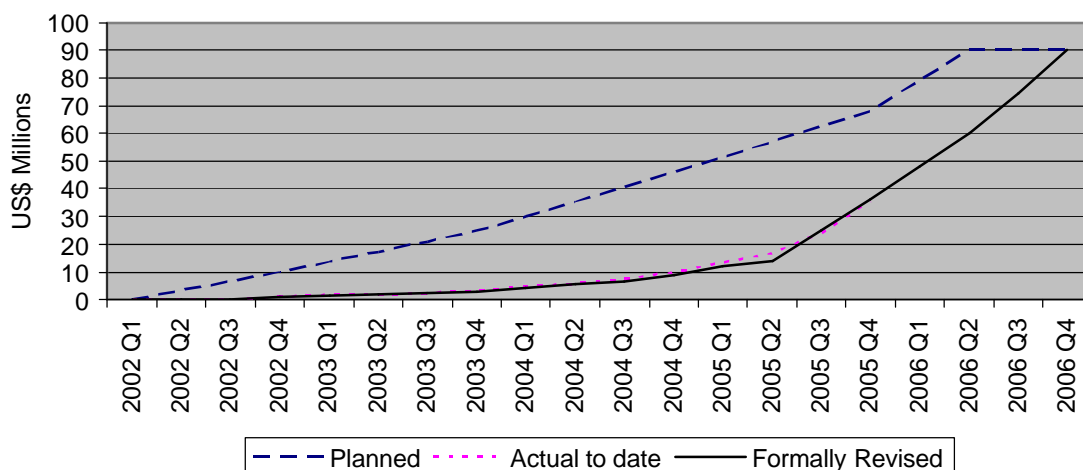
(a) To extend project activities by adding some new states; (b) to improve Project management by hiring an international consultant to assist in management matters; and (c) to improve project management by clarifying roles and responsibilities of the AIDS Secretariat staff.

Progress toward achieving development objective(s):

In 2003, a sero-prevalence survey, co-financed by the Project, showed a national sero-prevalence rate of 5.0%. To further accelerate progress towards the development objectives, the Project was restructured in October 2004. Since the restructuring, Project performance has improved considerably with almost all states preparing and submitting annual work-plans for detailed HIV/AIDS activities. Monitoring and evaluation activities have started at both national and state levels, but it is still too early to chart achievement toward development objectives.

Lending Information/Disbursement Summary (USD millions, as of June 30 2005)

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IDA-35560	Effective	103.60	35.25	68.60	0.00
IDA-Q2520	Closed	0.60	0.00	0.00	0.60
JPN-53811	Effective	1.50	0.10	1.40	0.00



Project Name (ID): Privatization Support (P070293)
Country: Nigeria
Board Approval Date: 06/14/2001
Midterm Review Date: 02/13/2004
Closing Date: 12/31/2006
Loan/Credit/Grant Number: IDA-35200, IDA-Q2040
Sector(s): Central government administration (78%), Power (11%), Water supply (10%), Law and justice (1%)
Theme(s): State enterprise/bank restructuring and privatization (P), Regulation and competition policy (P)

Project Development Objectives:

The project aims to help implement the privatization program and create an enabling environment to expand private investment, increase competition, and improve efficiency in the productive and infrastructure sectors.

The Project was restructured during the 2005 Fiscal Year

The Project was restructured in FY05 to: (i) scale up the telecommunications sector reform component; (ii) consolidate the emergency recovery of the Lagos State Water Corporation and support additional civil works necessary to increase access to water and improve the quality of services at the Corporation and other urban water utilities; (iii) streamline support for the electric power sector reform component; and (iv) promote public-private partnership in gas power development.

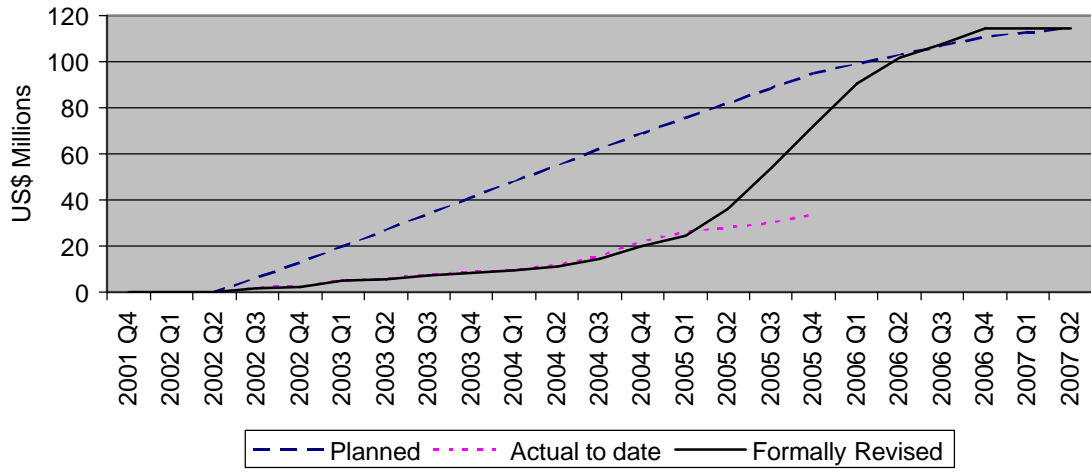
Progress toward achieving development objective(s):

Under the privatization program, the Bureau of Public Enterprises divested 34 public enterprises (covering banking, insurance, petroleum, auto, steel and cement industries) and has been focusing on key sectors to increase the impact of the privatization program. In the transport sector, a draft National Transport Commission bill was prepared and in line with the provisions of this bill and a comprehensive Ports and Harbour Authorities bill, the National Transport Commission will be established and the Nigeria Port Authority will be decentralized. The concessions for the Apapa Container Terminal and Terminals C and D are being negotiated and the bidding process for the concessions for the Port Harcourt Terminals and the Tin Can Port are on going. Also, services of technical advisers are being procured to implement the recently defined reforms provided in the new Railway Act including the concession of the Nigeria Railway Company. In the power sector, the Electric Power Sector Reform Bill was enacted into law (after about three years delay) and provided further momentum to the unbundling of the National Electric Power Authority into eleven distribution business units, six generation units and a transmission unit and the transfer of NEPA's assets and liabilities to the newly established Power Holding Company of Nigeria. BPE is also supervising consultant assignments designed to establish the National Electricity Regulatory Commission. The National Communications Commission has been implementing relevant provisions of the Telecommunications Bill, strengthening the regulatory framework and its institutional capacities, modernizing the frequency management system, and developing rural access and universal rural communication strategies and pilot projects. Work continues to advance the privatization of Nigerian Telecommunication Limited. For the water sector restructuring component, the Lagos State Water Corporation has drastically reduced its losses by over 77 percent annually since 2001; its emergency rehabilitation plan has helped prevent a system failure and maintain the viability of the company.

Lending Information/Disbursement Summary (USD millions, as of June 30 2005)

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IDA-35200	Effective	131.61	33.71	97.16	0.00
IDA-Q2040	Closed	2.00	0.00	0.00	2.00

Status of Projects in Execution - FY05



Project Name (ID): National Urban Water Sector Reform (P071075)

Country: Nigeria

Board Approval Date: 06/15/2004

Closing Date: 09/30/2010

Loan/Credit/Grant Number: IDA-39240, IDA-Q3330, IDA-Q3331, JPN-26793

Sector(s): Water supply (93%), Central government administration (5%), Sub-national government administration (2%)

Theme(s): Access to urban services and housing (P), Infrastructure services for private sector development (P), Other urban development (S), Regulation and competition policy (S)

Project Development Objectives:

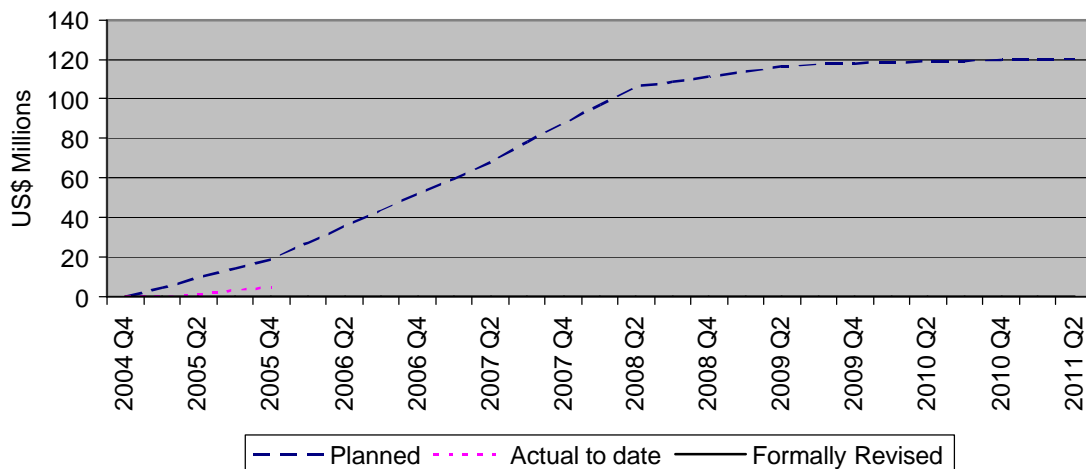
The project development objectives are: (i) improved reliability and financial viability of selected urban water utilities; and (ii) increased access to piped water networks in selected urban areas.

Progress toward achieving development objective(s):

The project became effective in the latter part of the reporting period and was still in too early a stage for meaningful progress.

Lending Information/Disbursement Summary (USD millions, as of June 30 2005)

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IDA-39240	Effective	119.21	4.88	114.51	0.00
IDA-Q3330	Closed	1.00	0.00	0.00	1.00
IDA-Q3331	Closed	0.50	0.00	0.00	0.50
JPN-26793	Closed	1.21	1.21	0.00	0.00



Project Name (ID): Universal Basic Education (P071494)

Country: Nigeria

Board Approval Date: 09/12/2002

Closing Date: 06/30/2008

Loan/Credit/Grant Number: IDA-37110, JPN-26879

Sector(s): Primary education (55%), Secondary education (30%), Central government administration (10%), Sub-national government administration (5%)

Theme(s): Education for all (P), Rural services and infrastructure (S), Decentralization (S), Gender (S), HIV/AIDS (S)

Project Development Objectives:

The objective is to increase the capacity of Nigerian states and local governments to manage and implement the Universal Basic Education Program effectively and efficiently.

The Project was restructured during the 2005 Fiscal Year

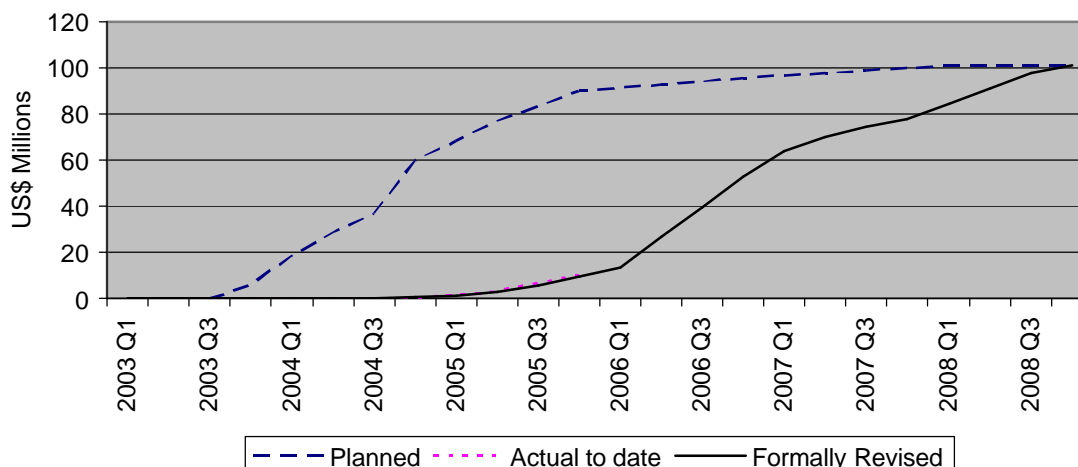
The Project was restructured in May 2005 to simplify and speed up implementation. The Project development objectives remain relevant.

Progress toward achieving development objective(s):

Implementation has not picked up yet after the restructuring and the Project is still reflected as a problem Project. Disbursements continue to be very slow, almost no monitoring has taken place to date, and only limited progress has been made toward achieving the Project development objectives. The mid term review, scheduled for February-March 2006, will determine whether the Project can be upgraded or if further steps will have to be taken to improve implementation.

Lending Information/Disbursement Summary (USD millions, as of June 30 2005)

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IDA-37110	Effective	111.33	9.96	101.65	0.00
JPN-26879	Closed	0.72	0.37	0.00	0.35



Project Name (ID): Transmission Development (P072018)

Country: Nigeria

Board Approval Date: 07/31/2001

Closing Date: 12/31/2006

Loan/Credit/Grant Number: IDA-35590, IDA-Q2480, IDA-Q2481

Sector(s): Power (100%)

Theme(s): State enterprise/bank restructuring and privatization (P), Infrastructure services for private sector development (P), Regulation and competition policy (P)

Project Development Objectives:

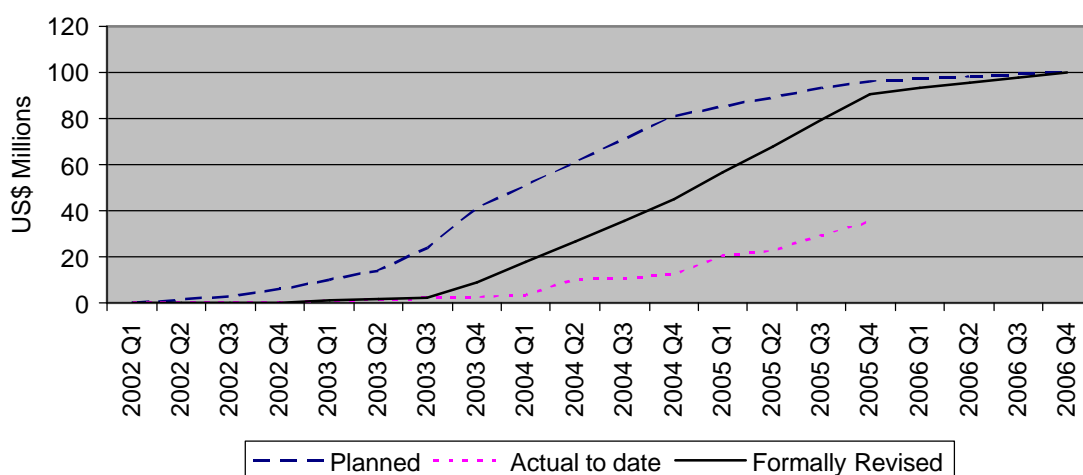
The project aims at strengthening and upgrading Nigeria's electricity transmission system and at promoting reforms in the electricity sector to provide better supply, improve services and attract investment.

Progress toward achieving development objective(s):

The transmission system has been stabilized and the number of failures has been reduced significantly, producing more reliable power supply. Progress in sector reforms includes passage of the Electric Power Sector Reform Act and completion of restructuring of the utility, including formation of the holding company and the unbundling of the distribution, generation and transmission businesses. Significant improvement in customer service and power supply has been recorded in all 11 distribution business units through the implementation of an operations and financial improvement plan (the Commercial Reorientation of the Electricity Sector Toolkit program).

Lending Information/Disbursement Summary (USD millions, as of June 30 2005)

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IDA-35590	Effective	114.69	35.30	79.54	0.00
IDA-Q2480	Closed	1.00	0.00	0.00	1.00
IDA-Q2481	Closed	1.00	0.00	0.00	1.00



Project Name (ID): State Governance and Capacity Building (P074447)

Country: Nigeria

Board Approval Date: 06/28/2005

Closing Date: 03/31/2010

Loan/Credit/Grant Number: IDA-40840

Sector(s): Sub-national government administration (90%), Central government administration (6%), Law and justice (4%)

Theme(s): Public expenditure, financial management, and procurement (P), Administrative and civil service reform (P), Tax policy and administration (S), Judicial and other dispute resolution mechanisms (S)

Project Development Objectives:

The objective is to enhance efficiency and accountability in the management of financial and human resources in participating states in line with state poverty reduction strategies.

Progress toward achieving development objective(s):

The Project is not effective yet.

Lending Information/Disbursement Summary (USD millions, as of June 30 2005)

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IDA-40840	Not Effective	17.51	0.00	17.51	0.00

Project Name (ID): Lagos Urban Transport (P074963)

Country: Nigeria

Board Approval Date: 11/21/2002

Closing Date: 06/30/2008

Loan/Credit/Grant Number: IDA-37200, JPN-26881

Sector(s): General transportation (80%), Sub-national government administration (14%), Ports, waterways, and shipping (3%), Central government administration (3%)

Theme(s): Other urban development (P), Access to urban services and housing (P), Regulation and competition policy (S), Non-communicable diseases and injury (S)

Project Development Objectives:

The objectives of the project are to:(i) sustainably improve the capacity to manage the transport sector in the Lagos Metropolitan Area; and (ii) enhance the efficiency of the public transport network.

The Project was restructured during the 2005 Fiscal Year

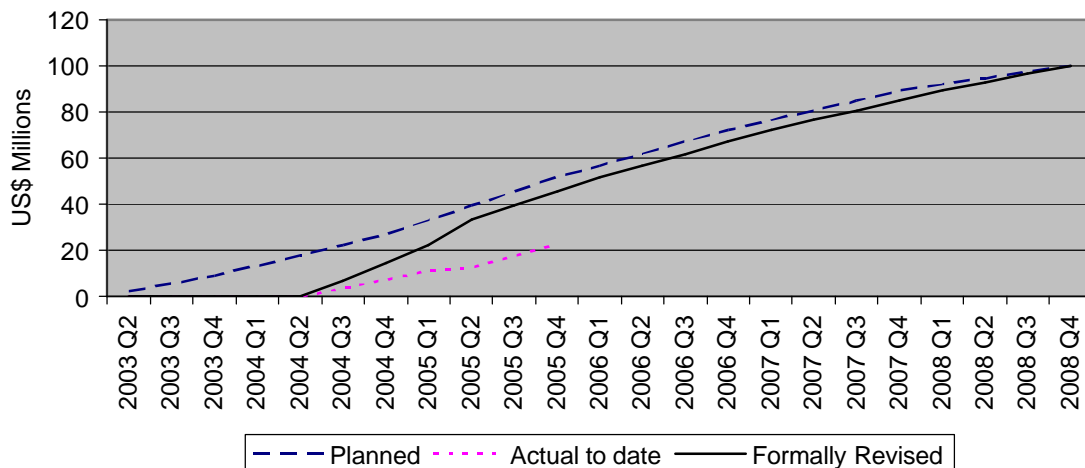
The project has been restructured to strengthen focus on the maintenance and rehabilitation works on State and Local Government roads as the Federal Government will maintain the federal roads. Restructuring also includes proposed 100% financing by IDA and reduced counterpart contributions from the state budget due to financial constraints.

Progress toward achieving development objective(s):

The project is planning to achieve the development objectives within the implementation period of the credit. The Lagos Metropolitan Area Transport Authority (LAMATA) has already started to make a difference on the way road rehabilitation and maintenance is done.

Lending Information/Disbursement Summary (USD millions, as of June 30 2005)

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IDA-37200	Effective	110.17	22.81	87.86	0.00
JPN-26881	Closed	1.98	1.95	0.00	0.03



Project Name (ID): Partnership for Polio Eradication (P080295)

Country: Nigeria

Board Approval Date: 04/29/2003

Closing Date: 12/30/2006

Loan/Credit/Grant Number: IDA-37510, IDA-37511

Sector(s): Health (100%)

Theme(s): Other communicable diseases (P), Child health (P), Health system performance (S)

Project Development Objectives:

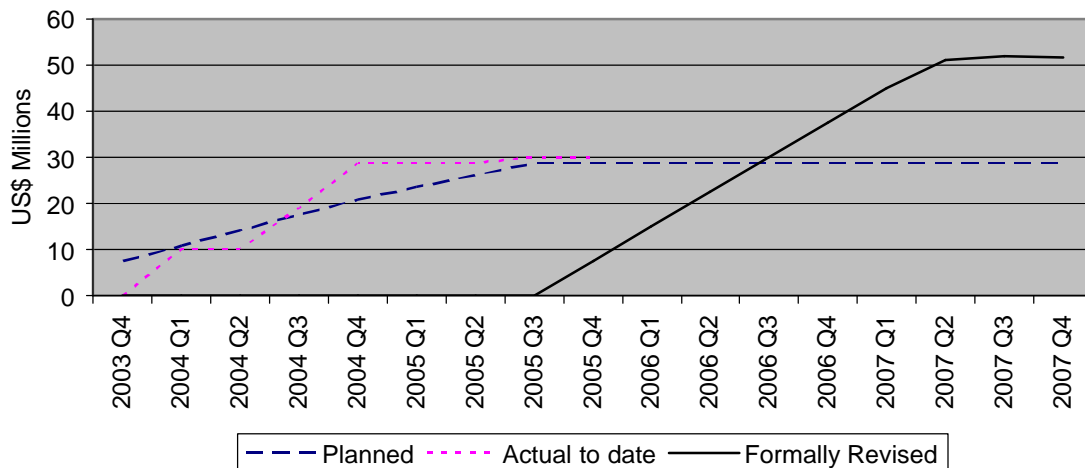
The objective is to interrupt the transmission of the wild polio virus (WPV) by the end of 2003 and to sustain these efforts throughout the period 2003-2005.

Progress toward achieving development objective(s):

A supplemental Credit of US\$51.7 million was approved on March 24, 2005, and signed on May 10, 2005, to cope with the expanded number of cases resulting from the refusal to vaccinate by several states. To date, however, the new Credit has not begun disbursing.

Lending Information/Disbursement Summary (USD millions, as of June 30 2005)

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IDA-37510	Effective	30.50	30.04	0.06	0.00
IDA-37511	Effective	48.74	0.00	48.74	0.00



Project Name (ID): Micro-, Small- and Medium-Enterprise (P083082)

Country: Nigeria

Board Approval Date: 12/16/2003

Closing Date: 06/30/2009

Loan/Credit/Grant Number: IDA-38390, IDA-Q3890

Sector(s): Micro and SME finance (60%), Other industry (15%), Animal production (13%), Central government administration (7%), Law and justice (5%)

Theme(s): Small and medium enterprise support (P), Regulation and competition policy (P), Legal institutions for a market economy (P), Other financial and private sector development (S), Judicial and other dispute resolution mechanisms (S)

Project Development Objectives:

The objective is to increase the performance and employment levels of MSMEs (Micro, Small and Medium enterprises) in selected non-oil industry sub-sectors and in pilot areas of the country.

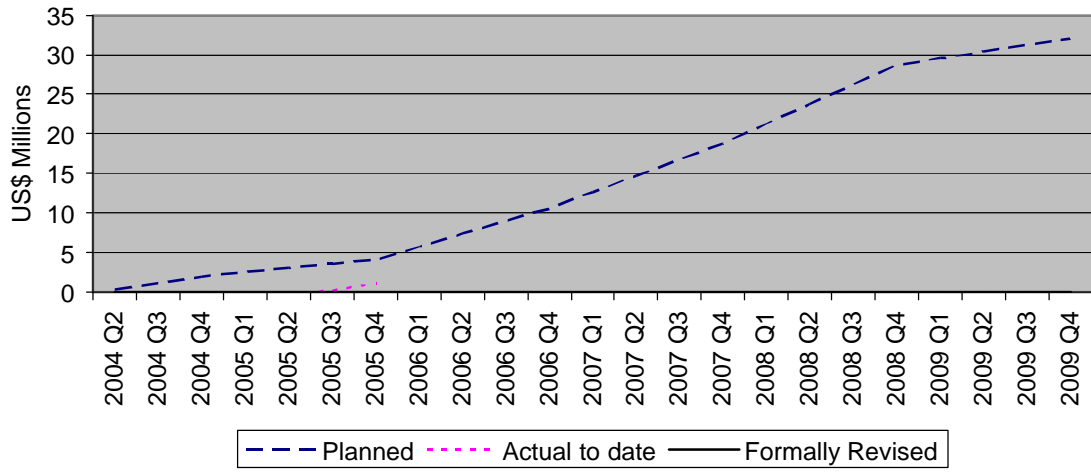
Progress toward achieving development objective(s):

The Project was launched in all three target states. To enable MSMEs to better access financial and non-financial services, the first performance grant, amounting to \$1.5 million was approved under the Access to Finance component for the Accion Microfinance Limited (AML). AML is now waiting to receive an approval in principle for a license from the Central Bank of Nigeria to commence setting up the company and its operations. Discussions are underway with another bank also interested in participating in this component. Seven performance grants were approved through the Business Development Services Fund for a total of over \$430,000; other applications are still being evaluated. Following the completion of a survey of the catfish industry, BDS requirements of the industry were identified and the procurement process to select a firm to manage the catfish value chain initiative commenced. Under the Investment Climate component, further consultations were held with key stakeholders on collateral reform, business registration, and alternative dispute resolution (ADR) mechanisms. Thereafter, the process commenced to procure specialists who will assist in: (i) streamlining, integrating, and modernizing the business registration process combined with the tax/VAT, and foreign direct investment registrations within the Corporate Affairs Commission, the Federal Inland Revenue Service, and the Nigeria Investment Promotion Commission, respectively; and (ii) further assessing the programs and needs on the ground and preparing design options for commercially oriented ADR mechanisms. The project team is collaborating with DFID on the next round of investment climate survey work to be conducted on a state-level and through the MSME project.

Lending Information/Disbursement Summary (USD millions, as of June 30 2005)

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IDA-38390	Effective	32.54	1.12	31.46	0.00
IDA-Q3890	Closed	0.60	0.00	0.00	0.60

Status of Projects in Execution - FY05



Project Name (ID): Sustainable Management of Mineral Resources (P086716)

Country: Nigeria

Board Approval Date: 12/14/2004

Closing Date: 06/30/2010

Loan/Credit/Grant Number: IDA-40120, IDA-Q4310, IDA-Q4311, IDA-Q4312

Sector(s): Mining and other extractive (50%), Central government administration (30%), Other social services (10%), Vocational training (5%), Micro and SME finance (5%)

Theme(s): Rural non-farm income generation (P), Regulation and competition policy (P), Small and medium enterprise support (S), Pollution management and environmental health (S)

Project Development Objectives:

The objectives of the project are: (i) to increase the Government's long term institutional and technical capacity to manage Nigeria's mineral resources in a sustainable way, and (ii) to establish a basis for poverty reduction and rural economic renewal in selected areas of the country via the development of non-farm income generating opportunities through small-scale and artisanal mining and to diversify away from oil sources of income.

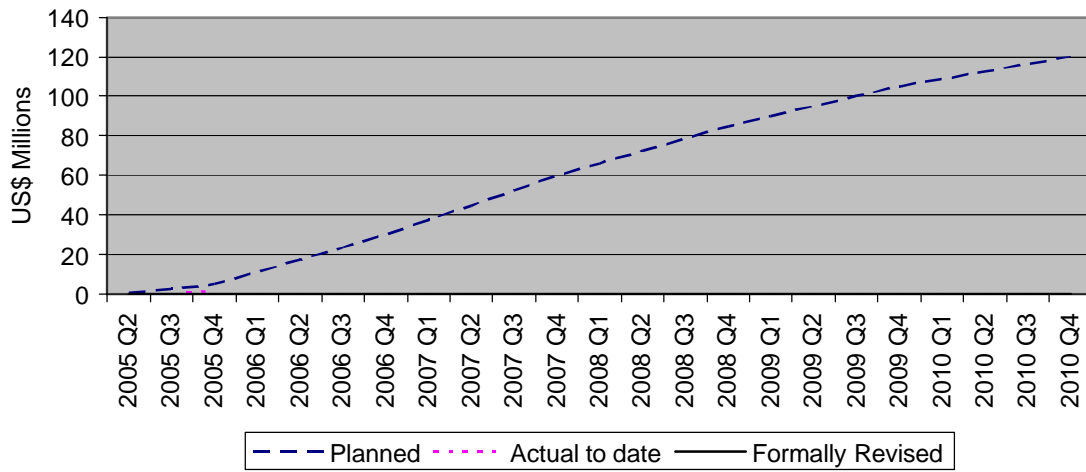
Progress toward achieving development objective(s):

The project became effective in the latter part of the reporting period and was still in too early a stage for meaningful progress. However, the groundwork for implementation was laid during project preparation, including an assessment of the Ministry, with recommendations for its organizational re-structuring, training and capacity building in order to become service oriented and responsible to sector needs. A new draft mining code has been prepared, which when implemented will lift current legal constraints on both domestic and foreign investment and development activity in the sector. Contracting has commenced for project subcomponents including the updating of the geo-scientific information, the identification and remediation of priority abandoned mine sites, analytical studies and field work necessary for promoting diversification within the mineral economy (barite, bentonite, gypsum); the renewal of the educational infrastructure necessary for sound and responsible mineral development, and the reorganization of domestic mining activity in selected areas of the country.

Lending Information/Disbursement Summary (USD millions, as of June 30 2005)

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IDA-40120	Effective	116.88	1.76	115.17	0.00
IDA-Q4310	Closed	0.60	0.00	0.00	0.60
IDA-Q4311	Closed	0.60	0.00	0.00	0.60
IDA-Q4312	Closed	0.60	0.00	0.00	0.60

Status of Projects in Execution - FY05



Project Name (ID): Federal Government Economic Reform and Governance (P088150)

Country: Nigeria

Board Approval Date: 12/14/2004

Closing Date: 02/28/2011

Loan/Credit/Grant Number: IDA-40110, IDA-Q4250

Sector(s): Central government administration (95%), Compulsory pension and unemployment insurance (5%)

Theme(s): Public expenditure, financial management, and procurement (P), Administrative and civil service reform (P), Other public sector governance (P), Tax policy and administration (S), Economic statistics, modeling, and forecasting (S)

Project Development Objectives:

The objectives of the credit are to: (i) to improve the federal government's economic and financial management systems and processes; and (ii) to firmly establish a reform process of the federal civil service to improve professionalism and the government's ability to deliver services.

Progress toward achieving development objective(s):

Project objectives remain relevant and on course for eventual attainment. Project became effective on April 25, 2005, thus it is too early to comment on progress towards achievement of objectives. Recently the Government made changes in the leadership of the project and this has brought a good degree of energy into project implementation. The various participating agencies have started receiving the first disbursement into their Special Account. Achievement of the project objectives will also benefit from the strong commitment to the key elements at the highest levels of government.

Lending Information/Disbursement Summary (USD millions, as of June 30 2005)

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IDA-40110	Effective	136.28	0.15	136.14	0.00
IDA-Q4250	Closed	0.50	0.00	0.00	0.50

