

STATUS OF PROJECTS IN EXECUTION – FY05
SOPE
REGION: EUROPE AND CENTRAL ASIA
COUNTRY: KAZAKHSTAN

Operations Policy and Country Services
SEPTEMBER 23, 2005



Report on the Status of Projects in Execution - FY05
Region: Europe and Central Asia
Country: Kazakhstan

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: Kazakhstan

Project Name (ID): Road Transport Restructuring (P008499)

Country: Kazakhstan

Board Approval Date: 02/09/1999

Midterm Review Date: 11/21/2002

Closing Date: 06/30/2006

Loan/Credit/Grant Number: IBRD-44370, IBRD-P2960, IBRD-P2961, JPN-29678

Sector(s): Roads and highways (97%), Central government administration (3%)

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

Project Development Objectives:

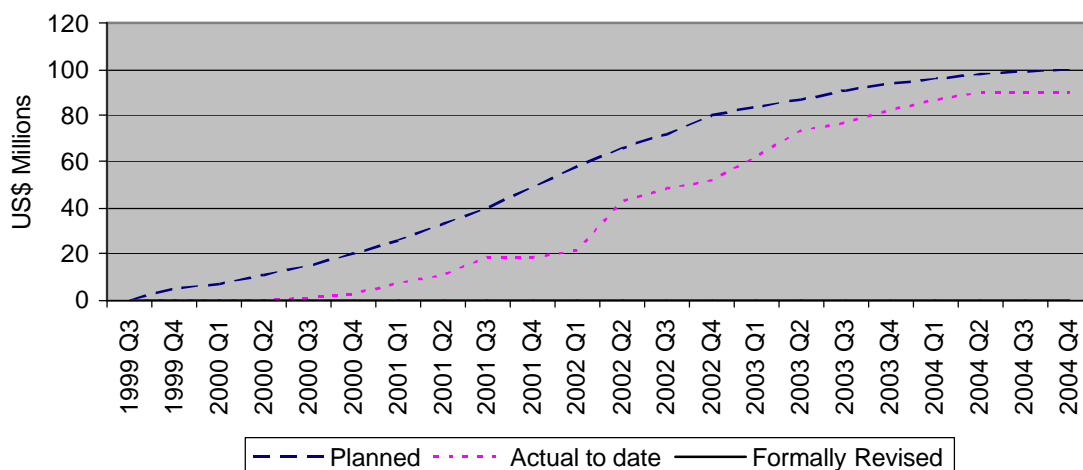
The main development objective of the project is to achieve more efficient road and road transport subsectors in Kazakhstan.

Progress toward achieving development objective(s):

The project development objective will likely be achieved due mainly to the completion of rehabilitation work in the Asatan-Almaty road, which was opened to traffic in October 2004. In order to consolidate gains made in institutional capacity, further work in this area will be necessary.

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

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IBRD-44370	Effective	100.00	90.19	9.81	0.00
IBRD-P2960	Closed	0.80	0.00	0.00	0.80
IBRD-P2961	Closed	0.30	0.00	0.00	0.30
JPN-29678	Closed	0.56	0.56	0.00	0.00



Project Name (ID): Uzen Oil Field Rehabilitation (P008507)

Country: Kazakhstan

Board Approval Date: 07/02/1996

Closing Date: 06/30/2006

Loan/Credit/Grant Number: IBRD-40610, IBRD-P2810

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

Theme(s): State enterprise/bank restructuring and privatization (P), Pollution management and environmental health (P)

Project Development Objectives:

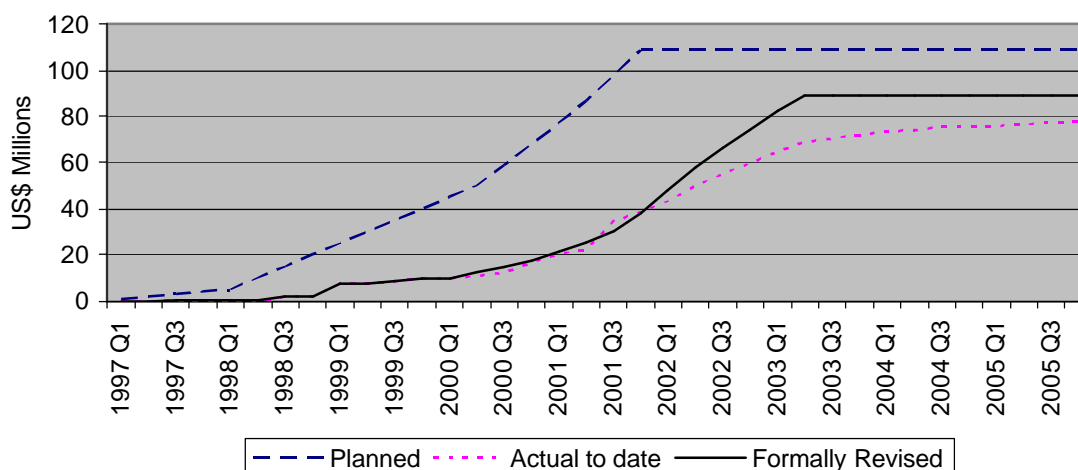
The objectives are to: (a) reduce the rate of decline in production of the Uzen oil field and generate resources for reinvestment thereof; (b) restructure Uzenmunaigas into viable corporate units and privatize these; (c) assess the impact of past operating practices on the present condition of the reservoirs, wells and the environment of the field; (d) contribute to the remediation of past environmental damage to the field and strengthen environmental monitoring and management; and (e) train Uzenmunaigas' staff in modern oil field operating practices and strengthen their capacity to manage the implementation of the rehabilitation program and oil field operations.

Progress toward achieving development objective(s):

The project has largely achieved its development objectives. The main objective, which was to slow the decline of the field, has been more than achieved. Production has more than doubled through the course of project implementation. Of the other 4 objectives, only part of 1 has not been achieved. This involved restructuring Uzenmunaigas (done) and privatization (which has not yet happened).

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

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IBRD-40610	Effective	109.00	78.00	31.00	0.00
IBRD-P2810	Closed	1.50	0.00	0.00	1.50



Project Name (ID): Syr Darya Control and Northern Aral Sea Phase 1 (P046045)

Country: Kazakhstan

Board Approval Date: 06/05/2001

Midterm Review Date: 07/31/2004

Closing Date: 02/28/2007

Loan/Credit/Grant Number: IBRD-46090, IBRD-P3710, JPN-25236, JPN-27108

Sector(s): Irrigation and drainage (66%), Flood protection (29%), Central government administration (4%), Animal production (1%)

Theme(s): Water resources management (P), Rural services and infrastructure (P), Biodiversity (S), Infrastructure services for private sector development (S)

Project Development Objectives:

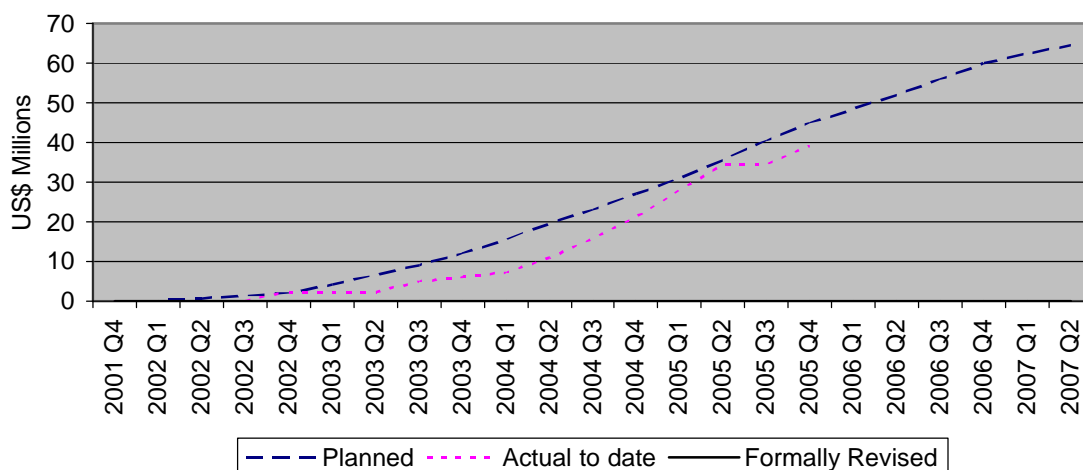
Project objectives are to sustain and increase agriculture, livestock and fisheries production in the Syr Darya basin; and to secure the existence of Northern Aral Sea (NAS) and improve ecological/environmental conditions in the delta area and around the sea leading to improved human and animal health and biodiversity conservation.

Progress toward achieving development objective(s):

The project is contributing to improvement of living conditions by building, rebuilding, and rehabilitating several hydraulic structures along the river, including flood protection dikes. With the partially completed hydraulic structures and dikes, Kazakhstan was able to pass the last winter with flows more than twice as much as the previous years. It is evident that after passing of higher flows to the delta area and NAS, salinity of the delta lakes has reduced considerably, resulting in increased fish resources in the lakes and NAS. With completion of all planned works under the project, and better operation of Shardara dam, flows to the Syr Darya delta and NAS would improve further, resulting in additional assurances that the project objectives would be met.

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

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IBRD-46090	Effective	64.50	39.16	25.34	0.00
IBRD-P3710	Closed	1.80	0.00	0.00	1.80
JPN-25236	Closed	0.64	0.62	0.00	0.02
JPN-27108	Closed	0.90	0.90	0.00	0.00



Project Name (ID): Agricultural Competitiveness (P049721)

Country: Kazakhstan

Board Approval Date: 04/28/2005

Closing Date: 07/30/2010

Loan/Credit/Grant Number: IBRD-47740, JPN-26444

Sector(s): Agricultural extension and research (50%), Agricultural marketing and trade (18%), Animal production (13%), Crops (12%), Central government administration (7%)

Theme(s): Export development and competitiveness (P), Rural services and infrastructure (P), Rural policies and institutions (S), Rural markets (S), Other rural development (S)

Project Development Objectives:

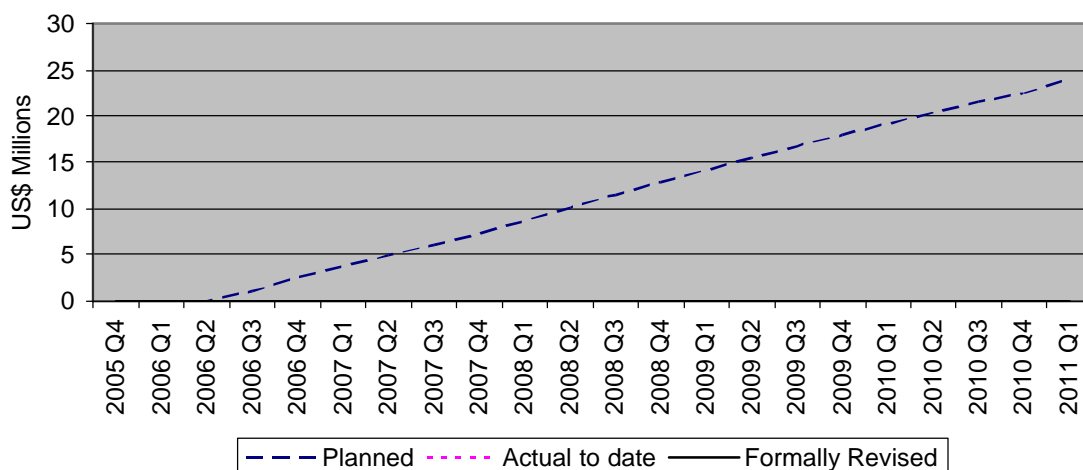
The objective is to increase the competitiveness of the agricultural sector by facilitating access to markets and information and supporting measures to improve the quality and safety of agricultural products, while harmonizing standards.

Progress toward achieving development objective(s):

The project was not effective before the close of the reporting period.

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

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IBRD-47740	Not Effective	24.00	0.00	24.00	0.00
JPN-26444	Closed	0.62	0.62	0.00	0.00



Project Name (ID): Second Agricultural Post-Privatization Assistance APL 2 (P058015)

Country: Kazakhstan

Board Approval Date: 12/13/2004

Closing Date: 12/31/2009

Loan/Credit/Grant Number: IBRD-47630, JPN-51894

Sector(s): Agro-industry (89%), Micro and SME finance (11%)

Theme(s): Rural markets (P), Small and medium enterprise support (P)

Project Development Objectives:

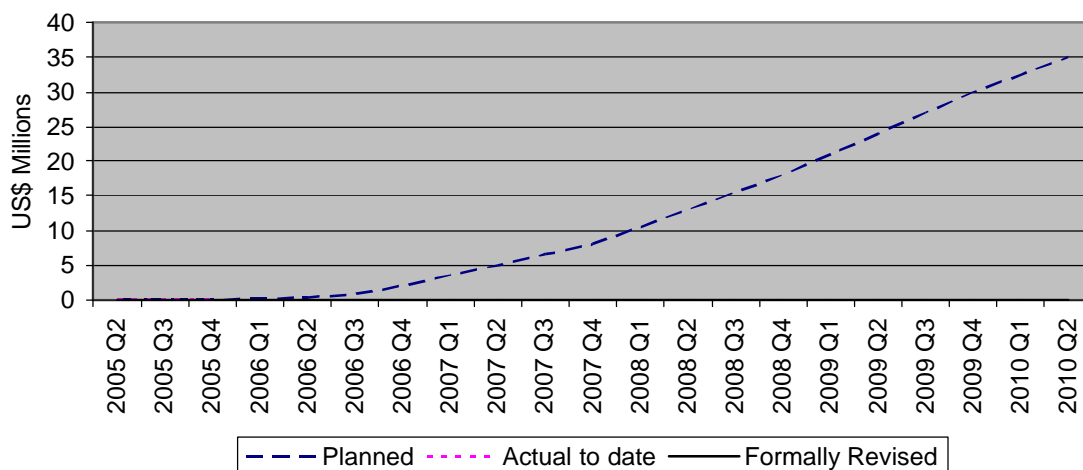
APPAP-II will promote rural financial services through (a) expanding rural financial advisory services; (b) improving agricultural risk management; (c) facilitating rural financial product development; and (d) promoting sustainable rural micro-finance

Progress toward achieving development objective(s):

The project was not effective before the close of the reporting period.

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

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IBRD-47630	Effective	35.00	0.00	35.00	0.00
JPN-51894	Closed	0.68	0.28	0.40	0.00



Project Name (ID): Nura River Cleanup (P059803)

Country: Kazakhstan

Board Approval Date: 05/08/2003

Closing Date: 09/30/2009

Loan/Credit/Grant Number: IBRD-46930, JPN-25802

Sector(s): Petrochemicals and fertilizers (36%), Irrigation and drainage (30%), General agriculture, fishing, and forestry (17%), Solid waste management (16%), Central government administration (1%)

Theme(s): Water resources management (P), Pollution management and environmental health (P), Other human development (P), Environmental policies and institutions (S)

Project Development Objectives:

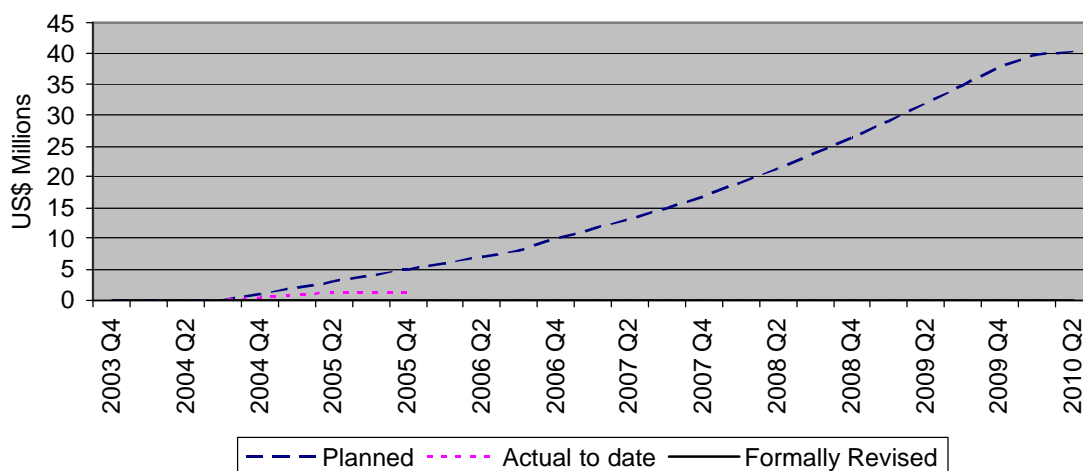
The objective is to improve the welfare of the population in the Nura River Basin by cleaning up serious mercury pollution in and adjacent to the Nura River while restoring flow control for flood management and ecological purposes.

Progress toward achieving development objective(s):

Progress has been encouraging during the reporting period. The detailed design of the civil works to clean up mercury pollution will be finalized shortly, with actual civil works scheduled to start in May 2006. The detailed design for restoring flow control, which involves rehabilitation and completion of a small reservoir, is developing as scheduled.

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

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IBRD-46930	Effective	40.39	1.20	39.19	0.00
JPN-25802	Closed	0.70	0.70	0.00	0.00



Project Name (ID): Electricity Transmission Rehabilitation (P065414)

Country: Kazakhstan

Board Approval Date: 12/21/1999

Midterm Review Date: 10/15/2002

Closing Date: 06/15/2007

Loan/Credit/Grant Number: IBRD-45260

Sector(s): Power (100%)

Theme(s): Access to urban services and housing (P), Rural services and infrastructure (P), Infrastructure services for private sector development (P), State enterprise/bank restructuring and privatization (P)

Project Development Objectives:

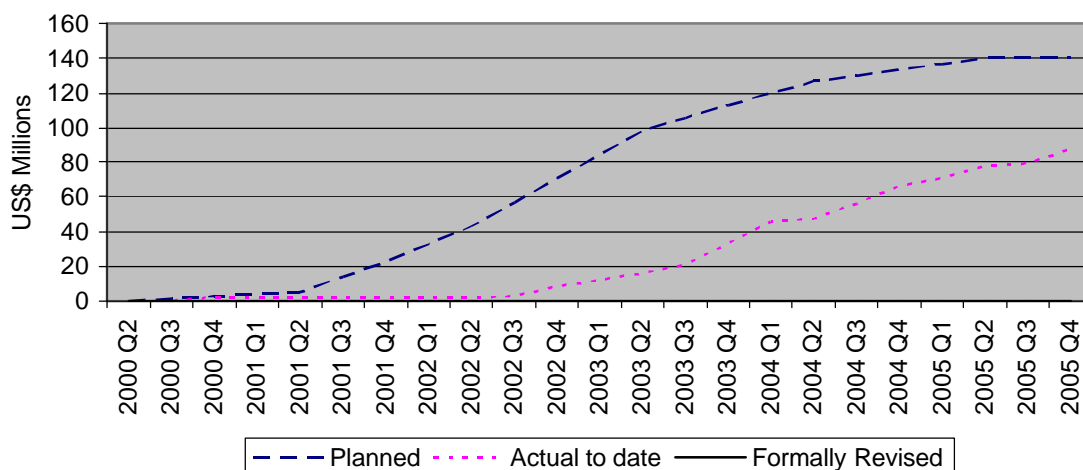
The objectives are to: (a) improve the reliability and quality of electricity supply; (b) develop competition; and, (c) restructure the Kazakhstan Electricity Grid Operating Company (KEGOC) into a financially viable grid company.

Progress toward achieving development objective(s):

The project is on track to achieve all of the development objectives. Sector reforms have been successfully undertaken. KEGOC has been turned into a core transmission/dispatch company and its financial performance has improved steadily under the project. Competition has increased in the wholesale market through the establishment and successful operation of the spot market. The adoption of a modern grid code has ensured equal third party access to the high voltage network and has spurred the growth of competitive activities in the sector.

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

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IBRD-45260	Effective	140.00	87.72	52.28	0.00



Project Name (ID): Drylands Management (P071525)

Country: Kazakhstan

Board Approval Date: 06/19/2003

Closing Date: 03/31/2009

Loan/Credit/Grant Number: WBTF-24116, WBTF-52161

Sector(s): General agriculture, fishing, and forestry (50%), Crops (30%), Animal production (20%)

Theme(s): Climate change (P), Land administration and management (P)

Project Development Objectives:

The objective is to demonstrate and promote sustainable land uses in the marginal dry land ecosystem of a pilot area in the Shetsky rayon.

Progress toward achieving development objective(s):

Progress is being made toward the development objective. Abandoned cereal lands continue to be seeded with perennial grasses, and farmers are being assisted to accelerate natural revegetation. Livestock farmers are being assisted through the establishment of milk collection centers and markets.

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

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
WBTF-24116	Closed	0.35	0.31	0.00	0.04
WBTF-52161	Effective	5.27	1.04	4.23	0.00

