

STATUS OF PROJECTS IN EXECUTION – FY05
SOPE
REGION: EAST ASIA AND PACIFIC
COUNTRY: TIMOR-LESTE

Operations Policy and Country Services
SEPTEMBER 23, 2005



Report on the Status of Projects in Execution - FY05
Region: East Asia and Pacific
Country: Timor-Leste

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: Timor-Leste

Project Name (ID): Economic Institutions Capacity Building (P072461)

Country: Timor-Leste

Board Approval Date: 02/09/2001

Closing Date: 12/31/2005

Loan/Credit/Grant Number: MULT-27826

Sector(s): Central government administration (100%)

Theme(s): Economic statistics, modeling, and forecasting (P), Macroeconomic management (P)

Project Development Objectives:

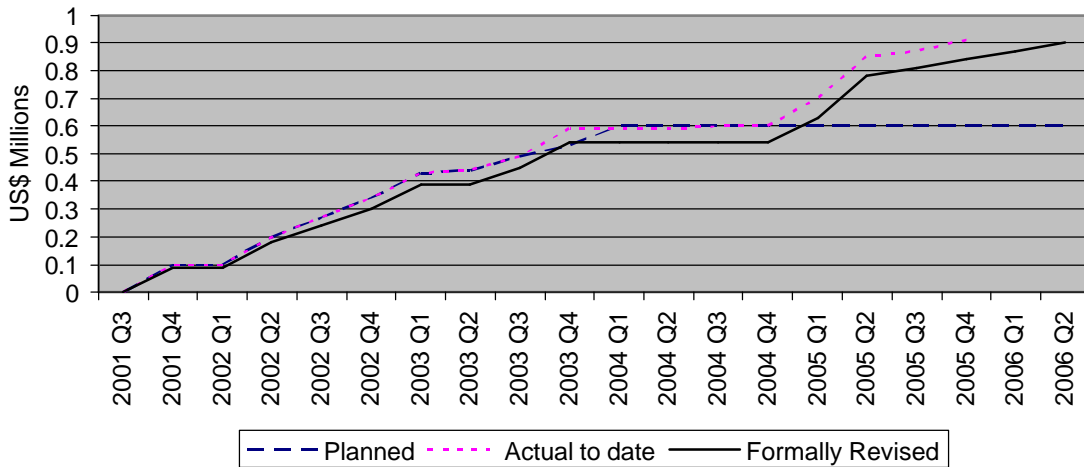
The objective is to strengthen capacity in the country's key economic institutions.

Progress toward achieving development objective(s):

Outcomes related to the objectives have been positive. Work on three components (integrated government accounting systems, national accounts and training) is completed and objectives achieved. Progress on the fourth component (fuel procurement policies) has been slower than anticipated, however. To allow its completion, a closing-date extension was granted.

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

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
MULT-27826	Effective	0.95	0.90	0.05	0.00



Project Name (ID): Fundamental School Quality (P072647)

Country: Timor-Leste

Board Approval Date: 09/28/2001

Midterm Review Date: 01/28/2003

Closing Date: 11/30/2005

Loan/Credit/Grant Number: MULT-50152

Sector(s): Primary education (44%), Secondary education (44%), Central government administration (12%)

Theme(s): Education for all (P), Education for the knowledge economy (P), Participation and civic engagement (S), Conflict prevention and post-conflict reconstruction (S)

Project Development Objectives:

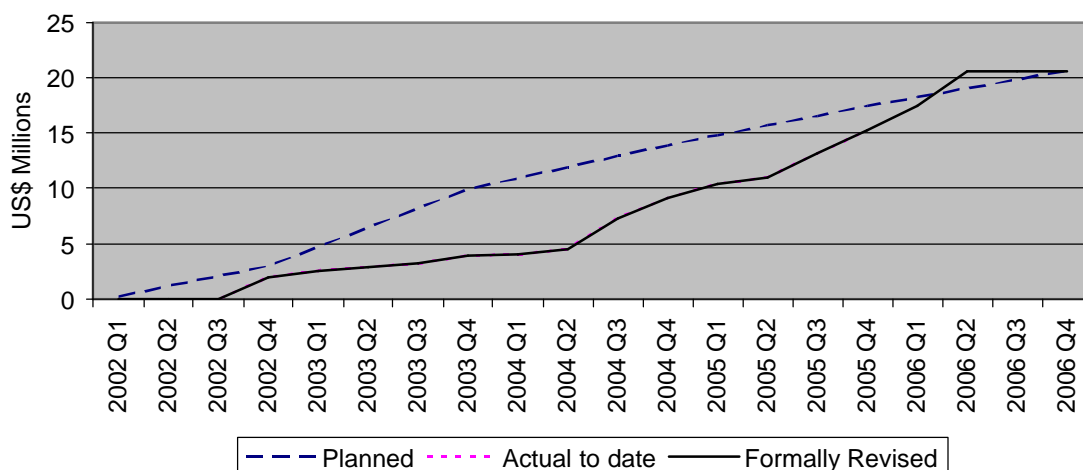
The project aims to: (i) maintain the existing level of primary education enrollment and pre-secondary enrollment with the possibility of increase due to return of refugees and growth of school-age population; and (ii) continue to recover quality of primary and junior education.

Progress toward achieving development objective(s):

The project is meeting its objectives. Primary enrollment has stabilized at about 177,000; junior secondary enrollment is up 11,700 since 2000; the project is providing 121 new or substantially rehabilitated schools; the project has provided an adequate number of Portuguese language texts for grades 4 and 5; and all primary and junior secondary students and their teachers now receive Lafaek children's magazine or a teachers guide every two months.

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

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
MULT-50152	Effective	20.60	15.25	5.35	0.00



Project Name (ID): Second Health Sector Rehabilitation and Development (P072648)

Country: Timor-Leste

Board Approval Date: 06/29/2001

Closing Date: 06/30/2007

Loan/Credit/Grant Number: EECT-51363, MULT-29888

Sector(s): Health (85%), Central government administration (15%)

Theme(s): Health system performance (P), Other communicable diseases (S), Population and reproductive health (S), Participation and civic engagement (S), Conflict prevention and post-conflict reconstruction (S)

Project Development Objectives:

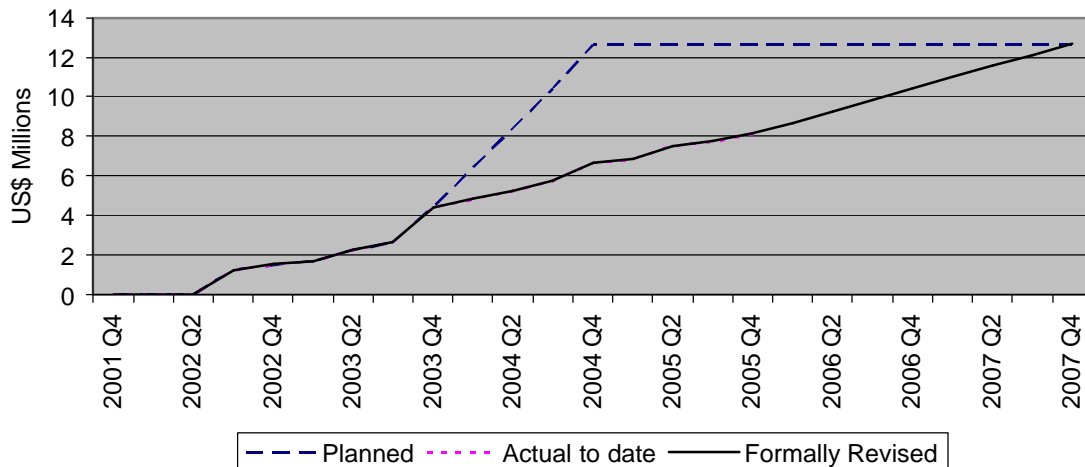
The goal of the program is to meet immediate basic health needs of the population and develop appropriate health policies and systems.

Progress toward achieving development objective(s):

The project has been making significant progress in responding to immediate health needs while developing and integrating service delivery policies. Major achievements in the sector include: (a) approval of legislation providing autonomy for autonomous medical services and regulating private provision; (b) procurement of US\$ 2 million of pharmaceuticals; (c) definition of the basic package of services; and (d) and preparation of an inter-ministerial strategy for integrated primary health care. First steps in strengthening the links between the ministry's budget and planning have been initiated and designs completed for four hospitals. Specialist training has commenced. Improvements in coverage of immunization and skilled attendance at birth have stagnated over the last year, and the government is investigating why while developing and expanding programs such as out-reach and health promotion.

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

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
EECT-51363	Effective	19.50	3.69	15.91	0.00
MULT-29888	Effective	12.60	8.12	4.48	0.00



Project Name (ID): Second Small Enterprises (P072654)

Country: Timor-Leste

Board Approval Date: 09/28/2001

Midterm Review Date: 05/23/2005

Closing Date: 12/31/2006

Loan/Credit/Grant Number: MULT-50153

Sector(s): Micro and SME finance (67%), General industry and trade (15%), Other domestic and international trade (13%), Central government administration (5%)

Theme(s): Small and medium enterprise support (P), Other financial and private sector development (P), Infrastructure services for private sector development (P), Regulation and competition policy (S)

Project Development Objectives:

The objectives are to generate employment, accelerate economic growth, improve small and medium enterprises competitiveness, build capacity with the focus on private sector development, and rehabilitate market infrastructure.

The Project was restructured during the 2005 Fiscal Year

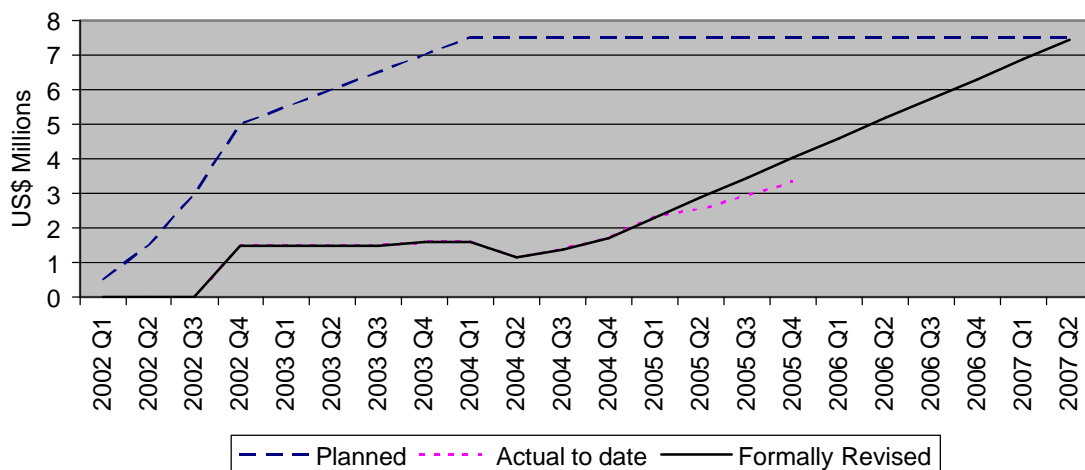
The project was restructured on June 22, 2004, with no change in objectives. Changes included amendment of the grant agreement in order to cancel the credit line; reallocate funds to expand activities of initial components and add new activities within the scope of the objective.

Progress toward achieving development objective(s):

Progress in meeting the objectives has been good. The planned mid-term review was completed in June 2005. Despite earlier delays in initiating work on some of the components, all components are now operational, implementation is on track and most objectives and targets are being met. The key to maintaining momentum and success will be to ensure adequate staffing for the period remaining.

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

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
MULT-50153	Effective	7.50	3.34	4.16	0.00



Project Name (ID): Third Agriculture Rehabilitation (P079320)

Country: Timor-Leste

Board Approval Date: 12/29/2003

Closing Date: 06/30/2007

Loan/Credit/Grant Number: EECT-53033, MULT-53038

Sector(s): General agriculture, fishing, and forestry (30%), Irrigation and drainage (30%), Animal production (20%), General information and communications (15%), Agricultural marketing and trade (5%)

Theme(s): Water resources management (P), Other rural development (P), Participation and civic engagement (S)

Project Development Objectives:

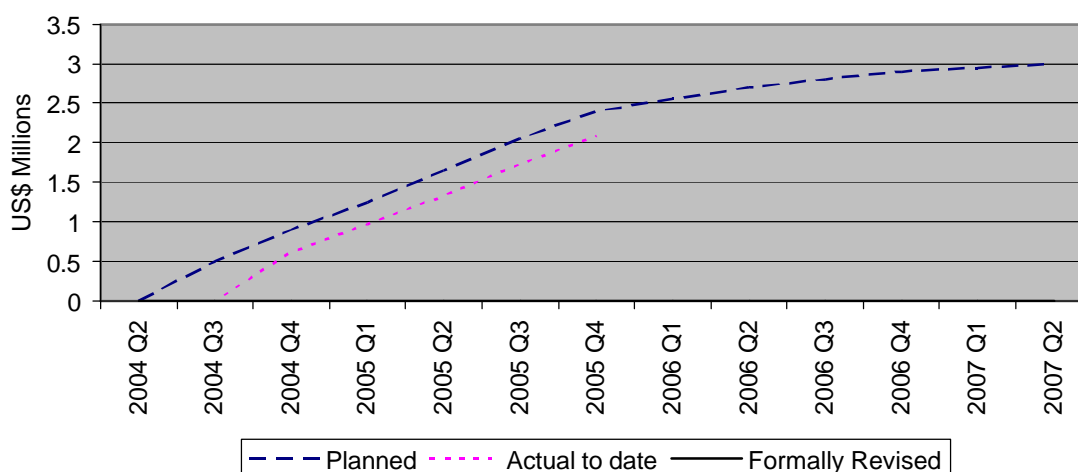
The project development objective is to strengthen the capacity of the Ministry of Agriculture, Forestry and Fisheries (MAFF) and its Development Partners to assist communities in increasing their production and income in a sustainable way.

Progress toward achieving development objective(s):

Effectiveness of the project started on March 5, 2005 and it is too early to assess the project progress toward achieving the development objectives. Early achievements are: (a) that the Ministry of Agriculture, Forestry and Fisheries (MAFF) has included in its own budget about half of the contribution to the vaccination and community irrigation programs, as well as incremental operating costs; (b) that an agribusiness unit has been established; and (c) that policy and strategy, program management, capacity building, procurement and financial management functions are well integrated within the ministry. The Participatory Development and Natural Resource Management, and Information to Farmers components still need to be further integrated within MAFF's core functions. The project irrigation schemes will start being rehabilitated during the FY05/06 season.

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

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
EECT-53033	Effective	8.10	0.84	7.33	0.00
MULT-53038	Effective	3.00	2.08	0.92	0.00



Project Name (ID): Second Petroleum Technical Assistance (P082942)

Country: Timor-Leste

Board Approval Date: 06/18/2003

Midterm Review Date: 06/30/2004

Closing Date: 12/31/2005

Loan/Credit/Grant Number: MULT-52428

Sector(s): Oil and gas (100%)

Theme(s): Other economic management (P)

Project Development Objectives:

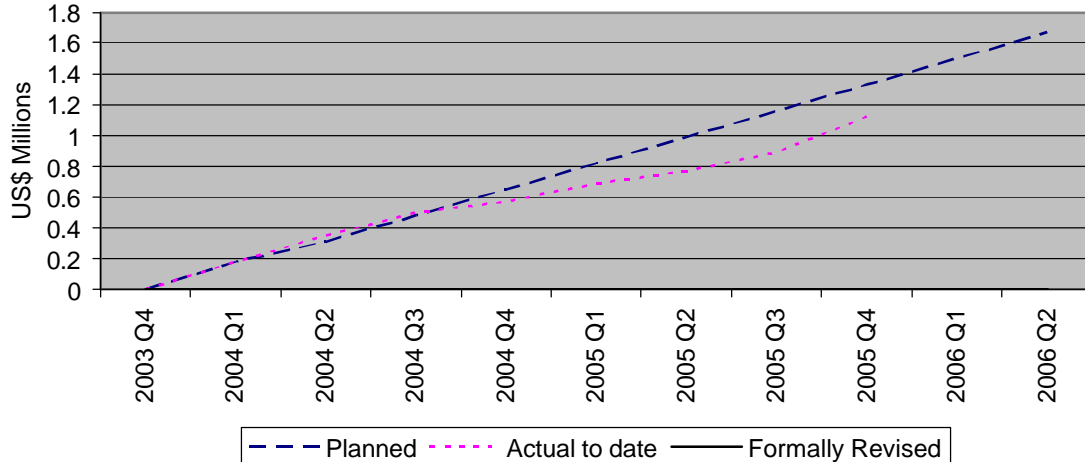
The objective is to strengthen petroleum sector management and revenue management, the legal, technical, financial and auditing capabilities, and the media and outreach functions of the Timor Sea Office and the Ministry of Planning and Finance.

Progress toward achieving development objective(s):

The objective has been achieved. Draft petroleum legislation was submitted to Parliament for the country's exclusive zone. However, there is still a long-term need for continued support to strengthen petroleum sector institutions with technical assistance and a transfer of skills to Timorese counterparts.

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

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
MULT-52428	Effective	1.70	1.13	0.57	0.00



Project Name (ID): Power Sector Priority Investments (P087801)

Country: Timor-Leste

Board Approval Date: 07/23/2004

Closing Date: 03/31/2006

Loan/Credit/Grant Number: MULT-53898

Sector(s): Power (100%)

Theme(s): Access to urban services and housing (P), Infrastructure services for private sector development (P), Debt management and fiscal sustainability (S)

Project Development Objectives:

The objective is to improve electricity generation, distribution, and end-use efficiency.

Progress toward achieving development objective(s):

Implementation is off to a slow start because the bid for the new engine for the Comoro power station came in much higher than estimated. Rebidding is under way.

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

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
MULT-53898	Effective	1.39	0.00	1.39	0.00

