

STATUS OF PROJECTS IN EXECUTION – FY07
SOPE
REPUBLIC OF YEMEN

Operations Policy and Country Services
OCTOBER 10, 2007



Introduction

The Status of Projects in Execution (SOPE) Report for FY07 provides information on all IBRD/IDA projects that were active as of June 30, 2007. 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 or Program 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 FY07 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.

¹ Notes:

- Amounts and Graphs for loans/credits/grants 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 Operations, which provide quick-disbursing financing to support policy and institutional reforms. For these operations, funds are disbursed in one or more stages (tranches), released when the borrower complies with agreed prior actions.
- Projects which are not yet effective may not have a planned disbursement schedule and thus will not include a graph.



Country: Yemen, Republic of

Project Name (ID): Rural Water Supply and Sanitation (P005906)

Country: Yemen, Republic of

Board Approval Date : 12/21/2000

Midterm Review Date : 10/07/2004

Closing Date : 12/31/2007

Loan/Credit/Grant Number : JPN-25671, IDA-Q2000, IDA-Q1260, IDA-34500

Sector(s): Water supply(65%), Central government administration(9%), Sub-national government administration(9%), Other social services(9%), Health(8%)

Theme(s): Pollution management and environmental health(P), Rural services and infrastructure(P), Decentralization(P), Participation and civic engagement(P)

Project Development Objectives:

The objective is to expand sustainable rural water supply and sanitation (RWSS) service coverage.

Progress toward achieving development objective(s):

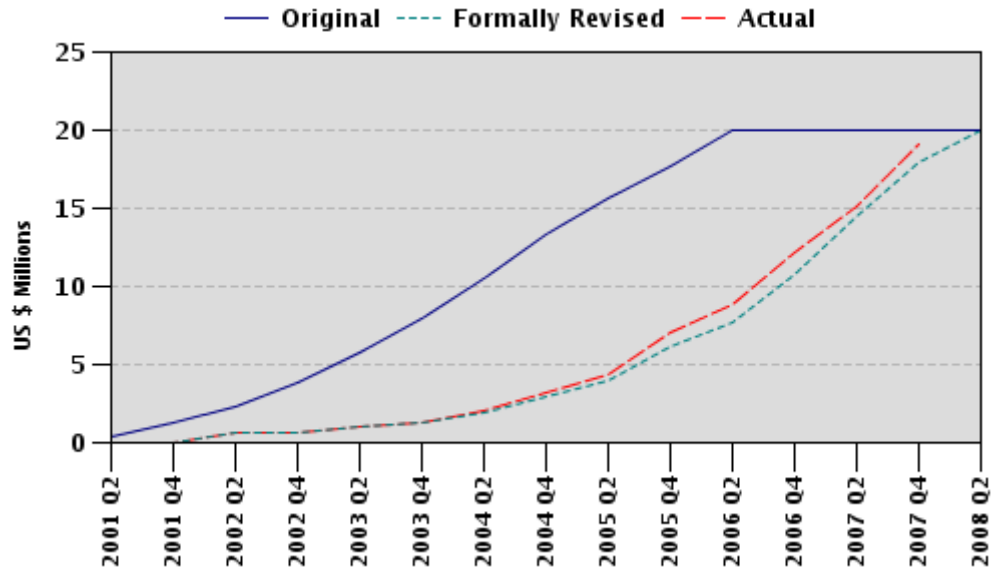
A demand responsive and participatory approach designed to ensure sustainability of RWSS schemes has been mainstreamed in most RWSS projects in the country and underpins Yemen's RWSS Strategy. Twenty six water schemes serving a population of 35,000 people were completed while forty schemes to serve a population of 147,000 people are under construction. The total population to be served represents about 106% of the original project target. All completed schemes are managed by legally registered Water User Associations which have received training and continue to draw post construction technical assistance from the Project Social Mobilization Teams. The project is on track to meet its service coverage objective and should disburse all credit funds by closure.

Lending Information/Disbursement Summary (USD millions, as of June 30 2007)

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
JPN-25671	Closed	0.28	0.28	0.00	0.00
IDA-Q2000	Closed	0.60	0.00	0.00	0.60
IDA-Q1260	Closed	0.50	0.00	0.50	0.00
IDA-34500	Effective	23.79	19.15	3.99	0.00



Status of Projects in Execution - FY07
MIDDLE EAST AND NORTH AFRICA REGION



Project Name (ID): Health Reform Support Project (HRSP) (P043254)

Country: Yemen, Republic of

Board Approval Date : 03/28/2002

Midterm Review Date : 05/16/2005

Closing Date : 12/31/2008

Loan/Credit/Grant Number : IDA-36250, IDA-Q3140, JPN-54611

Sector(s): Health(91%), Central government administration(9%)

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

Project Development Objectives:

The revised development objectives are (i) to improve access to and quality of priority national family health and reproductive health programs; and (ii) to develop the capacity of the Ministry of Public Health and Population to manage, plan, and deliver basic health services and priority public health programs at the central level and in eight selected districts in the three targeted governorates.

Progress toward achieving development objective(s):

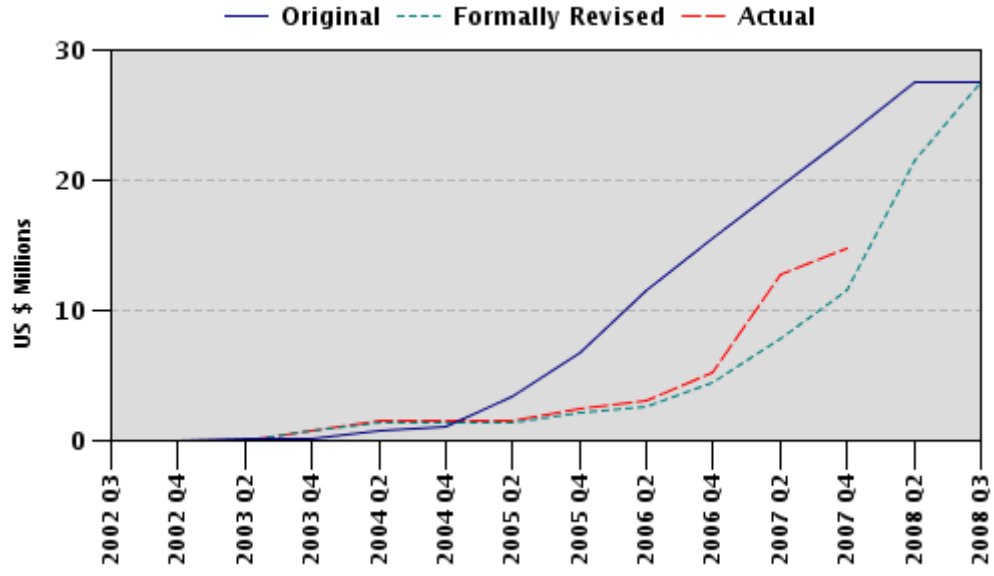
There has been progress in four of the five development objective indicators. The immunization, family planning, malaria, and integrated management of childhood illness services are being delivered with important inputs from the project, and the emergency obstetric care program has achieved a number of activities but service delivery has not started awaiting the completion of civil works, and equipment and drug supply, which are all progressing adequately. The launching of the civil works and procurement of drugs are major accomplishments that are expected to contribute effectively to achieving the development objective.

Lending Information/Disbursement Summary (USD millions, as of June 30 2007)

Loan/Credit/ Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IDA-36250	Effective	33.65	14.68	18.59	0.00
IDA-Q3140	Closed	0.17	0.00	0.00	0.17
JPN-54611	Effective	0.20	0.16	0.04	0.00



Status of Projects in Execution - FY07
MIDDLE EAST AND NORTH AFRICA REGION



Project Name (ID): Civil Service Modernization (P050706)
Country: Yemen, Republic of
Board Approval Date : 04/20/2000
Midterm Review Date : 10/07/2003
Closing Date : 12/31/2007
Loan/Credit/Grant Number : IDA-33350, IDA-Q0890, NETH-24755, NETH-53570
Sector(s): Central government administration(100%)
Theme(s): Administrative and civil service reform(P)

Project Development Objectives:

The objective is to create sustained utilization of human and financial resources in the administration by putting in place core personnel and financial management systems, establishing a mechanism to reduce the number of unqualified civil servants, and upgrading the management capacity in the civil service.

Progress toward achieving development objective(s):

Measures initiated last year to improve accountability and oversight are beginning to have an impact. The Reform program, with project assistance, has moved from the diagnostic and design phase to reform implementation phase. As a result of project activities, significant improvements have been made in the area of human resource management. Specifically, the first phase of the wage strategy implementation has been finalized. As a result a large number (67,000) employees have been transferred to retirement. Compression ratio has improved from 1:2 to 1:3. The Civil Service Fund is now operational and over 7,000 people have been made redundant. An additional 34,000 (8% of the civil service) will be made redundant in the next three years. Appropriate budget for this action has been allocated. The biometric system is being implemented and the human resource database is being modernized and has been made operational. Additionally the capacity building is beginning to show results as the ability to carry out complex multi sectoral reform has improved over the course of the past year. Linkages between the Accounting and Financial Management Information System (AFMIS) and the broader reform agenda in the Ministry of Finance have been strengthened as a result of the implementation of the Government's broader Public Financial Management program.

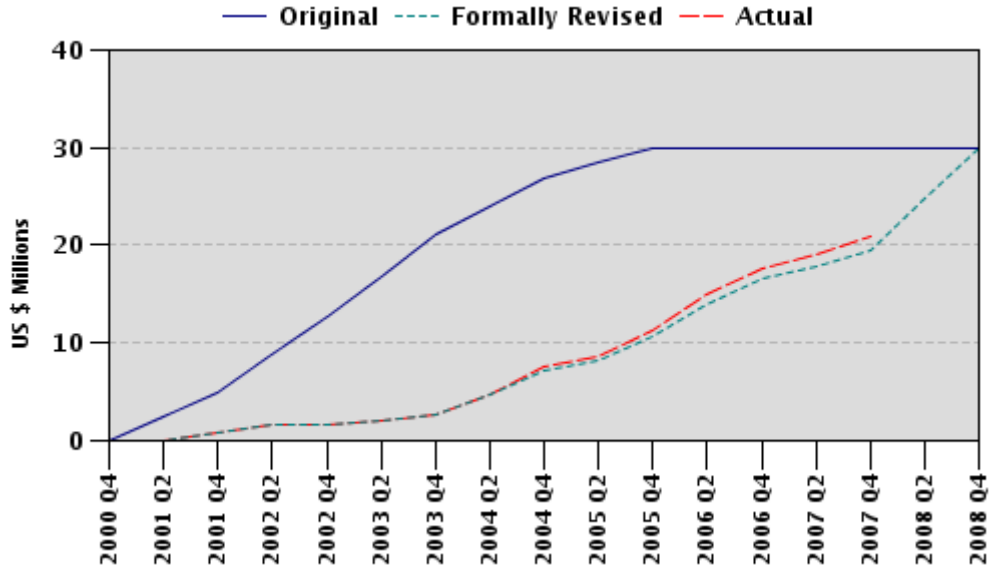
Disbursements over the past year continue at a brisk pace, as they did last year.

Lending Information/Disbursement Summary (USD millions, as of June 30 2007)

Loan/Credit/ Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IDA-33350	Effective	33.95	20.98	11.93	0.00
IDA-Q0890	Closed	2.00	0.00	0.00	2.00
NETH-24755	Closed	13.44	0.14	0.00	14.03
NETH-53570	Effective	5.85	1.77	3.95	0.00



Status of Projects in Execution - FY07
MIDDLE EAST AND NORTH AFRICA REGION



Project Name (ID): Urban Water Supply and Sanitation APL (P057602)
Country: Yemen, Republic of
Board Approval Date : 08/01/2002
Midterm Review Date : 02/04/2006
Closing Date : 12/31/2007
Loan/Credit/Grant Number : IDA-Q1050, IDA-37000
Sector(s): Sanitation(45%), Water supply(45%), Central government administration(5%), Sub-national government administration(5%)
Theme(s): Access to urban services and housing(P), Pollution management and environmental health(P), Water resource management(S), Other financial and private sector development(S)

Project Development Objectives:

The objectives are to: (a) help increase the water supply in the major cities through the rehabilitation of the water networks, (b) help improve the sanitary conditions in the major cities through the collection and treatment of the wastewater, and (c) help achieve financial sustainability of the water supply and sanitation local corporations (LC) in the cities where the project is active.

Progress toward achieving development objective(s):

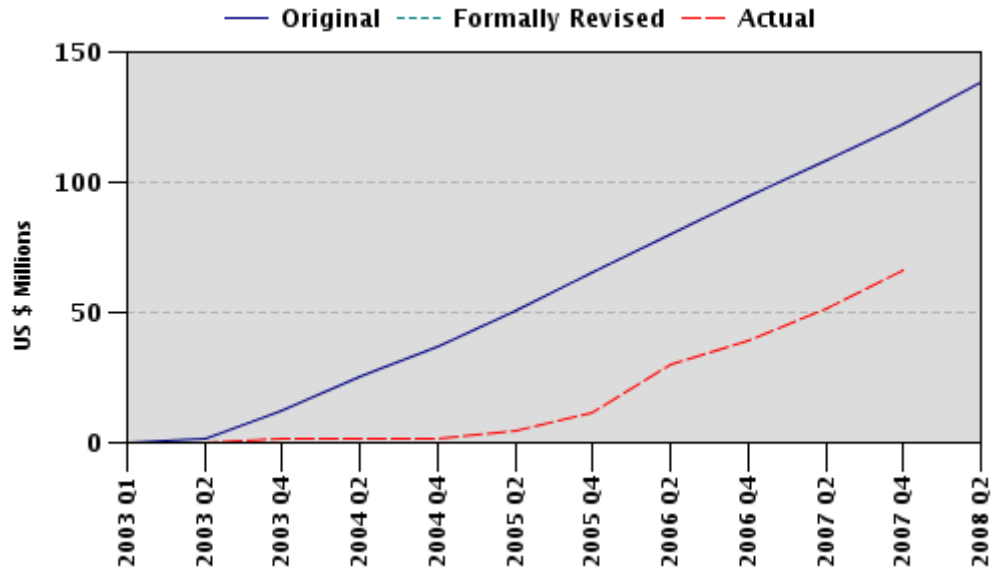
The project implementation is progressing in all four major cities (Sana'a, Hodeida, Taiz and Mukallah) - albeit with significant delays in Mukallah and Taiz. The project objectives will be achieved once all the physical components are in place (most likely by the end of 2008). There is already some indication of the improvement of the physical and financial indicators reflected in the increase in the number of connections and the relative improvement of the financial performance of most of the 4 local corporations (LCs) - all this despite a lack of any significant tariff adjustment in the last few years. The delays in execution of the works and lack of progress on the capacity building efforts within the LCs will necessitate at least a two-year extension of the closing date. On the institutional improvement aspects, the initially planned private-public partnership (PPP) for Sana'a LC will fail to materialize with the waning interest of the LC and the changing environment in the area of PPPs. Efforts are being made to find alternative management (strengthening) options to replace the initially-proposed management contract with a private operator.

Lending Information/Disbursement Summary (USD millions, as of June 30 2007)

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IDA-Q1050	Closed	2.00	0.00	2.00	0.00
IDA-37000	Effective	157.92	66.32	84.86	4.74



Status of Projects in Execution - FY07
MIDDLE EAST AND NORTH AFRICA REGION



Project Name (ID): Irrigation Improvement (P062714)

Country: Yemen, Republic of

Board Approval Date : 09/07/2000

Midterm Review Date : 10/25/2004

Closing Date : 12/31/2008

Loan/Credit/Grant Number : JPN-25669, IDA-34120

Sector(s): Irrigation and drainage(49%), General public administration sector(17%), Flood protection(16%), Roads and highways(16%), Agricultural extension and research(2%)

Theme(s): Rural policies and institutions(P), Environmental policies and institutions(P), Water resource management(P), Decentralization(S), Law reform(S)

Project Development Objectives:

The project's objectives are to improve the sustainable use of water resources and to increase farmer's income in Tuban and Zabid areas (Wadis).

Progress toward achieving development objective(s):

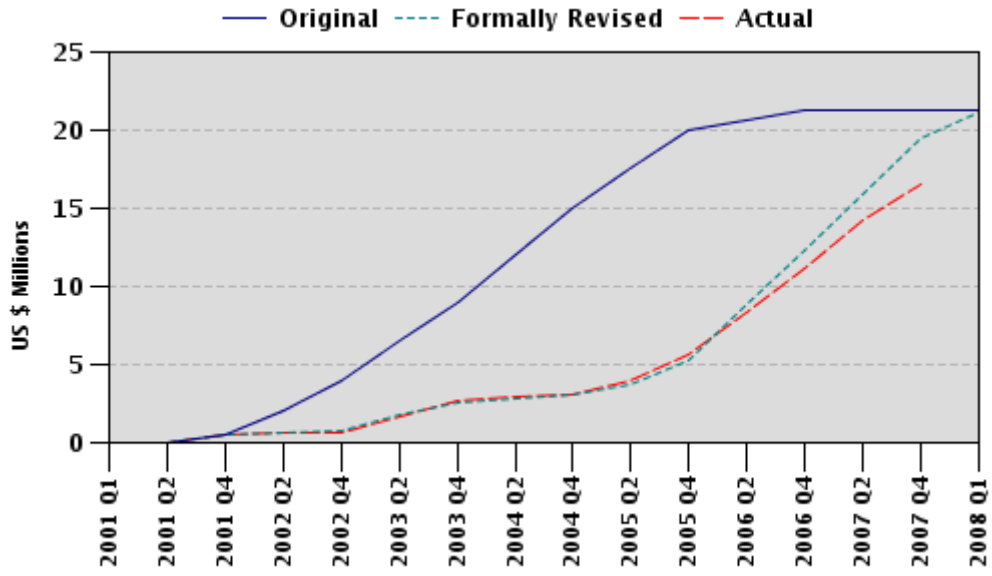
Implementation of the Participatory Irrigation Management component, including formation and empowerment of Irrigation Councils and Water Users Associations has progressed well. The same applies to the Agricultural Demonstration Program which (despite an inevitable two-year delay) has been completed on 4,005 hectares (of the target 5,000 hectares). These two components have therefore brought very tangible results towards sustainable water use and towards increasing crop yields and farmers' income, hence towards the development objectives. The third component, the Spate Irrigation component, has relatively been lagging behind schedule due to a number of project-design-related and force-majeure factors, but its progress is still deemed acceptable particularly because the urgent works (for feeder roads and flood protection) have already been completed. At the request of the Government, the project has been extended until December 31, 2008 in order to complete the pending works in Tuban and Zabid, and to utilize the savings in the Credit (about US\$3 million) in replicating the project's successes in a third Wadi: Wadi Ahwar. Co-financing will be sought from the Government budget and from donors of the Gulf countries to top up International Development Association funds, since Ahwar Wadi needs water-related interventions worth as much as US\$15 million.

Lending Information/Disbursement Summary (USD millions, as of June 30 2007)

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
JPN-25669	Closed	0.29	0.28	0.00	0.00
IDA-34120	Effective	24.55	16.70	7.12	0.00



Status of Projects in Execution - FY07
MIDDLE EAST AND NORTH AFRICA REGION



Project Name (ID): Sana'a Basin Water Management Project (P064981)

Country: Yemen, Republic of

Board Approval Date : 06/03/2003

Midterm Review Date : 11/25/2006

Closing Date : 06/30/2009

Loan/Credit/Grant Number : IDA-37740, JPN-26202

Sector(s): Irrigation and drainage(50%), Crops(30%), Agricultural extension and research(20%)

Theme(s): Water resource management(P), Rural services and infrastructure(S)

Project Development Objectives:

The Project Development Objective is to seek long-term solutions and promote sustainable groundwater management in the Sana'a Basin and extend the life span of the aquifer through reductions in groundwater abstractions through irrigation efficiency improvements.

Progress toward achieving development objective(s):

Progress remains steady and the project is on track for laying the foundations of sustainable groundwater management in the Sana'a Basin.

Implementation of the irrigation component has resulted in providing 1,000 hectares (ha) of farms with efficient irrigation systems through 35 water user associations in three sub-basins. One key element of this implementation has been the effectuation of the on-farm water monitoring program.

Work on the recharge component has produced final designs and bidding documents for rehabilitation of 10 dams and 2 new small dams. It is expected that construction will begin before the end of calendar 2007. In addition, the successful participation of the General Directorate for Irrigation (GDI) of Ministry of Agriculture has increased capacity at GDI for best practice planning and design of small recharge structures and community involvement in operation and maintenance decisions.

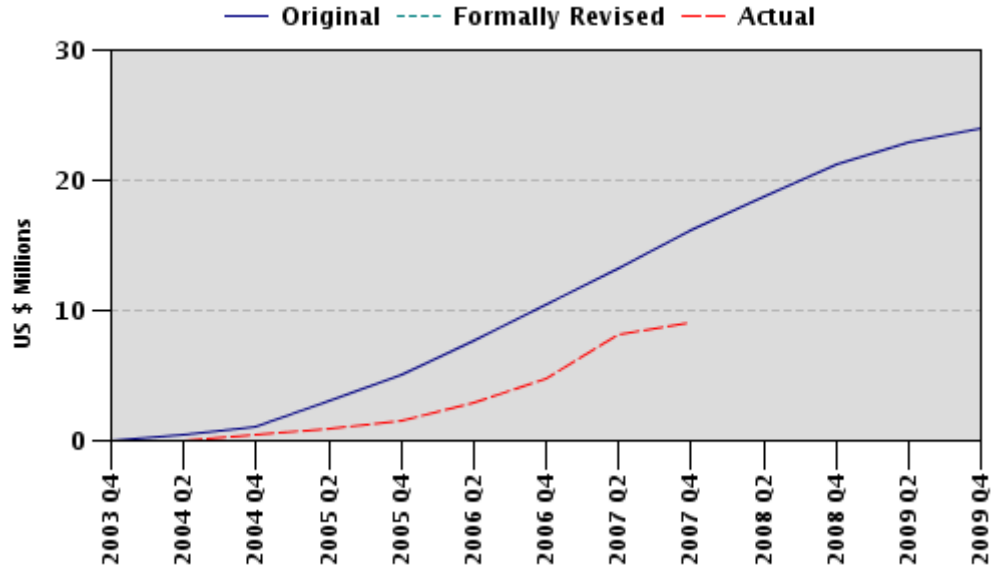
The institutional aspects have been further strengthened with the transfer of implementation responsibilities from the Project Coordination Unit to the Sana'a Branch of the National Water Resources Authority, and the on-going capacity building effort of GDI to take over irrigation improvement works by the end of the project in 2009.

Lending Information/Disbursement Summary (USD millions, as of June 30 2007)

Loan/Credit/ Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IDA-37740	Effective	26.67	9.02	17.42	0.00
JPN-26202	Closed	0.40	0.39	0.00	0.01



Status of Projects in Execution - FY07
MIDDLE EAST AND NORTH AFRICA REGION



Project Name (ID): Port Cities Development Program (P065111)

Country: Yemen, Republic of

Board Approval Date : 01/23/2003

Midterm Review Date : 12/08/2005

Closing Date : 12/31/2008

Loan/Credit/Grant Number : JPN-25918, IDA-37290

Sector(s): Sub-national government administration(80%), General transportation sector(10%), Information technology(10%)

Theme(s): Municipal governance and institution building(P), Small and medium enterprise support(S), Infrastructure services for private sector development(S), Gender(S)

Project Development Objectives:

The Project Development Objective is to improve the investment climate and encourage growth and the creation of employment opportunities in port cities.

Progress toward achieving development objective(s):

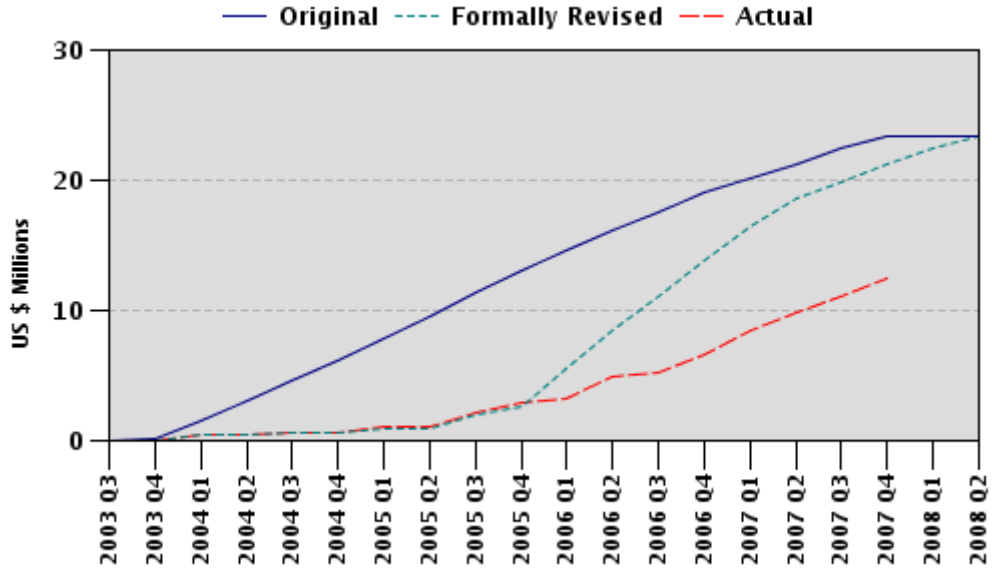
The Government adopted a port sector reform strategy approach advocated by the Bank in a workshop held in Sana'a on June 2, 2007. This will pave the way for a national port administration that is rational and clear, create opportunities for private sector participation in port management and improve the overall competitiveness of Yemen's port cities. In parallel, the new Minister of Industry and Trade agreed with the Bank in June 2007 to undertake reforms to the industrial estate regulatory framework through implementing a "Model Industrial Estate Program" financed by the Project. This will enable the Government to meet a key trigger for advancement to Phase II of this Adaptable Program Loan, while providing the enabling policy framework for industrial estate development in two of Yemen's port cities. At the city level, a new Training Center and City Services Center were inaugurated in May 2007 to disseminate information, provide citizen and business feedback on city service quality and offer training courses in Information Technology systems and software so that Aden's citizens will be well equipped for the increasing employment opportunities that are arising with the growth of new investment in the city. Overall, the project is progressing well toward meeting development objectives.

Lending Information/Disbursement Summary (USD millions, as of June 30 2007)

Loan/Credit/ Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
JPN-25918	Closed	0.36	0.35	0.00	0.01
IDA-37290	Effective	26.83	12.46	14.05	0.00



Status of Projects in Execution - FY07
MIDDLE EAST AND NORTH AFRICA REGION



Project Name (ID): Taiz Munipal Development and Flood Protection (P070092)
Country: Yemen, Republic of
Board Approval Date : 11/01/2001
Midterm Review Date : 08/01/2004
Closing Date : 10/31/2007
Loan/Credit/Grant Number : IDA-Q2411, IDA-Q2410, IDA-35750
Sector(s): Flood protection(74%), Sub-national government administration(24%), Other social services(2%)
Theme(s): Natural disaster management(P), Decentralization(P), Municipal governance and institution building(P), Water resource management(P), Other social development(P)

Project Development Objectives:

The objectives are to protect city residents, businesses and infrastructure from seasonal destructive flash flooding in the City of Taiz; assist Taiz local government develop its capacity to carry out a major part of their responsibilities under the country's new Local Authorities Law; and initiate support for Yemen's decentralization program.

Progress toward achieving development objective(s):

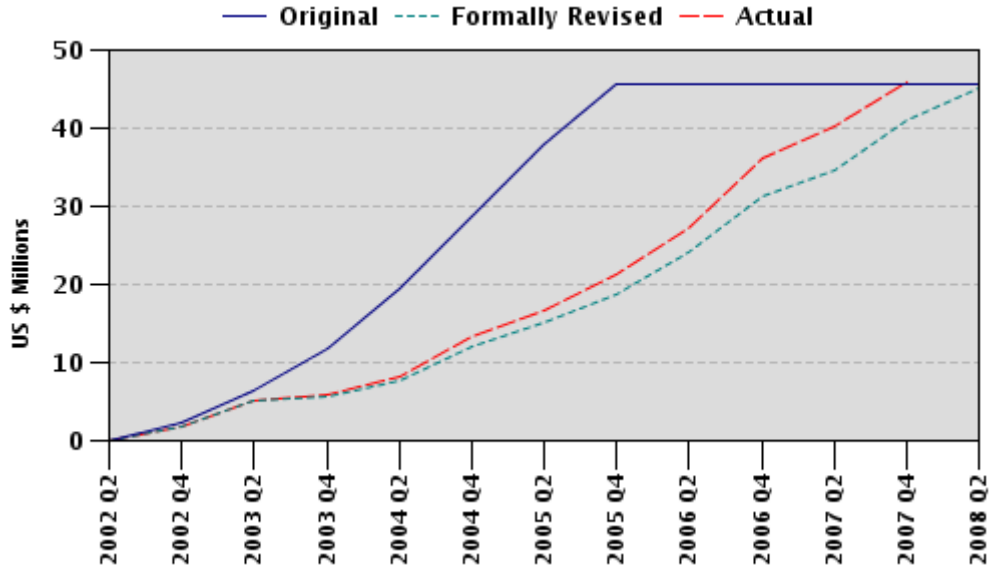
The project has performed extremely well over the past fiscal year. Due to cost savings, more than double the original flood structures have been erected, reducing deaths in the project area from an average of six annually to zero. Damages to households, businesses and residences have also been reduced substantially in the project areas of the city. Moreover, 244 poor households living in shacks along the wadis have been successfully relocated and are well adjusted in their new village developed under the project. Local government capacity has also expanded considerably through the technical assistance provided in developing a new city masterplan, solid waste management strategy, and flood structure maintenance equipment and operational guidelines. 15 new local council buildings supplied with furniture and office equipment will help local councils fulfill their responsibilities. Overall, the project is very likely to meet its development objectives.

Lending Information/Disbursement Summary (USD millions, as of June 30 2007)

Loan/Credit/ Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IDA-Q2411	Closed	0.15	0.00	0.00	0.15
IDA-Q2410	Closed	0.35	0.00	0.00	0.35
IDA-35750	Effective	53.95	46.61	5.29	0.00



Status of Projects in Execution - FY07
MIDDLE EAST AND NORTH AFRICA REGION



Project Name (ID): Groundwater and Soil Conservation Project (P074413)

Country: Yemen, Republic of

Board Approval Date : 02/26/2004

Midterm Review Date : 04/21/2007

Closing Date : 10/31/2009

Loan/Credit/Grant Number : JPN-26824, IDA-38600, JPN-54230

Sector(s): Irrigation and drainage(68%), Sub-national government administration(20%), Central government administration(12%)

Theme(s): Water resource management(P), Rural policies and institutions(S), Participation and civic engagement(S)

Project Development Objectives:

The project development objective is to promote groundwater conservation in farming areas and increase surface and groundwater availability through: (a) improving irrigation water use efficiency; (b) improving recharge and protection of watersheds; and (c) supporting the groundwater management framework and institutions.

Progress toward achieving development objective(s):

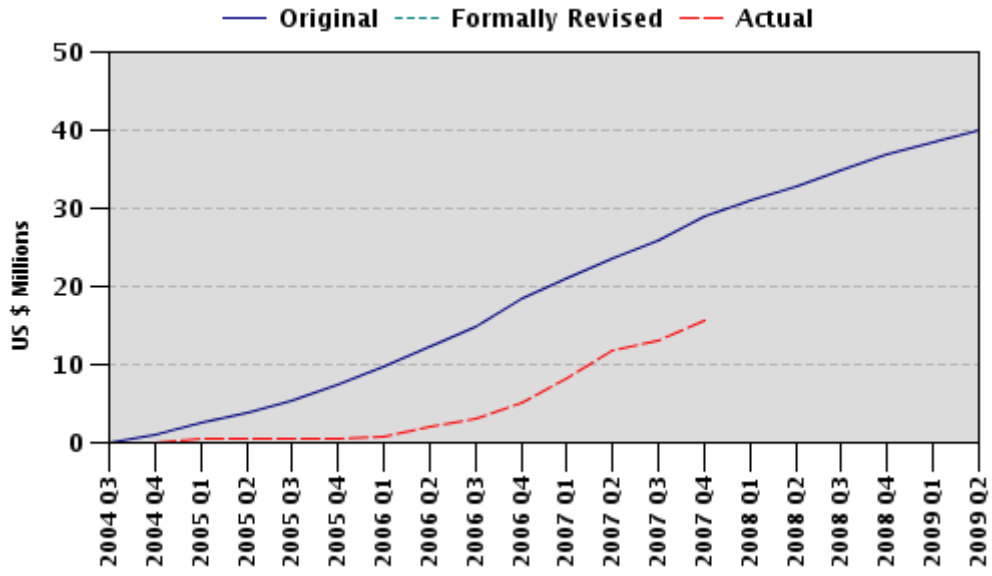
The project has made good progress overall particularly on Component 1 for the provision of advanced irrigation systems. The mid-term review mission in April 2007 confirmed that the installment of irrigation pipes and on-farm systems produced tangible benefits in water saving as planned and that the project development objective is most likely to be accomplished. The farmers met by the mission were unanimous in expressing their approval with progress to date on the component, which contributes positively to savings of water, diesel fuel for the pumps as well as irrigation time and labor. One of the most important performance indicators of the project is the annual net water saving volume. Based on monitoring data, the current amount of annual water saving under the project intervention area is estimated at 18 million cubic meters (MCM), equivalent to 38% of the project target of 47 million MCM.

Lending Information/Disbursement Summary (USD millions, as of June 30 2007)

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
JPN-26824	Closed	0.22	0.22	0.00	0.00
IDA-38600	Effective	41.07	15.60	25.06	0.00
JPN-54230	Effective	1.08	0.30	0.78	0.00



Status of Projects in Execution - FY07
MIDDLE EAST AND NORTH AFRICA REGION



Project Name (ID): Higher Education (P076183)

Country: Yemen, Republic of

Board Approval Date : 06/18/2002

Midterm Review Date : 12/04/2005

Closing Date : 06/30/2008

Loan/Credit/Grant Number : IDA-36740

Sector(s): Tertiary education(68%), Central government administration(32%)

Theme(s): Education for the knowledge economy(P), Law reform(S), Gender(S)

Project Development Objectives:

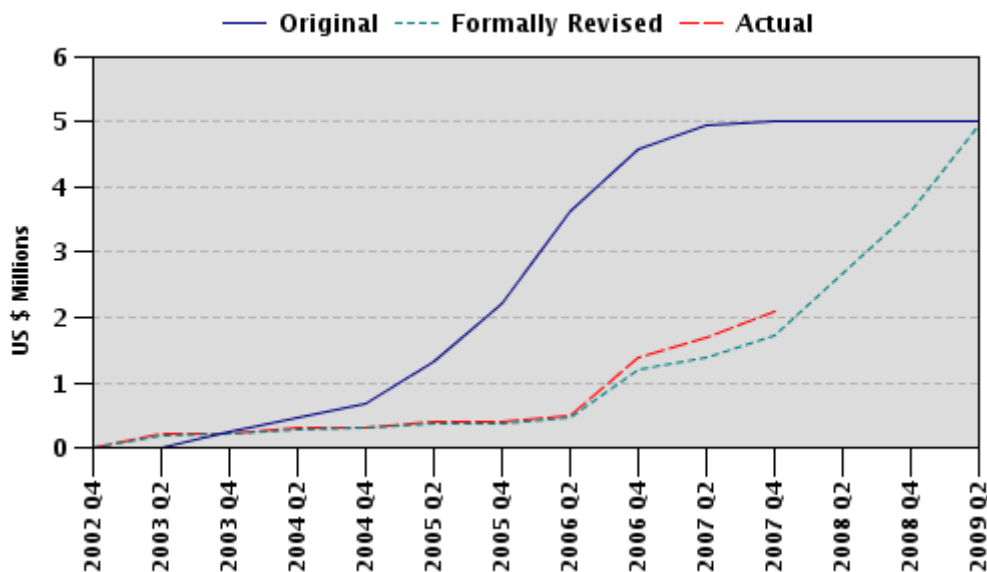
The objectives are to prepare a higher education strategy and pilot the initial phases of implementation.

Progress toward achieving development objective(s):

Progress has accelerated rapidly during the last year. The Higher Education Strategic Plan was finalized and approved in 2006, a draft five-year investment plan has since been prepared, and donor activities are increasingly coordinated in line with the agreed strategic objectives. Pilot activities are well under way, including information technology for information systems and libraries, development of quality assurance programs, and professional development of university and central ministry staff.

Lending Information/Disbursement Summary (USD millions, as of June 30 2007)

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IDA-36740	Effective	6.21	2.12	4.01	0.00



Project Name (ID): Basic Education Development Program (P076185)

Country: Yemen, Republic of

Board Approval Date : 09/23/2004

Closing Date : 06/30/2010

Loan/Credit/Grant Number : MULT-57637, IDA-39880, JPN-51357, MULT-53721

Sector(s): Primary education(70%), Central government administration(20%), Sub-national government administration(10%)

Theme(s): Education for all(P), Gender(S), Participation and civic engagement(S), Rural services and infrastructure(S)

Project Development Objectives:

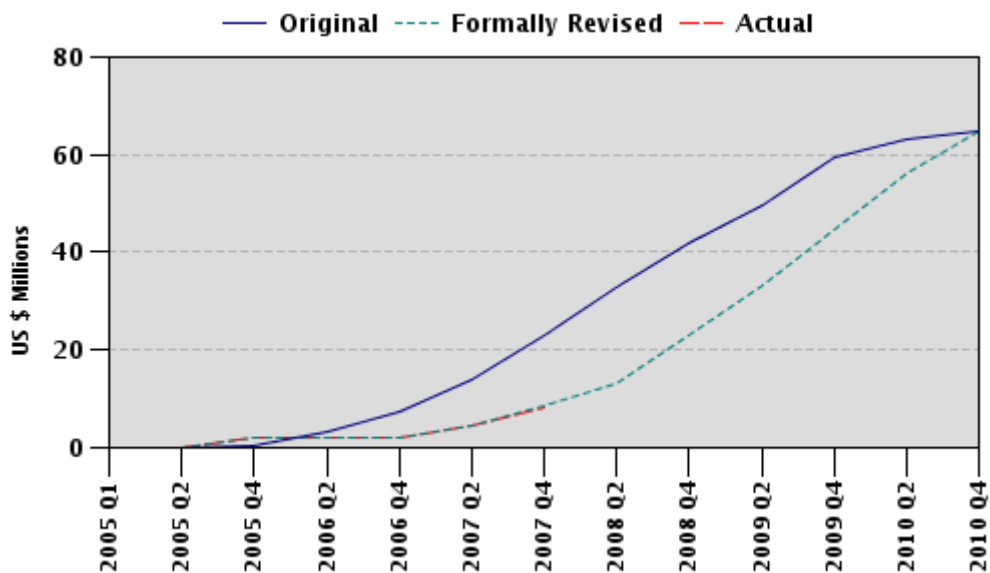
The objective is to expand the provision of quality basic education (grades 1-9) to all, with special attention on gender equity.

Progress toward achieving development objective(s):

Considerable progress has been made in implementation during the year which has helped to overcome the shortfalls that resulted from delays in the first two years of the Project. Close to 90% of the total allocated amount for civil works has been contracted and a good part of the activities planned for 2007 are on track.

Lending Information/Disbursement Summary (USD millions, as of June 30 2007)

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
MULT-57637	Effective	0.25	0.12	0.13	0.00
IDA-39880	Effective	67.14	9.01	58.03	0.00
JPN-51357	Closed	0.56	0.26	0.00	0.30
MULT-53721	Effective	47.10	15.53	31.57	0.00



Project Name (ID): Social Fund for Development III (P082498)

Country: Yemen, Republic of

Board Approval Date : 02/26/2004

Midterm Review Date : 12/02/2006

Closing Date : 12/31/2008

Loan/Credit/Grant Number : IDA-38611, IDA-38610, EECT-53450

Sector(s): Primary education(55%), Water supply(15%), Health(15%), Other social services(10%), Micro- and SME finance(5%)

Theme(s): Rural services and infrastructure(P), Social risk mitigation(P), Participation and civic engagement(S), Gender(S), Small and medium enterprise support(S)

Project Development Objectives:

The objective is to further improve access of low income groups to basic social services, while providing an example of an effective, efficient, and transparent institutional mechanism for providing social services in Yemen by (i) refining social service delivery approaches and (ii) empowering local communities and councils to take charge of their local development.

The project was restructured, or received Additional Financing during FY 07

Additional financing was approved, in the amount of US\$15 million equivalent.

Progress toward achieving development objective(s):

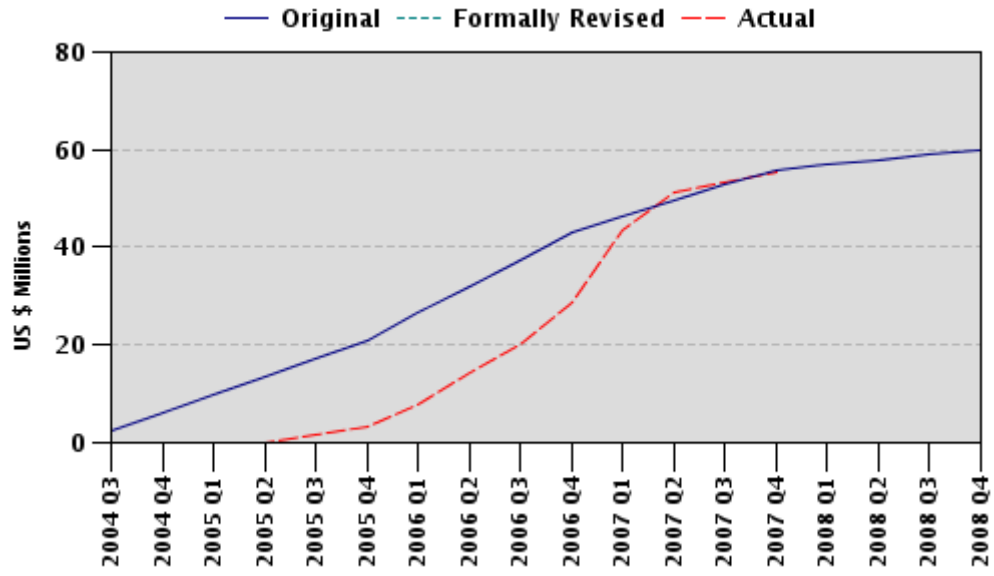
There has been significant progress toward achievement of the objective. To date, 173,000 children (target is 300,000) have enrolled in schools supported by the Social Fund for Development (SFD) and 96% of households in communities that have benefited from SFD feeder road projects report improved access to markets and social services. The analyses of the poverty-targeting of the SFD interventions show that almost 50% of SFD funding is benefiting households in the poorest income decile, 64% the poorest quintile and 73% the lowest three income deciles. About 12% of the households that are benefiting are headed by women. The impact evaluation demonstrates that among the interviewed households, about 95% agree that the projects financed by the SFD are the highest priority.

Lending Information/Disbursement Summary (USD millions, as of June 30 2007)

Loan/Credit/ Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IDA-38611	Not Effective	15.00	0.00	15.00	0.00
IDA-38610	Effective	63.20	55.40	6.16	0.00
EECT-53450	Effective	10.58	7.22	2.99	0.00



Status of Projects in Execution - FY07
MIDDLE EAST AND NORTH AFRICA REGION



Project Name (ID): Third Public Works (P082976)

Country: Yemen, Republic of

Board Approval Date : 02/26/2004

Midterm Review Date : 05/13/2007

Closing Date : 06/30/2009

Loan/Credit/Grant Number : IDA-38590

Sector(s): General education sector(30%), General water, sanitation and flood protection sector(30%), General transportation sector(20%), Health(10%), Other social services(10%)

Theme(s): Rural services and infrastructure(P), Social safety nets(P), Participation and civic engagement(S), Other financial and private sector development(S), Gender(S)

Project Development Objectives:

The Project Development Objectives are to: (a) provide needed infrastructure to improve services and environmental conditions (particularly those affecting women and children); and (b) create short- term employment.

Progress toward achieving development objective(s):

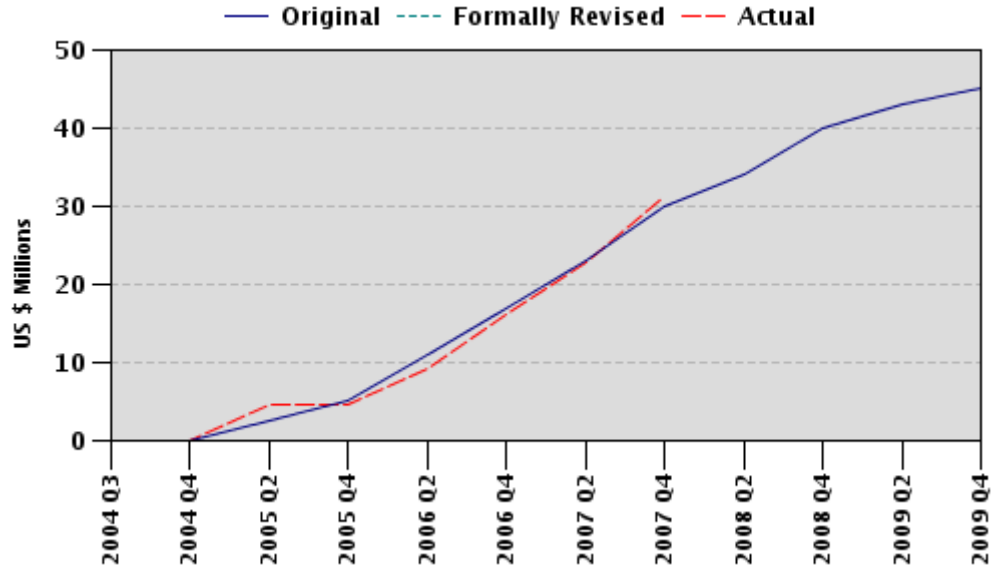
During Fiscal Year 2007, a sharp increase in input prices (steel/cement) coupled with a significant rise in the cost of fuel and wages adversely affected the pace of project implementation. This resulted in occasional stoppage of work which in turn led to the Government compensating the affected contractors. Normal work has resumed now but the average cost of sub-projects has increased, implying a reduction in the number of sub-projects that can be financed by the Project. The target indicators have been revised. Also, in view of the increased scope of the component for capacity building of local councils, the number of targeted local councils has been reduced from 50 to 20. With these realistic revisions to the key indicators, it is now very likely that the Project Development Objectives will be met.

Lending Information/Disbursement Summary (USD millions, as of June 30 2007)

Loan/Credit/ Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IDA-38590	Effective	47.44	31.32	15.38	0.00



Status of Projects in Execution - FY07
MIDDLE EAST AND NORTH AFRICA REGION



Project Name (ID): Second Rural Access (P085231)

Country: Yemen, Republic of

Board Approval Date : 11/08/2005

Closing Date : 11/30/2010

Loan/Credit/Grant Number : IDA-41210

Sector(s): Roads and highways(95%), Central government administration(5%)

Theme(s): Rural services and infrastructure(P), Public expenditure, financial management and procurement(S)

Project Development Objectives:

The objective is to reduce isolation of the population (at least 250,000 persons) in rural areas with high incidence of poverty through rural roads improvements, continued institutional strengthening, and development of road maintenance.

Progress toward achieving development objective(s):

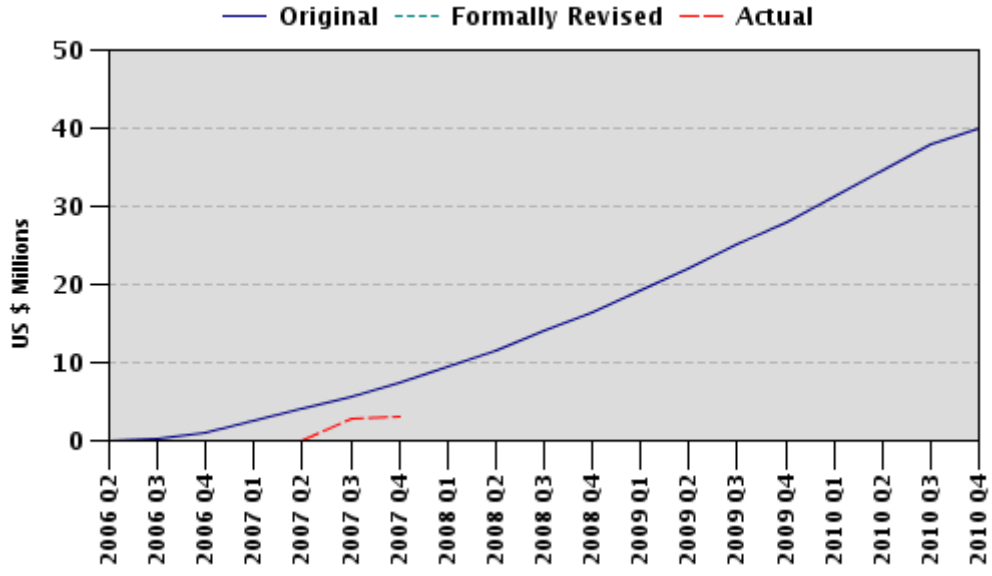
Significant progress has been made in FY 07 towards achieving project development objectives mainly through rural roads improvements and development of road maintenance capability. Indeed, almost all road improvements contracts in the project have started. The total number of direct beneficiaries of these contracts has been estimated as about 225,000. Regarding road maintenance, there has been good progress in developing the institutional and contractual framework for carrying out performance based road maintenance contracts. Procedures for preparing and implementing such contracts at the Road Maintenance Fund have been designed and practical application of these procedures is being tested through several pilots included in the project.

Lending Information/Disbursement Summary (USD millions, as of June 30 2007)

Loan/Credit/ Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IDA-41210	Effective	40.31	3.51	36.77	0.00



Status of Projects in Execution - FY07
MIDDLE EAST AND NORTH AFRICA REGION



Project Name (ID): Second Vocational Training Project (P086308)

Country: Yemen, Republic of

Board Approval Date : 03/27/2007

Closing Date : 05/31/2013

Loan/Credit/Grant Number : IDA-42790, MULT-57637, JPN-53130

Sector(s): Vocational training(68%), Central government administration(32%)

Theme(s): Education for the knowledge economy(P), Improving labor markets(S), Small and medium enterprise support(S)

Project Development Objectives:

The objective is to promote collaboration between public and private sectors in developing training programs that match the needs of employers.

Progress toward achieving development objective(s):

The project is not effective.

Lending Information/Disbursement Summary (USD millions, as of June 30 2007)

Loan/Credit/ Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IDA-42790	Not Effective	15.31	0.00	15.31	0.00
MULT-57637	Effective	0.25	0.12	0.13	0.00
JPN-53130	Closed	0.55	0.55	0.00	0.00



Project Name (ID): Power Sector (P086865)

Country: Yemen, Republic of

Board Approval Date : 05/23/2006

Closing Date : 12/31/2011

Loan/Credit/Grant Number : IDA-41720

Sector(s): Power(100%)

Theme(s): Infrastructure services for private sector development(P), Corporate governance(S), Access to urban services and housing(S)

Project Development Objectives:

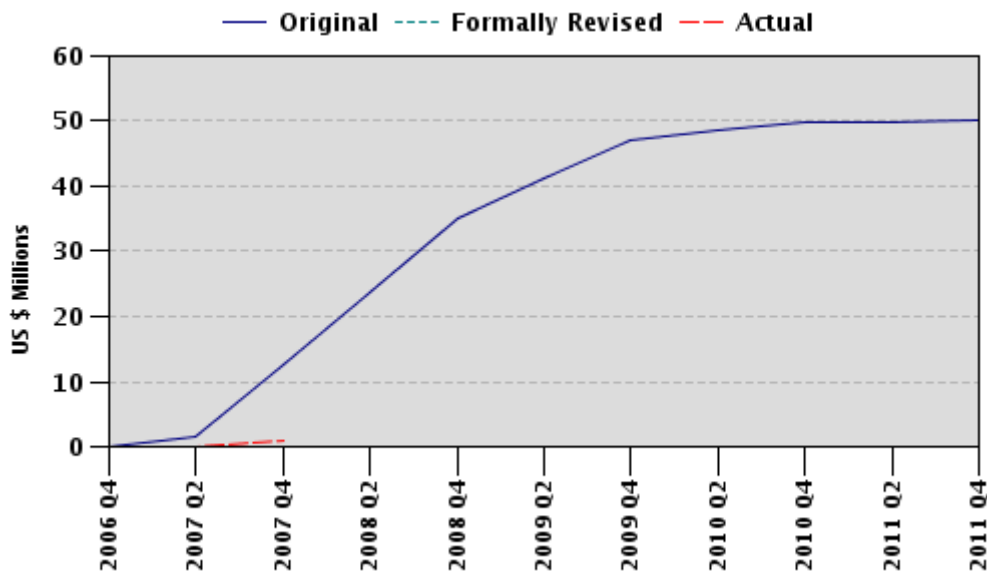
The Project Development Objectives are to relieve critical power supply constraints and enhance the overall technical efficiency and quality of electricity supply by supporting the Republic of Yemen's power sector reform initiatives and strengthening the sector's corporate governance to improve the efficiency of the Public Electricity Corporation.

Progress toward achieving development objective(s):

The Project was declared effective on February 12, 2007. Although minor delays have been experienced (about two months) in implementation, shortening the implementation period of the transmission component might be possible in order to resolve this issue. Notwithstanding this minor start-up delay, work towards implementing the components and achieving the outcome indicators is now progressing relatively smoothly. The task team will pay particular attention to the issue of financial sustainability.

Lending Information/Disbursement Summary (USD millions, as of June 30 2007)

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IDA-41720	Effective	53.04	0.98	52.07	0.00



Project Name (ID): Fisheries Resource Management and Conservation (P086886)

Country: Yemen, Republic of

Board Approval Date : 12/15/2005

Closing Date : 09/30/2011

Loan/Credit/Grant Number : IDA-41350

Sector(s): Animal production(45%), Ports, waterways and shipping(29%), Central government administration(26%)

Theme(s): Other rural development(P), Rural non-farm income generation(S)

Project Development Objectives:

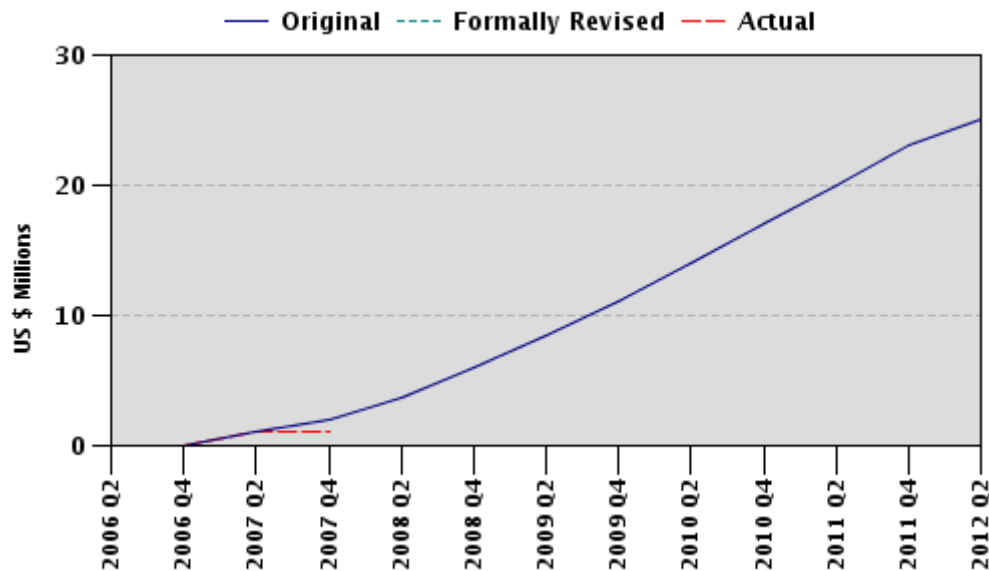
The Project Development Objective is to achieve sustainable economic development of Yemen's fisheries sector and to improve household incomes of poor fisher families.

Progress toward achieving development objective(s):

The project became effective July 12, 2006. To control over fishing, the Government has restricted licensing to foreign commercial boats and taken actions to improve infrastructure. Based on these early actions, it is expected that the Project Development Objectives will be achieved as planned.

Lending Information/Disbursement Summary (USD millions, as of June 30 2007)

Loan/Credit/ Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IDA-41350	Effective	26.22	1.03	25.19	0.00



Project Name (ID): Rainfed Agriculture and Livestock (P089259)

Country: Yemen, Republic of

Board Approval Date : 07/06/2006

Closing Date : 06/30/2012

Loan/Credit/Grant Number : IDA-42200

Sector(s): General agriculture, fishing and forestry sector(41%), Central government administration(18%), Agricultural marketing and trade(15%), Agricultural extension and research(14%), Crops(12%)

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

Project Development Objectives:

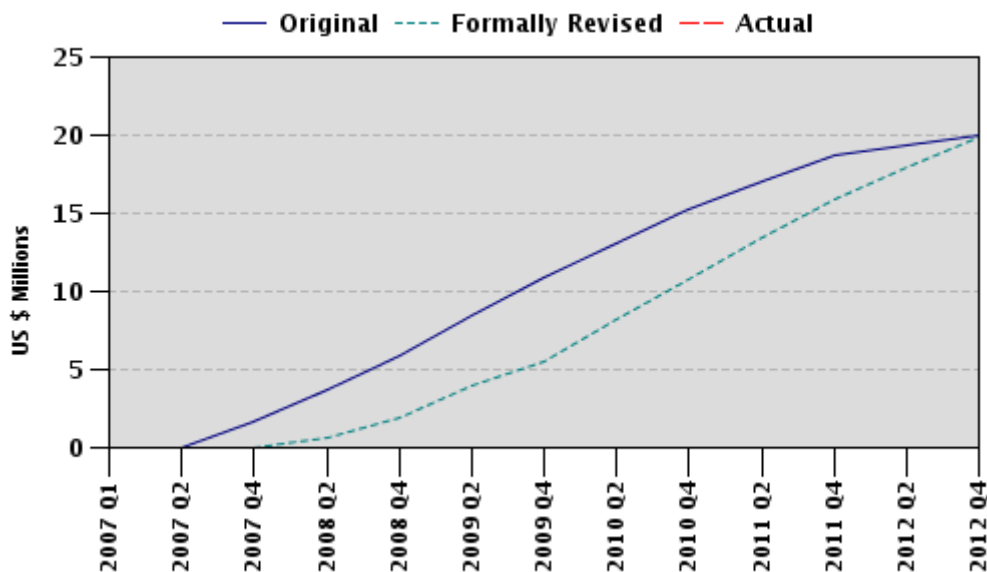
The Project Development Objectives will contribute towards reducing poverty in rural areas and improving natural resources management. It would enable poor rural producers in rainfed areas to: (a) improve their production, processing and marketing systems; (b) protect their assets: soil, water, rangeland, seeds and animals; and (c) get organized for the purpose of (a) and (b) above.

Progress toward achieving development objective(s):

The project was approved by the Board July 6, 2006 but is not yet effective.

Lending Information/Disbursement Summary (USD millions, as of June 30 2007)

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IDA-42200	Effective	21.22	0.00	21.22	0.00



Project Name (ID): Social Fund for Development 3 Additional Financing(P102181)

Country: Yemen, Republic of

Board Approval Date : 06/19/2007

Closing Date : not yet effective

Loan/Credit/Grant Number :

Sector(s): Other social services(40%), Primary education(26%), Sub-national government administration(18%), General water, sanitation and flood protection sector(14%), Micro- and SME finance(2%)

Theme(s): Rural services and infrastructure(P), Education for all(P), Participation and civic engagement(P), Gender(S), Small and medium enterprise support(S)

Project Development Objectives:

This project is additional financing for the Yemen Social Fund for Development III and has the same development objectives and progress.

Progress toward achieving development objective(s):

This project is additional financing for the Yemen Social Fund for Development III and has the same development objectives and progress.

Lending Information/Disbursement Summary (USD millions, as of June 30 2007)

