

STATUS OF PROJECTS IN EXECUTION – FY06
SOPE
REGION: AFRICA
COUNTRY: MOZAMBIQUE

Operations Policy and Country Services
SEPTEMBER 19, 2006



Report on the Status of Projects in Execution - FY06
SOPE
Region: Africa
Country: Mozambique

Introduction

The Status of Projects in Execution (SOPE) Report for FY06 provides information on all IBRD/IDA projects that were active on June 30, 2006.

The World Bank has issued a SOPE Report every year as an internal communication to the Board of Executive Directors. In accordance with the Bank's revised disclosure policy, since FY02, the SOPE Report is available to the public.

The report is intended to bridge 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.

In addition to the project progress description, the FY06 SOPE report¹ contains project level comparisons of disbursement estimates and actual disbursements, and a table showing the loan/credit/grant amount and disbursements to date for all active projects.

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: Mozambique

Project Name (ID): Roads and Bridges Management and Maintenance Project
(P001785)

Country: Mozambique

Board Approval Date : 07/19/2001

Midterm Review Date : 04/19/2005

Closing Date : 12/31/2006

Loan/Credit/Grant Number : IDA-35500, IDA-3550A

Sector(s): Roads and highways (85%), Central government administration (14%), Health (1%)

Theme(s): Infrastructure services for private sector development (P), Other accountability/anti-corruption (P), Rural services and infrastructure (S), HIV/AIDS (S), Gender (S)

Project Development Objectives:

The objectives are to: (a) improve the coverage and conditions of roads and bridges; (b) strengthen the institutional capacity to manage and administer the road sector; (c) establish financing mechanisms for road maintenance; (d) promote the use of local resources in roads construction and management; and (e) improve road transport safety.

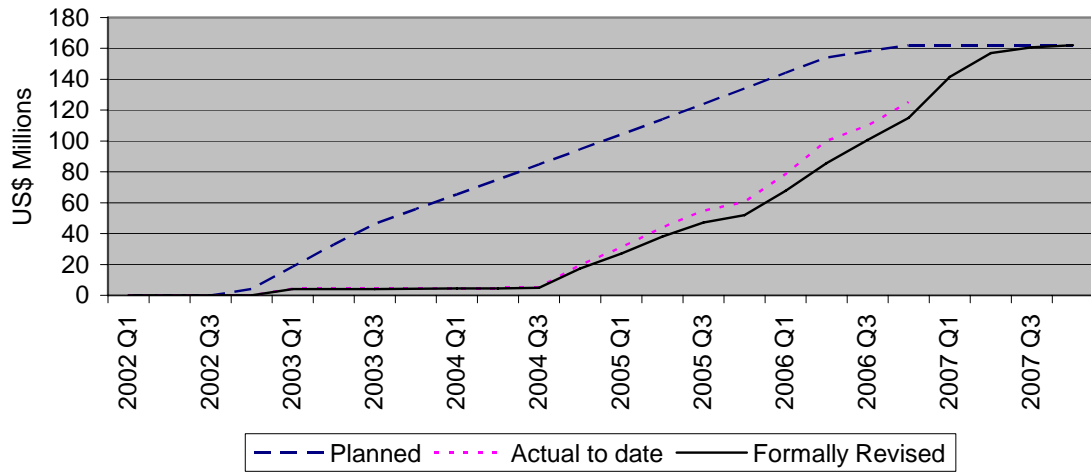
Progress toward achieving development objective(s):

Both the road coverage and the road fund revenue more than doubled, thus surpassing the project initial targets. Road maintenance has improved. The design for the rural roads contracts is ready but due to cost increases for all civil works only one rural road project can be financed and executed.

Lending Information/Disbursement Summary (USD millions, as of June 30 2006)

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IDA-35500	Effective	182.02	120.00	61.75	0.00
IDA-3550A	Effective	5.25	5.24	0.00	0.00





Project Name (ID): MZ-Agr Sec Pep (FY99) (P001799)

Country: Mozambique

Board Approval Date : 02/18/1999

Midterm Review Date : 12/14/2002

Closing Date : 12/31/2006

Loan/Credit/Grant Number : IDA-31710, IDA-3171A

Sector(s): Central government administration (45%), Agricultural extension and research (45%), Irrigation and drainage (5%), Forestry (5%)

Theme(s): Public expenditure, financial management, and procurement (P), Other rural development (P), Rural markets (P), Other environment and natural resources management (P), Administrative and civil service reform (S)

Project Development Objectives:

The objective of the first five-year phase of the Agricultural Sector Public Expenditure Program is to put in place improved institutional arrangements for financing and delivery of agricultural services for smallholders, and capacity to efficiently and effectively provide essential public and merit good functions of the Ministry of Agriculture and Rural Development.

Progress toward achieving development objective(s):

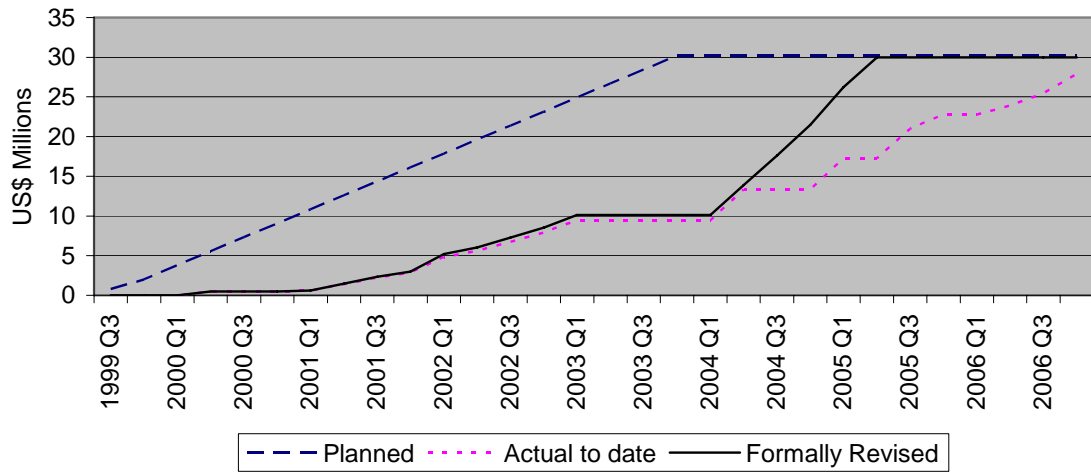
For its first phase, the project has basically achieved the objectives. There was a restructuring of the Ministry of Agriculture (MINAG) and the number of national directorates was downsized from eight to four. The coverage of the public extension services has expanded from 52 districts in 2000 to 82 districts in 2005 and, as a result, 15% of the of the small farmers have now direct access to these services.

Around 30 outsourcing initiatives of provision of agricultural services are active and managed by MINAG. There was a record cereal production of 2.1 million tons in 2005/06 season. Maize production (1.5 million tons) has surpassed the domestic consumption needs.

Lending Information/Disbursement Summary (USD millions, as of June 30 2006)

Loan/Credit/ Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IDA-31710	Effective	17.12	13.87	2.64	0.00
IDA-3171A	Effective	14.78	14.05	0.00	0.00





Project Name (ID): MUNICIPAL DEVELOPMENT PROJECT (P001806)

Country: Mozambique

Board Approval Date : 07/19/2001

Midterm Review Date : 01/21/2004

Closing Date : 02/28/2007

Loan/Credit/Grant Number : IDA-35490, IDA-3549A, IDA-Q1640

Sector(s): Sub-national government administration (89%), Central government administration (11%)

Theme(s): Municipal finance (P), Municipal governance and institution building (P), Other financial and private sector development (P), Law reform (S), Decentralization (S)

Project Development Objectives:

The objectives are to: (a) make operational the legal and institutional framework for municipal governance; (b) develop a sustainable training and technical assistance system and increase the capacity of municipal officials and personnel; and (c) establish and operate a mechanism for providing grants to municipalities.

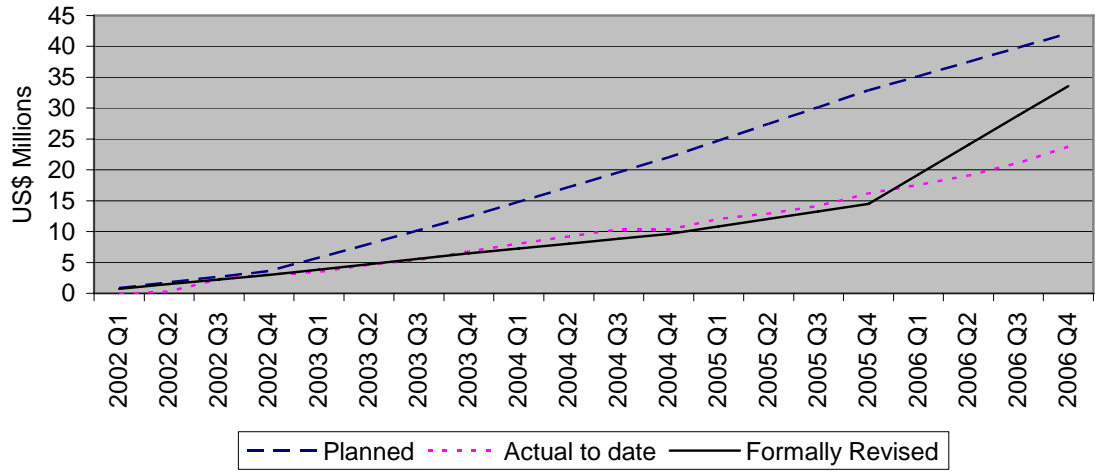
Progress toward achieving development objective(s):

While progress has been made towards achieving the objectives, the rate is somewhat slower than expected. The status by objective is as follows: (a) the diagnosis of all 33 municipalities was completed and the municipal development strategy was prepared and presented. A new legal and institutional framework was completed to increase the autonomy of municipalities; (b) efforts were made to accelerate the training program to more effectively complement the infrastructure learning-by-doing component; and (c) the execution of works financed by the Grant Fund was adequate and a positive social impact can be felt by communities as drainage, garbage collection and market booth construction are on each municipality's list of priorities. Technical and financial management performance has improved as more of the work has being integrated into the municipalities.

Lending Information/Disbursement Summary (USD millions, as of June 30 2006)

Loan/Credit/ Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IDA-35490	Effective	29.13	14.05	14.59	0.00
IDA-3549A	Effective	10.12	9.72	0.00	0.00
IDA-Q1640	Closed	0.85	0.00	0.00	0.85





Project Name (ID): Decentralized Planning and Financing Project (P001807)

Country: Mozambique

Board Approval Date : 11/20/2003

Midterm Review Date : 06/19/2006

Closing Date : 06/30/2008

Loan/Credit/Grant Number : IDA-H0670, IDA-Q2700, IDA-Q2701

Sector(s): Sub-national government administration (30%), Central government administration (30%), Roads and highways (20%), General water, sanitation and flood protection (15%), Other social services (5%)

Theme(s): Rural services and infrastructure (P), Decentralization (P), Administrative and civil service reform (P), Rural policies and institutions (P), Participation and civic engagement (P)

Project Development Objectives:

The objective is to improve the institutional capacity of district administrations to plan and manage small infrastructure investments in response to community demand.

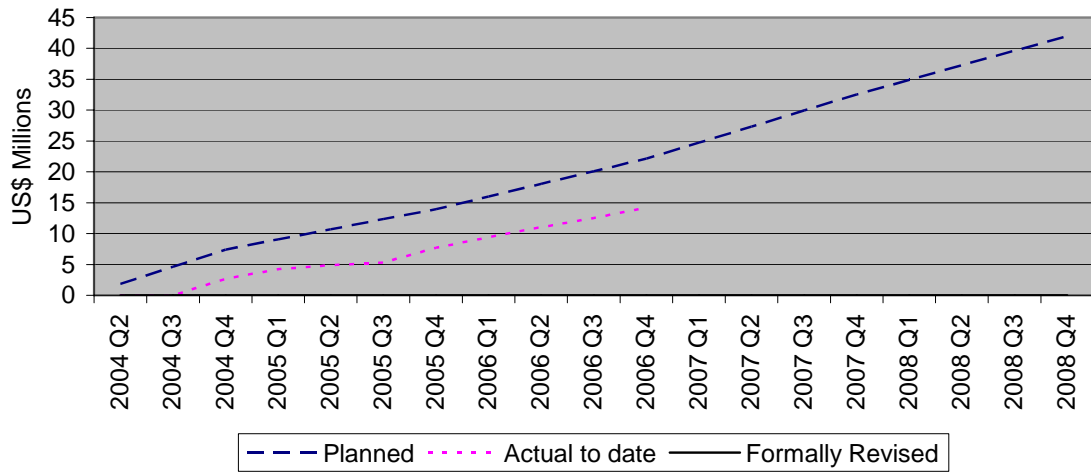
Progress toward achieving development objective(s):

Recent legislative and policy shifts, as well as the increasing number of districts covered by donor-funded projects, led the Government, with the support of its partners, to elaborate a National DPFP (Decentralized Planning and Financing) Strategy to coordinate the interventions of these projects and to consolidate them into one national program. District development grants will continue to be financed through project supported grants but milestones will be agreed to move this financing through the state budget in the future. The new design and direction are appropriate and important for improving local governance capacity and achieving the project's objective.

Lending Information/Disbursement Summary (USD millions, as of June 30 2006)

Loan/Credit/ Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IDA-H0670	Effective	43.95	14.20	29.69	0.00
IDA-Q2700	Closed	0.78	0.00	0.00	0.78
IDA-Q2701	Closed	1.15	0.00	0.00	1.15





Project Name (ID): MINERAL RESOURCES MANAGEMENT CAPACITY BUILDING PROJECT (P001808)

Country: Mozambique

Board Approval Date : 03/29/2001

Midterm Review Date : 05/18/2004

Closing Date : 06/30/2007

Loan/Credit/Grant Number : IDA-34860, IDA-3486A, IDA-Q2650, JPN-25952

Sector(s): Central government administration (89%), Mining and other extractive (11%)

Theme(s): Regulation and competition policy (P), Other environment and natural resources management (P), Environmental policies and institutions (P), Other financial and private sector development (S)

Project Development Objectives:

The objective is to provide technical assistance for: (a) institutional development and regulatory reform designed to encourage the expansion of private investment in mining in socially and environmentally sound ways and (b) targeted interventions to alleviate poverty in areas of strong incidence of small-scale and artisan mining.

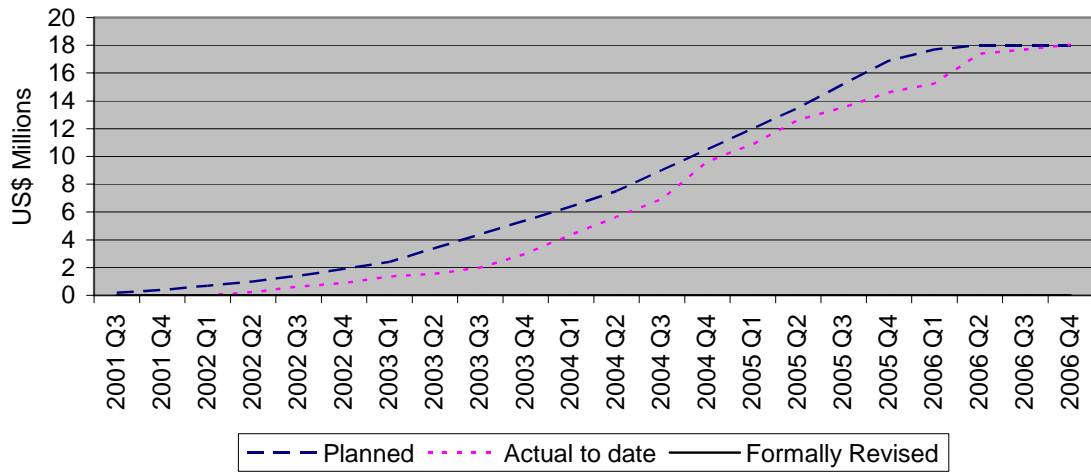
Progress toward achieving development objective(s):

The project continues to make good progress. Artisan clay mining/pottery sites have been established and the gold mining sites are being established. The environmental department of the Directorate of Mines is functioning well and the Environmental Management Information System will be part of the mining cadastre. The implementation of the artisan and small-scale miners HIV/AIDS strategy is under way. In light of high metals prices and the increased interest by sector investors in the country, a team of experts is helping to revise the mining fiscal provisions of the Government draft tax legislation before passage. The project was extended by one year to allow for the completion of activities under the Nordic Development Fund (NDF) and African Development Bank (AfDB) components. Under the AfDB component, renovation of the geological laboratory is being completed, and equipping of the lab is expected to be completed by project close. NDF has approved additional funds for interpretation and synthesis of the additional geological data collected under the World Bank component and for the preparation of a new geological map of the country.

Lending Information/Disbursement Summary (USD millions, as of June 30 2006)

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IDA-34860	Effective	14.25	12.12	1.88	0.00
IDA-3486A	Effective	6.04	5.91	0.00	0.00
IDA-Q2650	Closed	0.50	0.00	0.00	0.50
JPN-25952	Closed	0.38	0.34	0.00	0.04





Project Name (ID): MZ-Railway & Port Restr (FY00) (P042039)

Country: Mozambique

Board Approval Date : 10/14/1999

Midterm Review Date : 02/07/2003

Closing Date : 12/31/2006

Loan/Credit/Grant Number : IDA-32880, IDA-3288A, IDA-Q0960, IDA-Q0961

Sector(s): Ports, waterways and shipping (58%), General public administration (19%), Central government administration (14%), General transportation (9%)

Theme(s): Administrative and civil service reform (P), Decentralization (P), Improving labor markets (P), Social safety nets (P), State enterprise/bank restructuring and privatization (P)

Project Development Objectives:

The objective is to increase substantially the operating efficiency of the three major port-rail systems and enable them to increase their share of the international freight traffic of neighboring countries.

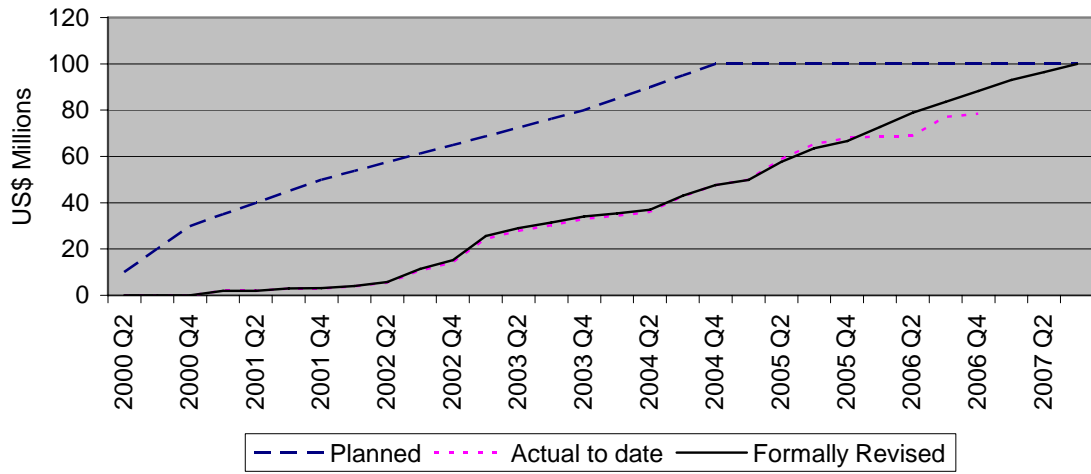
Progress toward achieving development objective(s):

The Project implementation is progressing well and most of the project development objectives have been achieved. All of the three major ports (Nacala, Beira, and Maputo) and two out of the three major railway systems (Nacala and Beira) have already been concessioned and are operational. The third concession for Ressano-Garcia line was cancelled due to the protracted delay in taking-over by the concessionaire. The line will be rehabilitated in the interim by Mozambique Ports and Railways Enterprise. These achievements are expected to lead to a substantial increase in traffic. Other achievements under the project include: retrenchment of close to 12,000 surplus staff with successful implementation of the social impact plan, including the retraining of staff, counseling, facilitation of alternate employment or farming etc.; strengthening of the analytical capacity of the Ministry of Transport; initiation of actions to strengthen the fluvial transport in the country; and completion of detailed studies for investments and business growth in the Maputo, Beira, and Nacala development corridors.

Lending Information/Disbursement Summary (USD millions, as of June 30 2006)

Loan/Credit/ Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IDA-32880	Effective	68.33	40.12	26.29	0.00
IDA-3288A	Effective	40.16	38.31	0.00	0.00
IDA-Q0960	Closed	0.60	0.00	0.00	0.60
IDA-Q0961	Closed	0.40	0.00	0.00	0.40





Project Name (ID): Natl Water 2 (FY99) (P052240)

Country: Mozambique

Board Approval Date : 06/17/1999

Midterm Review Date : 10/03/2003

Closing Date : 09/30/2007

Loan/Credit/Grant Number : IDA-32470, IDA-32471, IDA-3247A, NETH-23187

Sector(s): Water supply (62%), Sub-national government administration (34%), Central government administration (4%)

Theme(s): Municipal governance and institution building (P), Regulation and competition policy (P)

Project Development Objectives:

The objective is to improve the quality, reliability and sustainability of water services for the five major cities by promoting greater private sector participation in the provision of these services.

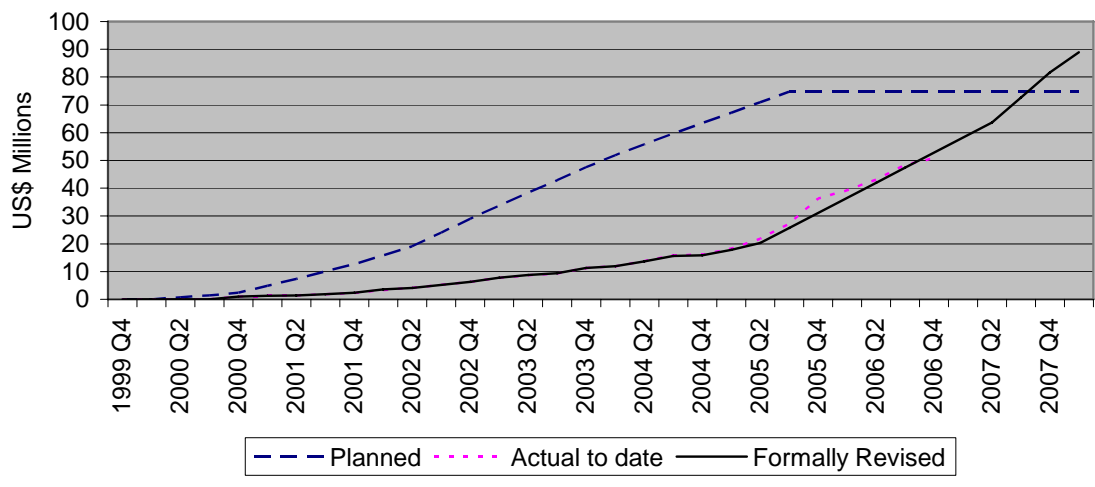
Progress toward achieving development objective(s):

The project is on track to meet its development objectives. The utility operations for the 5 cities operated by the private operator, Aguas de Mozambique, continue to improve service to customers with respect to reliability and water quality. Major works in Pemba have been commissioned and the city now receives a secure supply 24 hours per day. The works in Nampula are in the process of commissioning and supply is reportedly available for 23 hours per day. The major works in Beira and Quelimane have been slowed by adverse weather but the works are expected to be commissioned on time. In the 4 cities the commercial performance of the Operator has shown considerable improvement, with significantly increased revenues. The percentage of unaccounted-for water (UFW) however remains a problem. The progress on the implementation of the Resettlement Action Plans in Beria and Quelimane could be considered "best practice".

Lending Information/Disbursement Summary (USD millions, as of June 30 2006)

Loan/Credit/ Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IDA-32470	Effective	66.26	31.31	34.09	0.00
IDA-32471	Effective	14.99	4.86	10.10	0.00
IDA-3247A	Effective	15.17	14.74	0.00	0.00
NETH-23187	Effective	10.00	9.27	0.73	0.00





Project Name (ID): Energy Reform and Access Project (P069183)

Country: Mozambique

Board Approval Date : 08/19/2003

Midterm Review Date : 03/03/2006

Closing Date : 12/31/2007

Loan/Credit/Grant Number : IDA-38190, IDA-Q3010, JPN-26414, MULT-52650

Sector(s): Power (76%), Central government administration (13%), Renewable energy (7%), Health (3%), General education (1%)

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

Project Development Objectives:

The objectives are: (a) to accelerate, in a commercially viable manner, the use of electricity for economic growth and social services and thus improve the quality of life in un-served and under-served areas; and (b) strengthen Mozambican capacity to increase access to modern energy.

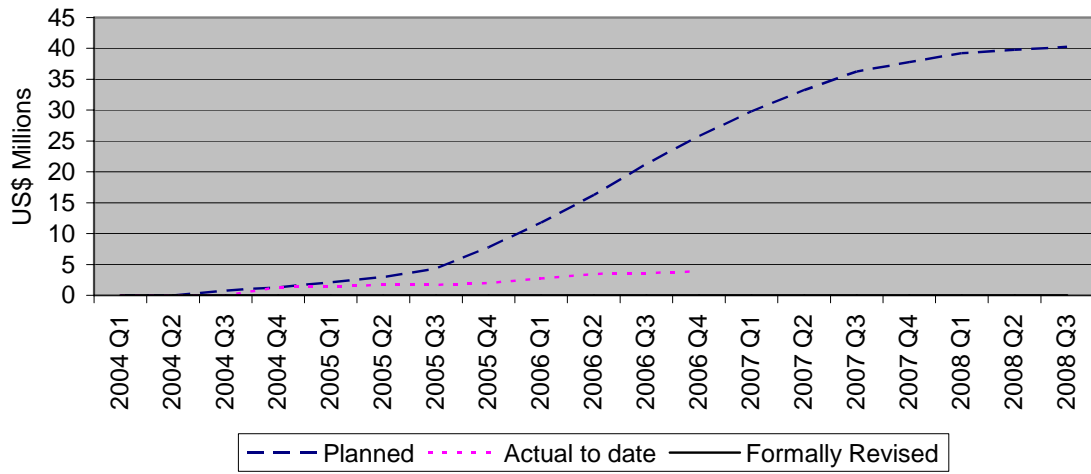
Progress toward achieving development objective(s):

Significant progress has been made in the Energy Sector, including the establishment of a new Ministry of Energy and implementation of an average tariff increase in February 2006 of 10.9%, in line with the existing tariff order. However, implementation is behind schedule, as reflected in the low disbursements. This is in part due to a rethinking of the approach to sector reform, which was communicated to the World Bank in November 2005 by the Ministry of Energy. Nevertheless, it is anticipated that the execution of the proposed changes will result in a program fully aligned with the Government's plans for the electricity sector and in accelerated implementation.

Lending Information/Disbursement Summary (USD millions, as of June 30 2006)

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IDA-38190	Effective	43.66	3.55	40.09	0.00
IDA-Q3010	Closed	0.60	0.00	0.00	0.60
JPN-26414	Closed	0.19	0.00	0.00	0.19
MULT-52650	Effective	3.09	0.33	2.76	0.00





Project Name (ID): Higher Education Project (P069824)

Country: Mozambique

Board Approval Date : 03/07/2002

Midterm Review Date : 11/08/2004

Closing Date : 05/31/2007

Loan/Credit/Grant Number : IDA-36090, IDA-3609A, IDA-Q3030, JPN-26224

Sector(s): Tertiary education (45%), Vocational training (45%), Central government administration (10%)

Theme(s): Education for all (P), Education for the knowledge economy (P), Gender (S), Administrative and civil service reform (S), HIV/AIDS (S)

Project Development Objectives:

The objective is to: (a) enhance the internal efficiency and expand the output of graduates; (b) improve equitable access; and (c) improve the quality of the teaching learning process and the relevance of the curriculum.

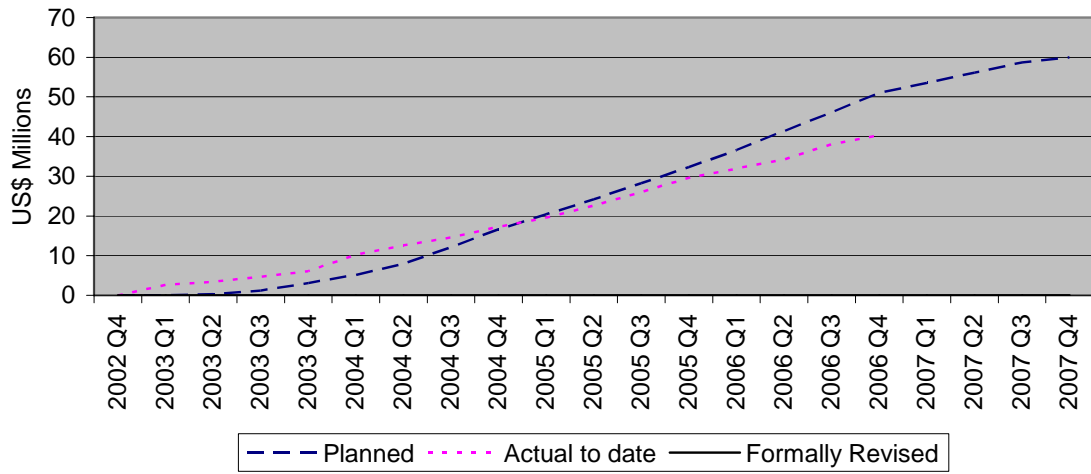
Progress toward achieving development objective(s):

Higher Education in Mozambique continues to expand. Current enrollment in higher education reached more than 28,000 as compared to 22,000 in 2004. Total number of graduates reached about 2600, exceeding the end-of-project target of 1500. There have been visible improvements in the teaching and learning process and student outcomes especially since the introduction of new curricula and new degree programs. The project contributed to the achievement of these objectives by supporting the expansion of physical infrastructure, scholarships towards students from the provinces, quality improvement grants, curriculum reform, teacher training, and overall capacity building.

Lending Information/Disbursement Summary (USD millions, as of June 30 2006)

Loan/Credit/ Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IDA-36090	Effective	55.81	27.16	28.15	0.00
IDA-3609A	Effective	13.43	13.17	0.00	0.00
IDA-Q3030	Closed	0.50	0.00	0.00	0.50
JPN-26224	Closed	0.55	0.51	0.00	0.03





Project Name (ID): Coastal and Marine Biodiversity Management Project (P070305)

Country: Mozambique

Board Approval Date : 06/01/2000

Midterm Review Date : 04/21/2003

Closing Date : 06/30/2007

Loan/Credit/Grant Number : IDA-33660, IDA-3366A

Sector(s): Sub-national government administration (47%), Other domestic and international trade (33%), General education (10%), Other social services (8%), General agriculture, fishing and forestry (2%)

Theme(s): Biodiversity (P), Environmental policies and institutions (P), Water resources management (P), Export development and competitiveness (S), Participation and civic engagement (S)

Project Development Objectives:

The objective is to promote an approach toward sustainable economic development of marine and coastal resources.

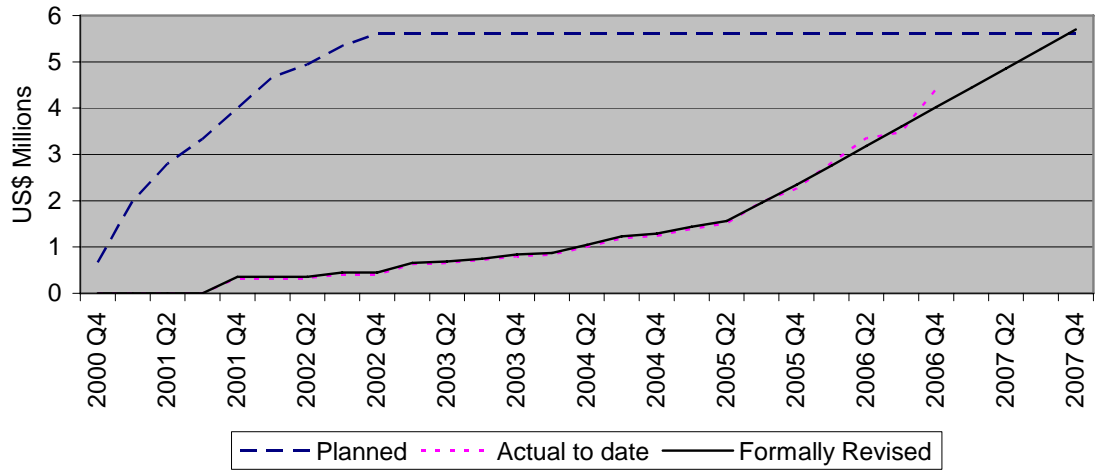
Progress toward achieving development objective(s):

The project is progressing in a slow pace towards achieving the development objectives. More than 20 micro-projects have been approved which will benefit more than 1,000 families. The macrozonings for the four target districts are already produced and consultants are preparing the spatial development guidelines as useful tools for district planning. Two conservation areas were defined. About 84,000 people in both Cabo Delgado and Nampula have benefited by the awareness activities of the project. The construction of the Research Center in Pemba, Cabo Delgado, however, is behind schedule and measures such as reallocation of credit funds to cover the construction cost and other measures are expected to be put in place by the Ministry of Environment Coordination (Micoa) to ensure the completion of the construction on time, including the necessary infrastructure and equipment.

Lending Information/Disbursement Summary (USD millions, as of June 30 2006)

Loan/Credit/ Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IDA-33660	Effective	5.05	3.35	1.62	0.00
IDA-3366A	Effective	1.12	1.09	0.00	0.00





Project Name (ID): Transfrontier Conservation Areas and Tourism Development Project
(P071465)

Country: Mozambique

Board Approval Date : 12/01/2005

Midterm Review Date : 06/15/2009

Closing Date : 06/30/2013

Loan/Credit/Grant Number : IDA-41300, IDA-Q3690, JPN-50119, JPN-54759,
MULT-56038

Sector(s): General agriculture, fishing and forestry (35%), Central government
administration (33%), Other industry (20%), Sub-national government administration
(12%)

Theme(s): Biodiversity (P), Environmental policies and institutions (P), Rural non-farm
income generation (P), Other environment and natural resources management (S)

Project Development Objectives:

The Project Development Objective is to achieve growth in community-private sector led environmentally and socially sustainable tourisms in Transfrontier Conservation Areas. Being cofinanced by the GEF, this objective is supplemented by a Global Environment Objective which is to increase the area, connectivity and effectiveness of biodiversity conservation in Transfrontier Conservation Areas.

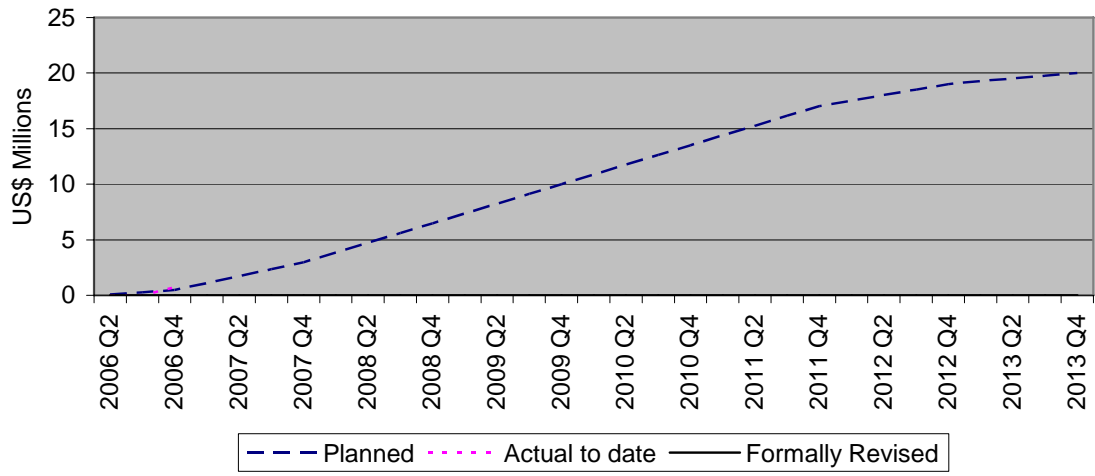
Progress toward achieving development objective(s):

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 2006)

Loan/Credit/ Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IDA-41300	Effective	20.43	0.49	19.95	0.00
IDA-Q3690	Closed	0.60	0.60	0.00	0.00
JPN-50119	Closed	0.09	0.05	0.00	0.03
JPN-54759	Effective	3.72	0.20	3.52	0.00
MULT-56038	Effective	10.00	0.25	9.75	0.00





Project Name (ID): Public Sector Reform (P072080)

Country: Mozambique

Board Approval Date : 03/18/2003

Midterm Review Date : 09/14/2005

Closing Date : 12/31/2006

Loan/Credit/Grant Number : IDA-H0240, IDA-Q3130, JPN-26715

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

Theme(s): Other accountability/anti-corruption (P), Decentralization (P), Public expenditure, financial management, and procurement (P), Administrative and civil service reform (P)

Project Development Objectives:

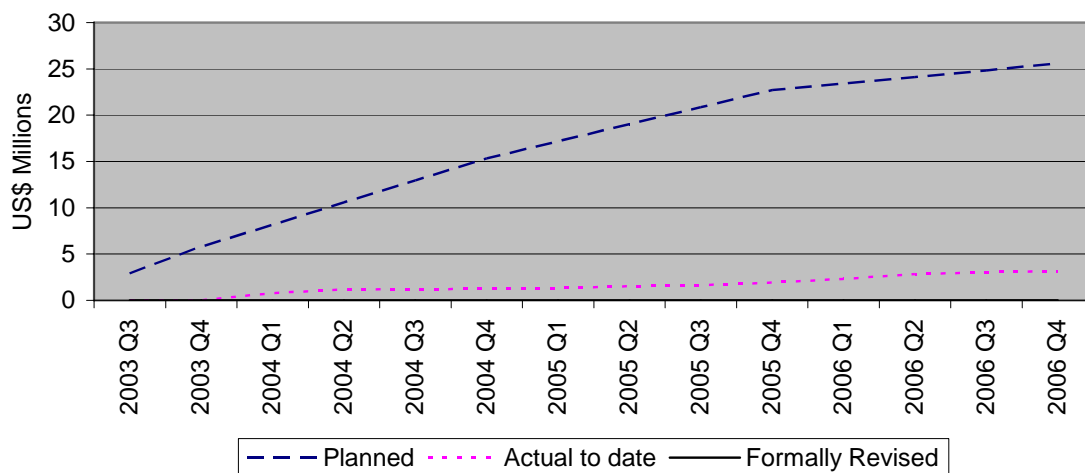
The objective of the project is to restructure the public service for decentralized service delivery, professionalize the public service, and to improve governance.

Progress toward achieving development objective(s):

Progress has been very slow as reflected by the low disbursement ratio. Key issues include lack of commitment of implementing agencies and difficulties to conceptualize public sector reforms. Together with the Government a restructuring proposal has been prepared and the project has been extended until the end of 2006. The restructuring is aimed at revitalizing the public sector reform agenda and improving operational efficiency of the project coordinating unit UTRESP.

Lending Information/Disbursement Summary (USD millions, as of June 30 2006)

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IDA-H0240	Effective	28.52	3.16	25.27	0.00
IDA-Q3130	Closed	0.60	0.00	0.00	0.60
JPN-26715	Closed	0.35	0.35	0.00	0.00



Project Name (ID): Mozambique: Communication Sector Reform Project (P073479)

Country: Mozambique

Board Approval Date : 11/27/2001

Midterm Review Date : 05/02/2005

Closing Date : 12/31/2007

Loan/Credit/Grant Number : IDA-35770, IDA-3577A, IDA-Q2600, IDA-Q2601

Sector(s): Telecommunications (40%), Aviation (36%), Postal services (24%)

Theme(s): Infrastructure services for private sector development (P), Regulation and competition policy (P)

Project Development Objectives:

The objectives are to improve access to and quality of efficient and affordable communications services by creating an enabling environment for competition and private participation in sectors deemed critical to facilitate national and regional market integration, i.e., telecommunications, postal and air transport infrastructure and services.

Progress toward achieving development objective(s):

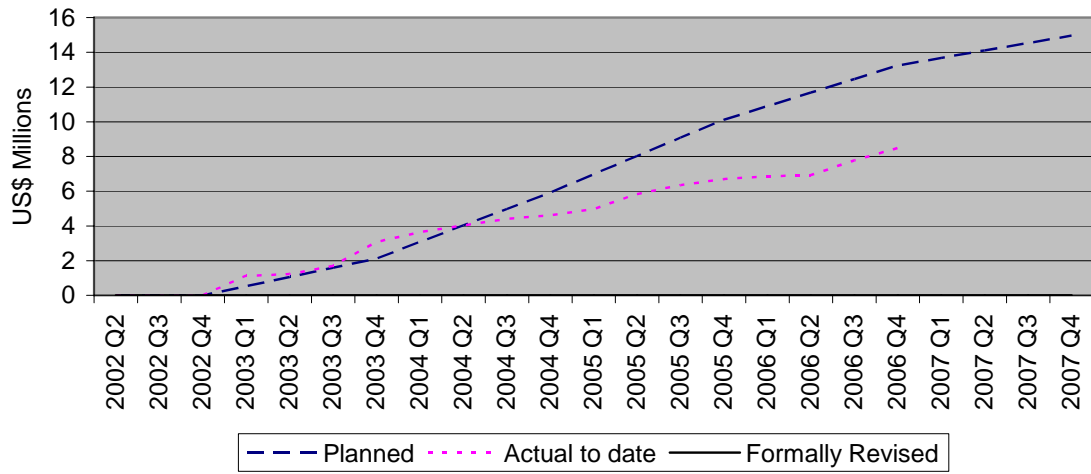
In the area of telecommunications, there is a sustained sector growth, with access to services continuing to improve: (a) teledensity increased from less than 1% in 2000 to nearly 9% 2006, surpassing initial targets; (b) there is a rapid increase in the number of mobile subscribers from less than 50,000 in 2000 to around 1.6-1.8 million in 2006; (c) operators are increasingly rolling out networks nationwide; (d) both mobile operators are starting to offer value added/premium data services; (e) access to Internet is also increasing, with broadband gradually becoming available, especially in Maputo.

With regard to air transport, competition in the domestic market is increasing. The international market (particularly the Maputo-Johannesburg route) still remains protected. With regard to air safety, the Civil Aviation Institute is actively engaged in a safety oversight capacity-enhancement program. The main challenges include: financing of airport infrastructure, particularly in the provinces, and identifying an appropriate medium-term strategy for Linhas Aéreas de Moçambique (LAM).

Lending Information/Disbursement Summary (USD millions, as of June 30 2006)

Loan/Credit/ Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IDA-35770	Effective	12.71	4.30	8.29	0.00
IDA-3577A	Effective	4.34	4.21	0.00	0.00
IDA-Q2600	Closed	0.60	0.00	0.00	0.60
IDA-Q2601	Closed	0.60	0.00	0.00	0.60





Project Name (ID): HIV/AIDS Response Project (P078053)

Country: Mozambique

Board Approval Date : 03/28/2003

Midterm Review Date : 02/17/2006

Closing Date : 12/31/2008

Loan/Credit/Grant Number : IDA-H0300, IDA-Q3400

Sector(s): Health (40%), Other social services (35%), Central government administration (20%), Sub-national government administration (5%)

Theme(s): HIV/AIDS (P), Population and reproductive health (P), Participation and civic engagement (S), Social safety nets (S), Gender (S)

Project Development Objectives:

The objective is to improve institutional capacity for planning, delivery and monitoring of HIV/AIDS response interventions to decrease the growth of the infection rate.

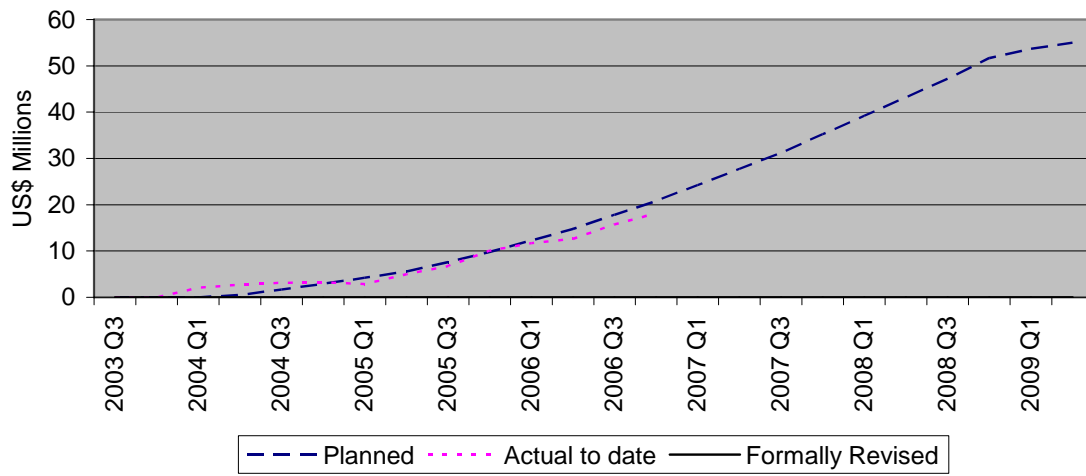
Progress toward achieving development objective(s):

There has been progress in most components of the project. For example in 2006, 843 new civil society subprojects were being implemented in the area of prevention, care and treatment, mitigation, and advocacy. Around 2,800 peer educators were trained and on their side they also educated 86,800 youngsters about HIV/AIDS. Advocacy activities covered 235 religious leaders, 2,700 community leaders, 70 politicians, 4,432 private sector individuals and 640 primary school teachers. In the same period, around 8.0 million condoms were distributed. Approximately 25,500 orphans received support during the first semester of 2006. During the year, 113 VCT center were operating providing prevention of mother-to-child-transmission of HIV. Only in 2006, 86 private sector subprojects were approved, and started implementation. Eighteen public sector organizations concluded their HIV/AIDS plans during the period. Also approximately 600 HIV activists for the public sector were trained and IEC materials were distributed. The number of HIV+ people put on antiretroviral therapy reached 14,200 in 2006 compared with 7,000 in 2004.

Lending Information/Disbursement Summary (USD millions, as of June 30 2006)

Loan/Credit/ Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IDA-H0300	Effective	61.15	18.19	42.84	0.00
IDA-Q3400	Closed	0.88	0.00	0.00	0.88





Project Name (ID): Beira Railway Project (P082618)

Country: Mozambique

Board Approval Date : 10/14/2004

Midterm Review Date : 06/30/2007

Closing Date : 06/30/2010

Loan/Credit/Grant Number : IDA-39910

Sector(s): Railways (100%)

Theme(s): Trade facilitation and market access (P), Infrastructure services for private sector development (S), Regional integration (S)

Project Development Objectives:

The project objectives are to: (a) make cost effective and efficient transport available for the freight and passenger traffic in the Zambezi valley to accelerate economic growth and reduce poverty in the sub-region; (b) increase international traffic through the Beira Railway System; and (c) ensure the operational, managerial and financial sustainability of the Beira Railway System.

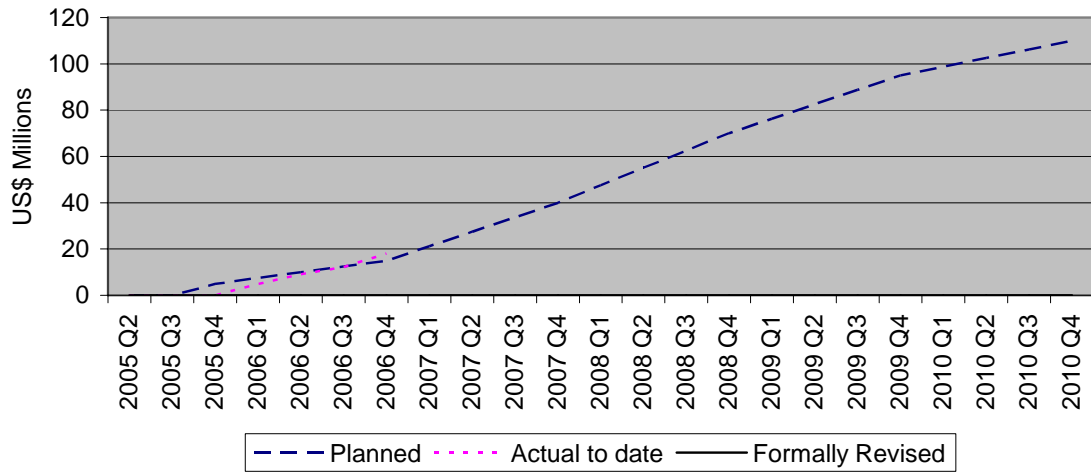
Progress toward achieving development objective(s):

The concession has only been in operation for a little more than one year. Traffic for the Machipanda line was below the projected level but the performance in the last six months of the reporting period has shown close to 20% improvement over the performance for the same period last year. The Sena Line Reconstruction Unit is fully staffed & functional. De-mining of the whole line is progressing well and is scheduled to be completed by September 2006. The VAT (Value Added Tax) fiscal contract is being fulfilled, the strengthening of the Dona Ana Bridge has commenced, and the independent engineer to certify quality of work has also been mobilized.

Lending Information/Disbursement Summary (USD millions, as of June 30 2006)

Loan/Credit/ Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IDA-39910	Effective	111.13	18.09	92.82	0.00





Project Name (ID): MZ-Financial Sector TA Project Financial Sector Technical Assistance (P086169)

Country: Mozambique

Board Approval Date : 12/01/2005

Midterm Review Date : 06/30/2008

Closing Date : 06/30/2011

Loan/Credit/Grant Number : IDA-41320, IDA-Q3900, IDA-Q3901

Sector(s): Central government administration (48%), Banking (36%), Non-compulsory pensions, insurance and contractual savings (12%), Tertiary education (4%)

Theme(s): Standards and financial reporting (P), Debt management and fiscal sustainability (P), Regulation and competition policy (S), Other financial and private sector development (S), Administrative and civil service reform (S)

Project Development Objectives:

The overall development objective of the project is to improve the soundness of the Mozambican Banking Sector and to improve public debt management. This will be supported by (a) strengthening the banking sector, including improving the institutional capacity of the Bank of Mozambique, (b) improving financial accountability and transparency, (c) strengthening public debt management and (d) improving money and government bond market efficiency and depth.

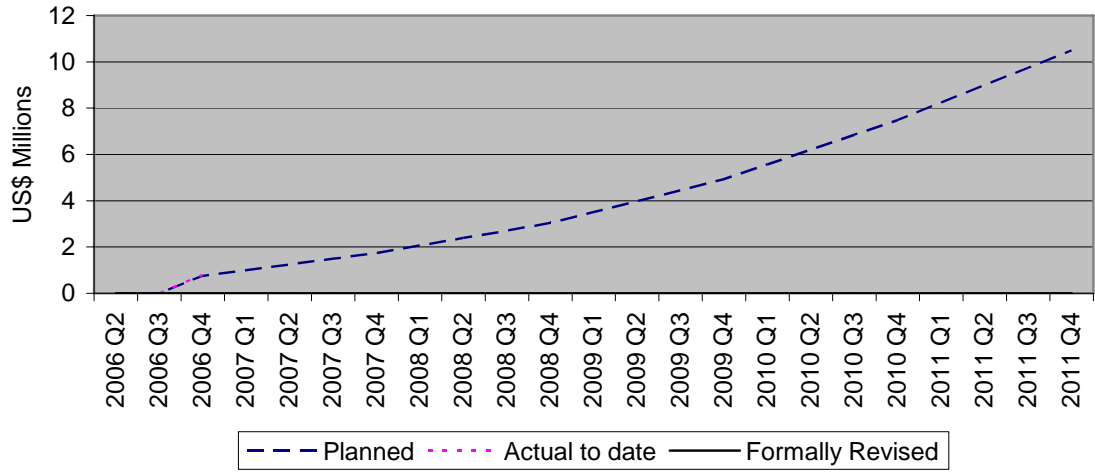
Progress toward achieving development objective(s):

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 2006)

Loan/Credit/ Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IDA-41320	Effective	10.73	0.80	9.92	0.00
IDA-Q3900	Closed	0.89	0.00	0.00	0.89
IDA-Q3901	Closed	0.18	0.00	0.00	0.18





Project Name (ID): Technical and Vocational Education and Training (P087347)

Country: Mozambique

Board Approval Date : 03/21/2006

Closing Date : 10/31/2011

Loan/Credit/Grant Number : IDA-41560, JPN-53734

Sector(s): Vocational training (53%), Central government administration (47%)

Theme(s): Education for the knowledge economy (P), Improving labor markets (P), Decentralization (S), Gender (S), HIV/AIDS (S)

Project Development Objectives:

The project development objective is to facilitate the transition of the existing Technical and Vocational Education Training (TVET) system to a demand-led training system and provide beneficiaries with more market relevant skills and improved economic opportunities.

Progress toward achieving development objective(s):

The project had just become effective before the end of the reporting period.

Lending Information/Disbursement Summary (USD millions, as of June 30 2006)

Loan/Credit/ Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IDA-41560	Effective	30.58	0.00	30.58	0.00
JPN-53734	Effective	0.70	0.60	0.09	0.00



Project Name (ID): Market led Smallholder Development in the Zambezi Valley
(P093165)

Country: Mozambique

Board Approval Date : 06/20/2006

Closing Date : 03/31/2013

Loan/Credit/Grant Number : IDA-41980, IDA-Q5020

Sector(s): General agriculture, fishing and forestry (61%), Agricultural marketing and trade (11%), Agricultural extension and research (11%), Agro-industry (10%), Central government administration (7%)

Theme(s): Rural markets (P), Rural non-farm income generation (P), Rural services and infrastructure (S), Other rural development (S), Rural policies and institutions (S)

Project Development Objectives:

To increase the income of smallholder farmers in selected districts of the Zambezi Valley region of Central Mozambique.

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 2006)

Loan/Credit/ Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IDA-41980	Not Effective	20.58	0.00	20.58	0.00
IDA-Q5020	Effective	0.58	0.42	0.16	0.00

