



## Armenia Compact Progress

- ★ **Rural Road Rehabilitation Project:** Rehabilitation works continue on a 25 kilometer segment of rural road linking farmers to major agricultural markets in the northern region. By the end of 2008, nine villages will benefit from the new road.
- ★ **Irrigation Infrastructure Activity:** Repairs to 6,500 meters of irrigation canal that service 1,137 acres of farmland will be complete by fall 2008. The 637 farmers who will benefit from improved irrigation provided 15% of the funds required for the repairs project.
- ★ **Water-to-Market Activity:** Over 12,000 farmers have been trained in the use of new and improved farming technologies.

- ★ **Other Highlights:** In 2008, civil society elected, for the second year, new members of the MCA-Armenia stakeholders' committee. The stakeholders' committee is composed of 15 elected civil society representatives. Five of the civil society representatives are nominated to sit on MCA-Armenia's governing council.
- ★ *Note: Aspects of this compact are being restructured due to escalating global construction costs and currency fluctuations. Updated program information will be available next quarter.*

### Compact At-A-Glance

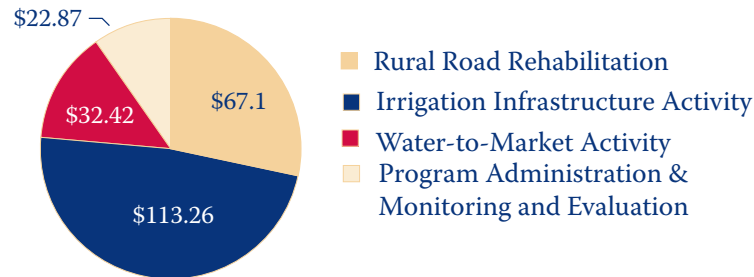
Signed ..... 3/27/2006

Entry Into Force..... 9/29/2006

The five year, \$236 million compact will reduce rural poverty by increasing the agricultural sector's economic performance. This goal will be achieved through strategic investments in rural roads and irrigation systems.

### Obligations by Project

in millions



\$50,260,563 total contract commitments

\$19,162,921 disbursed to date

### Country At-A-Glance

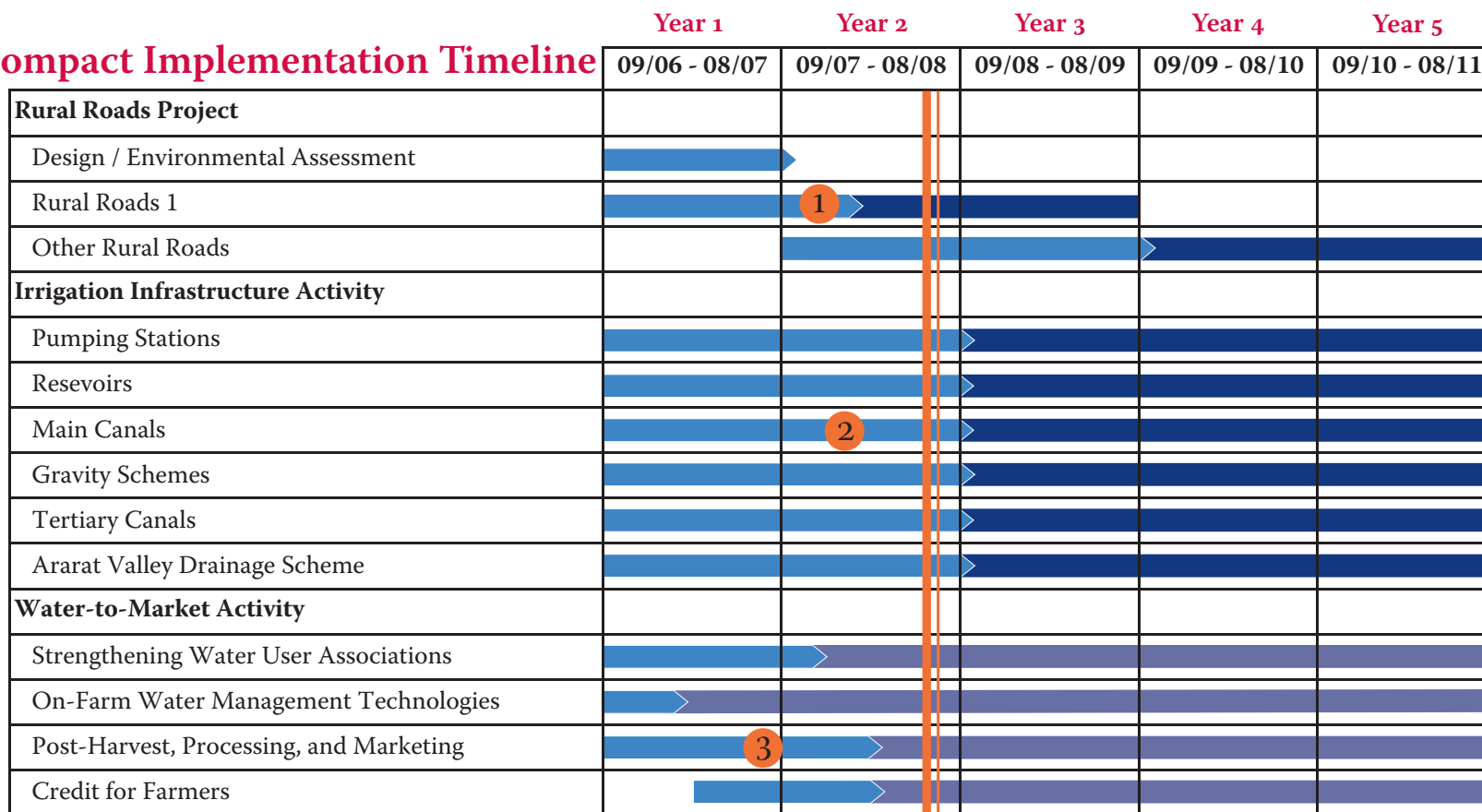
Population..... 3,007,195\*

GNI per Capita ..... \$2,640\*



On the Web:  
[www.mcc.gov](http://www.mcc.gov)  
[www.mca.am](http://www.mca.am)

## Compact Implementation Timeline



- █ Project Preparation
- █ Construction - Infrastructure
- █ Project Activities - Other Sectors

1  
Pilot "Armavir-Isahakian-Gyumri" road construction begins

2  
Jan. 2008: Repairs to tertiary canals begin

3  
\$1.5 million credit to farmers issued

### We Are Here

July, 2008  
Disbursements to Date..... \$19,162,921  
Total Contract Commitments..... \$50,260,563

\* For more information on country proposals, due diligence, program set-up, implementation and monitoring, and ongoing impact, please see the diagram entitled *Typical MCC Program Cycle* at [www.mcc.gov](http://www.mcc.gov).



## Benin Compact Progress

- ★ **Access to Markets Project:** MCA-Benin has completed a Master Plan outlining construction, renovations and upgrades to the Port of Cotonou’s operations and infrastructure. Construction is scheduled to begin in 2009.
- ★ **Access to Land Project:** MCA-Benin began installing seven land survey (GPS) stations to formalize land rights in more than 300 rural villages. Eighty villages have already been selected and a new round of village selection is underway.
- ★ **Access to Financial Services Project:** In July, President Boni Yayi formally announced the “Challenge Facility,” a MCA-funded insti-

tution which provides grants to support microfinance institutions in Benin.

- ★ **Access to Justice Project:** MCA Benin signed an accord with the National Assembly to support comprehensive review of drafts of the new Penal and Civil Codes. Passage of the new codes will open the door for construction of nine new courthouses.
- ★ **Other Highlights:** MCA-Benin signed a \$1.5 million agreement with the Beninese Ministry of Finance to support the Ministry’s supervision of over 700 microfinance institutions. MCA-Benin will provide support to the Ministry over the course of four years enabling it to hire more staff and increase financial institution inspections.

### Compact At-A-Glance

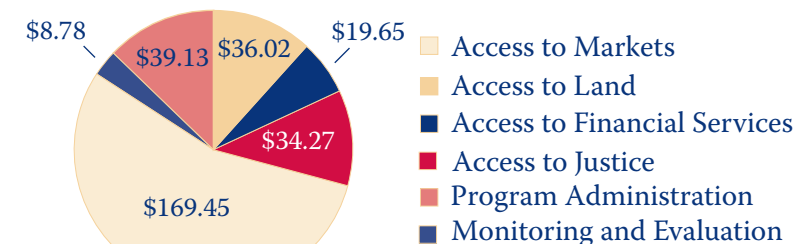
Signed ..... 2/22/2006

Entry Into Force..... 10/6/2006

The five-year, \$307 million compact will increase access to land through more secure tenure, expand access to financial services through grants to enterprises, provide access to justice by bringing courts closer to rural populations and improve access to markets through improvements to the Port of Cotonou.

### Obligations by Project

in millions



\$53,162,365 total contract commitments

\$24,387,039 disbursed to date

### Country At-A-Glance

Population..... 8,177,208\*

GNI per Capita ..... \$570\*

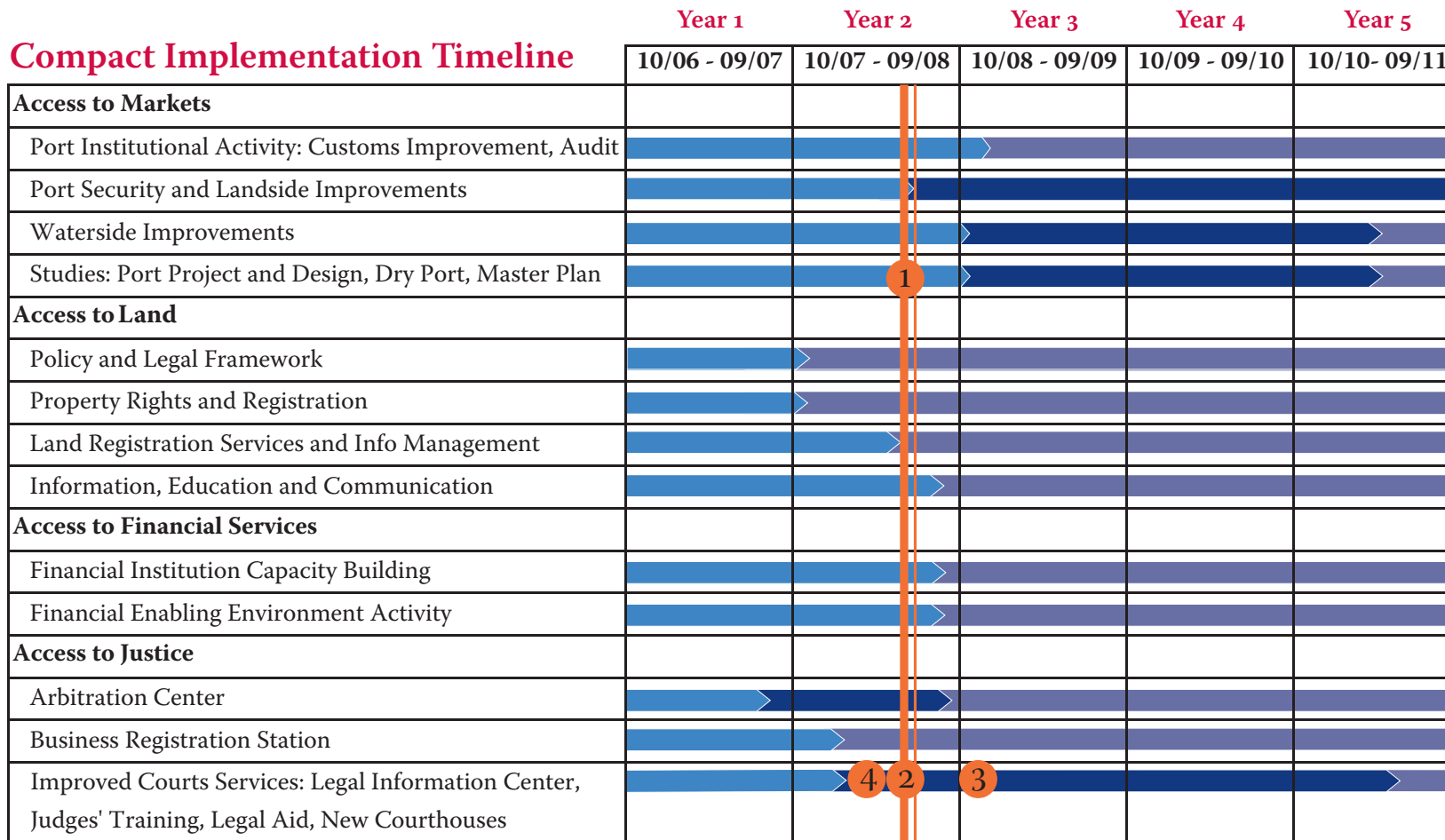


On the Web:

[www.mcc.gov](http://www.mcc.gov)

[www.mcabenin.bj](http://www.mcabenin.bj)

## Compact Implementation Timeline



- Project Preparation
- Construction - Infrastructure
- Project Activities - Other Sectors

**We Are Here**

July, 2008

Disbursements to Date..... \$24,387,039

Total Contract Commitments..... \$53,162,365

**1**  
July 2008:  
An updated Master Plan and Feasibility Study for the Port of Cotonou including environmental studies is complete

**2**  
June 2008:  
Over 200 Beninese judges, court personnel and mediators completed three months of training focused on commercial law

**3**  
Oct. 2008:  
Construction tenders will be issued for the Legal Information Center, a law library open to the public

**4**  
June 2008:  
National Assembly commits to reform of legal codes

\* For more information on country proposals, due diligence, program set-up, implementation and monitoring, and ongoing impact, please see the diagram entitled *Typical MCC Program Cycle* at [www.mcc.gov](http://www.mcc.gov).



**Proposed Goal**

The proposal concentrates on the Northern region of Bolivia in the departments of La Paz, Beni and Pando, and comprises large infrastructure projects to improve major and rural roads, and a smaller project focused on rural productive development.

The main objectives of the proposal are to: 1) increase integration of a region historically isolated from the rest of the country; 2) reduce transportation time/costs while improving road infrastructure to foster greater national and regional interconnectivity; and 3) diversify the Bolivian economy from its reliance on natural gas and mineral resources.

**Update on Progress**

- The Government of Bolivia formally submitted a proposal on September 21, 2007. An initial assessment trip by MCC, originally scheduled for December 2007 was postponed, because of adverse conditions, including unrest surrounding the Constitutional Assembly process.
- MCC has paused its technical engagement with the GOB, and will periodically re-evaluate this decision by monitoring the situation to determine when the enabling environment for Compact development (including economic, political, and social matters) has improved.
- On February 25, 2008, the GOB named Mr. Ramiro Foronda Aliaga as the interim MCA-Bolivia point of contact to replace Graciela Toro, who was named Minister of Planning and Development in January 2008.
- For more details, please access the MCA-Bolivia website: <http://www.cuentadelmilenio.bo>

**Compact Status**

Status.....Eligible

**Country Information**

Population ..... 9,344,741\*

GNI Per Capita.....\$1,260\*

**Compact Process**

Stage	Completed
<input checked="" type="checkbox"/> Eligibility Notification	05-06-2004
<input checked="" type="checkbox"/> First Proposal Receipt	12-01-2005
<input checked="" type="checkbox"/> Second Proposal Receipt	09-21-2007
Opportunity Memo	
Congressional Notification on Compact Negotiations	
Investment Memo	
Board Approval	
Compact Signing	
Entry Into Force	
Initial Disbursement	

\*World Development Indicators, World Bank, 2007



**Proposed Goal**

Burkina Faso’s proposed Program is expected to promote economic growth in the rural sector by (i) fostering land tenure security by strengthening the land planning regime, implementing a mediation and conflict resolution mechanism, and formalizing access to land rights; (ii) investing in irrigation and watershed management infrastructure and improving existing agro-industrial supply chains; (iii) constructing national roads and feeder roads.

**Update on Progress**

- In April 2008, the Investment Memorandum (IM) was presented to the Investment Committee (IC) for discussion and revisions.
- In May 2008, a delegation from the Government of Burkina Faso participated in negotiations with MCC on a five-year, \$480.94 million Compact.
- On June 17, 2008, the Burkina Faso negotiated Compact was approved by the MCC’s Board of Directors.
- On July 14, 2008, at a signing ceremony attended by President Blaise Compaore, Burkina Faso’s Compact was signed by Ambassador Danilovich and Minister Jean Baptiste Compaore, Minister of Economy and Finance, and officiated by Secretary Condoleezza Rice.
- On July 14, 2008, after the signing ceremony, a Public Outreach event was held at MCC headquarters. This event was attended by panel members: Ken Hackett, MCC Board member and President for Catholic Relief Services (CRS); Ned Cabot, Strategic Funding Executive for Cisco Systems; and a representative from USAID.

**Compact Status**

Status.....Compact Signed

**Compact Information**

CompactAmount...\$480.94 million

Compact Duration.....5 years

**Country Information**

Population ..... 13,586,485\*

GNI Per Capita..... \$400\*

**Compact Process**

Stage	Completed
<input checked="" type="checkbox"/> Eligibility Notification	11-08-2005
<input checked="" type="checkbox"/> Proposal Receipt	10-24-2006
<input checked="" type="checkbox"/> Opportunity Memo	11-09-2006
<input checked="" type="checkbox"/> Congressional Notification on Compact Negotiations	01-10-2008
<input checked="" type="checkbox"/> Investment Memo	04-18-2008
<input checked="" type="checkbox"/> Board Approval	06-17-2008
<input checked="" type="checkbox"/> Compact Signing	07-14-2008
Entry Into Force	
Initial Disbursement	

\*World Development Indicators, World Bank, 2007



## Cape Verde Compact Progress

- ★ **Watershed Management and Agricultural Support:** The Credit Activity, which seeks to strengthen microfinance institutions to offer quality services to micro and small entrepreneurs and farmers, was launched on June followed by the signing of Memoranda of Understanding with eight local micro-finance institutions interested in receiving technical assistance.
- ★ **Infrastructure Project:** Asphaltting of the 16 km Assomada-Rincao road started in June. This road rehabilitation, scheduled for completion in mid 2009, will benefit the region's population, particularly the 1,000 residents of Rincao, an isolated fishing community.

The HIV-AIDS awareness campaign associated with this road's construction continues. In 2007, staff held 14 education sessions for communities and road workers, which provided information on HIV/AIDS prevention and access to voluntary testing.

- ★ **Other Highlights:** In July, Cape Verde was admitted as the World Trade Organization's (WTO) 153rd member. According to the WTO, membership will allow the archipelago to participate more actively in the global economy, as well as create a more stable base for growth and development.
- ★ *Note: This compact is being restructured due to escalating global construction costs and currency fluctuations. Updated program and budget information will be available next quarter.*

### Compact At-A-Glance

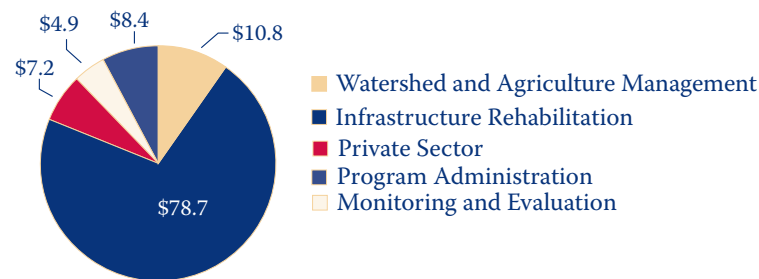
Signed .....7/4/2005

Entry Into Force..... 10/17/2005

The five-year \$110 million compact will improve investment climate, reform the financial sector, develop infrastructure to support increased economic activity and provide access to markets, employment, and social services. Other goals include increasing agricultural productivity and rural incomes.

### Obligations by Project

in millions



\$45,677,453 total contract commitments  
 \$17,588,800 disbursed to date

### Country At-A-Glance

Population.....518,600\*

GNI per Capita ..... \$2,430\*



On the Web:  
[www.mcc.gov](http://www.mcc.gov)  
[www.mca.cv](http://www.mca.cv)

## Compact Implementation Timeline

	Year 1	Year 2	Year 3	Year 4	Year 5
	10/05 - 09/06	10/06 - 09/07	10/07 - 09/08	10/08 - 09/09	10/09 - 09/10
<b>Watershed Management and Agricultural Support</b>					
Water Management Activity	Project Preparation	Project Preparation	Construction - Infrastructure	Construction - Infrastructure	
Agribusiness Development Services Activity	Project Preparation	Project Preparation	Project Activities - Other Sectors	Project Activities - Other Sectors	Project Activities - Other Sectors
Credit Activity	Project Preparation	Project Preparation	Project Activities - Other Sectors	Project Activities - Other Sectors	Project Activities - Other Sectors
<b>Infrastructure</b>					
Port	Project Preparation	Project Preparation	Construction - Infrastructure	Construction - Infrastructure	
Roads and Bridges	Project Preparation	Project Preparation	Construction - Infrastructure	Construction - Infrastructure	Construction - Infrastructure
<b>Private Sector Development</b>					
Partnership to Mobilize Investment	Project Preparation	Project Preparation	Project Activities - Other Sectors	Project Activities - Other Sectors	Project Activities - Other Sectors
Financial Sector Reform	Project Preparation	Project Preparation	Project Activities - Other Sectors	Project Activities - Other Sectors	Project Activities - Other Sectors
<b>Program Administration</b>					
Enhanced Transparency Initiative	Project Preparation	Project Preparation	Project Activities - Other Sectors	Project Activities - Other Sectors	

- Project Preparation
- Construction - Infrastructure
- Project Activities - Other Sectors

1

Mar. 2008:  
Agribusiness Consulting Firm conducting market studies on gaps in the agriculture value chain

2

June 12, 2008:  
Bid opening for Phase I port project

3

Roads and bridges construction

4

Agribusiness firm completed the markets study and the designs for post harvest centers

We Are Here

July, 2008

Disbursements to Date..... \$17,588,800

Total Contract Commitments..... \$45,677,453

\* For more information on country proposals, due diligence, program set-up, implementation and monitoring, and ongoing impact, please see the diagram entitled *Typical MCC Program Cycle* at [www.mcc.gov](http://www.mcc.gov).





## El Salvador Compact Progress

- ★ **Human Development Project:** FOMILENIO continues implementation of the Education and Training pilot providing scholarships to 115 post-secondary and middle technical schools students from the Northern Zone in the areas of tourism, agriculture and IT. Two procurements of electrification works are underway for the Community Infrastructure Activity for a total of \$2,410.00.
- ★ **Productive Development Project:** This project's pilot awarded 10 grants for a total of \$5 million to provide technical assistance and business development services to approximately 1,600 farmers and small businesses in the Northern Zone. The objective is to increase their productivity. Procurement for the project's main implementation contract is underway.
- ★ **Connectivity Project:** Procurement is underway for the Connectivity Project Manager contract. The procurement process is also

underway to conduct final design and resettlement action plan for sections of the Northern Transnational Highway.

- ★ **Other Highlights:** Building on CAFTA and MCC's compact with El Salvador, the US Trade and Development Agency signed three grant agreements totaling \$1.1 million with El Salvador's National Development Commission, the Salvadoran Foundation for Economic and Social Development and the Municipality of Chalatenango. The grants will promote trade and investment in the Northern Zone.

The 3rd outreach event for Salvadorans Living Abroad took place in New York on July 22. This series of events brings together MCC, the Government of El Salvador, FOMILENIO and the private sector to showcase opportunities created through El Salvador's MCC compact.

### Compact At-A-Glance

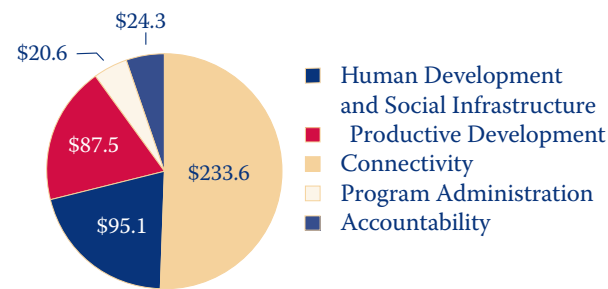
Signed ..... 1/29/2006

Entry Into Force..... 9/20/2007

The five-year, \$461 million compact will improve the lives of Salvadorans through strategic investments in education, public services, agricultural production, rural business development and transportation infrastructure.

### Obligations by Project

in millions



\$53,197,661 total contract commitments  
 \$5,963,122 disbursed to date

### Country At-A-Glance

Population..... 6,880,951\*

GNI per Capita ..... \$2,850\*



On the Web:

[www.mcc.gov](http://www.mcc.gov)

[www.fomilenio.gov.sv](http://www.fomilenio.gov.sv)

## Compact Implementation Timeline

	Year 1 10/07 - 9/08	Year 2 10/08 - 09/09	Year 3 10/09 - 09/10	Year 4 10/10 - 09/11	Year 5 10/11 - 09/12
<b>Human Development Project</b>					
Education and Training	■	■	■	■	■
Water and Sanitation	■	■	■	■	■
Rural Electrification	■	■	■	■	■
Community Infrastructure	■	■	■	■	■
<b>Productive Development Project</b>					
Production and Business	■	■	■	■	■
Investment Support	■	■	■	■	■
Financial Services	■	■	■	■	■
<b>Connectivity Project</b>					
Northern Transnational Highway	■	■	■	■	■
Connecting Roads	■	■	■	■	■

- Project Preparation
- Construction - Infrastructure
- Project Activities - Other Sectors

**1**  
FOMILENIO continues implementation of the one year pilot program providing scholarships to 115 post-secondary and middle technical school students

**2**  
June/July 2008: Signed the first 10 grants (\$5m) under the productive development pilot activity to provide business and production service supprt. The pilots will be implemented in two years and are expected to benefit 1,600 people in the northern zone

**3**  
FOMILENIO started to review and evaluate proposals for the Connectivity Project Manager

### We Are Here

July, 2008  
 Disbursements to Date..... \$5,963,122  
 Total Contract Commitments..... \$53,197,661

\* For more information on country proposals, due diligence, program set-up, implementation and monitoring, and ongoing impact, please see the diagram entitled *Typical MCC Program Cycle* at [www.mcc.gov](http://www.mcc.gov).



## Georgia Compact Progress

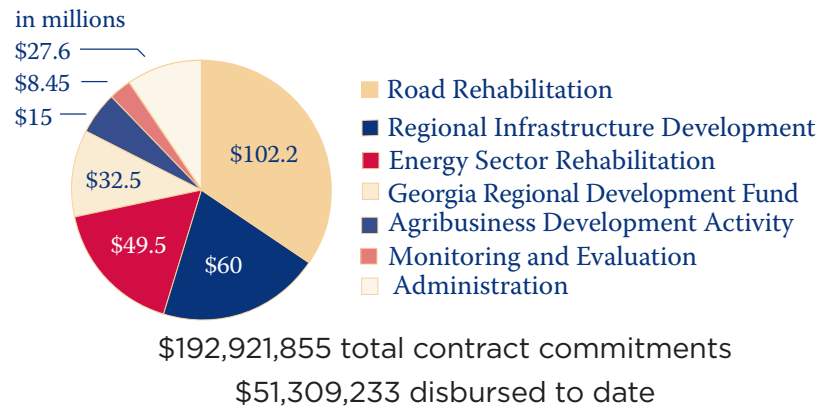
- ★ **Agribusiness Development Activity:** Over 1,000 grant applications have been received from farmers and businesses. Grants totaling \$3,182,302 have been awarded to 78 agribusiness development projects, creating 1,116 new jobs, improving technologies, facilitating market access, and benefiting some 55,000 rural Georgians.
- ★ **Energy Sector Rehabilitation:** Under phase I, repairs on the North-South Gas Pipeline have been completed. These repairs at six sites protect the pipeline from corrosion, landslide, and floodwaters. In addition to supplying commercial and residential gas to the entire country, the pipeline also provides gas to an electric power plant.

- ★ **Georgia Regional Development Fund:** The fund invested \$1.7 million in a construction supply company and approved a \$1.8 million investment in a rural hotel chain. These are the first two grants awarded by the fund.
- ★ *Note: This compact has been restructured due to escalating global construction costs and currency fluctuations. MCC and MCG have re-allocated \$21.4 million in funds to the Samtskhte-Javakheti road activity (from the Regional Infrastructure Development activity and from savings in program management).*

### Compact At-A-Glance

Signed .....9/12/2005  
 Entry Into Force..... 4/7/2006  
 The five-year, \$295.3 million compact will rehabilitate key regional infrastructure, stimulate regional trade by improving transportation, ensure a reliable energy supply, improve the delivery of regional and municipal services and develop regional enterprises by investing in farms and other enterprises.

### Obligations by Project



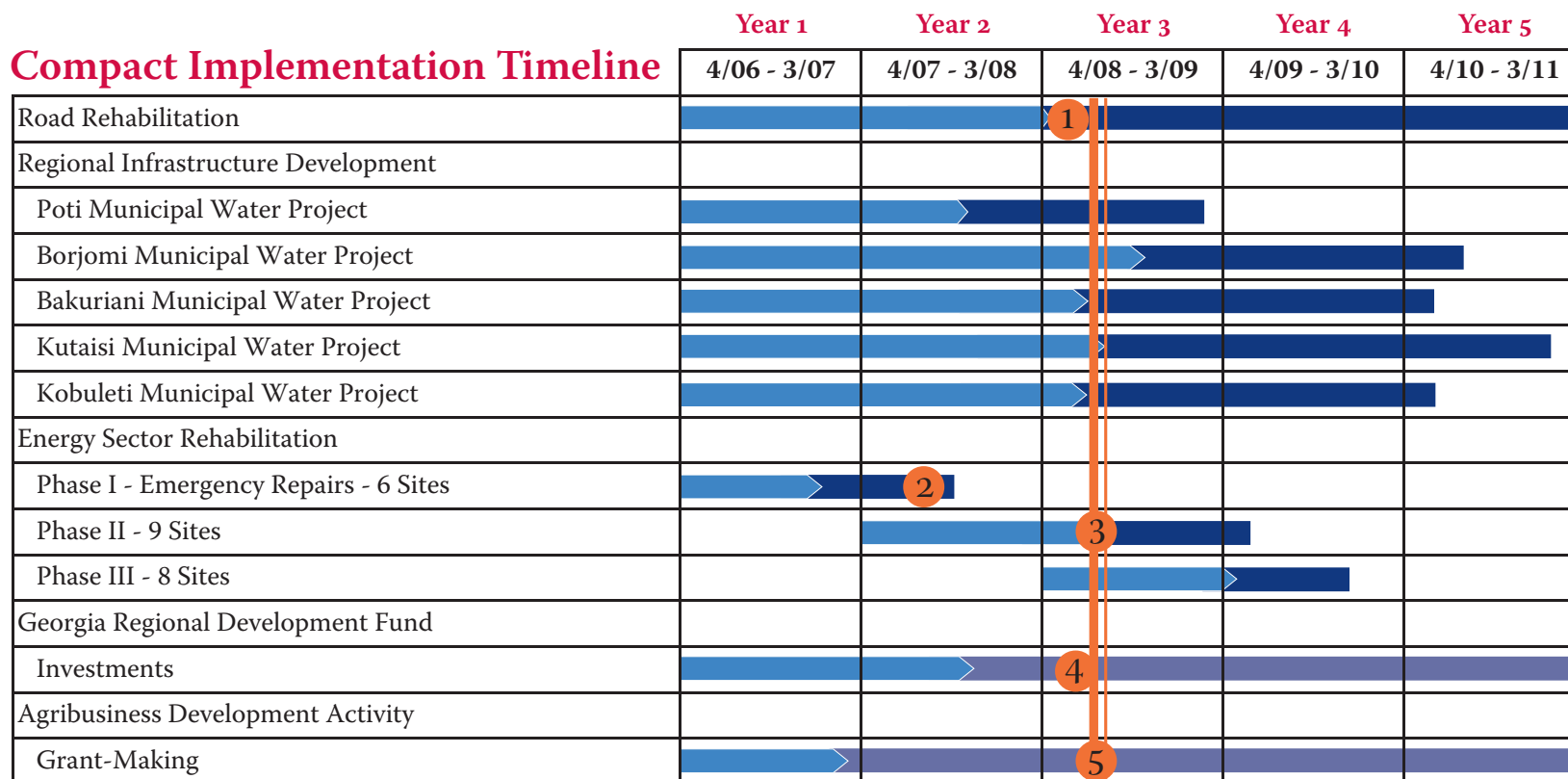
### Country At-A-Glance

Population..... 4,474,404\*  
 GNI per Capita .....\$2,120\*



On the Web:  
[www.mcc.gov](http://www.mcc.gov)  
[www.mcg.ge](http://www.mcg.ge)

## Compact Implementation Timeline



- Project Preparation
- Construction - Infrastructure
- Project Activities - Other Sectors

1  
June 5, 2008:  
Construction begins on road

2  
Sep. 2007:  
\$15 million of priority pipeline repairs completed on budget

3  
Construction bids received

4  
Second investment approved - \$1.8 million in Rcheuli Hotels.

5  
A total of 78 grants awarded with a value of \$3 million

**We Are Here**

July, 2008  
Disbursements to Date..... \$51,309,233  
Total Contract Commitments.. \$192,921,855

\* For more information on country proposals, due diligence, program set-up, implementation and monitoring, and ongoing impact, please see the diagram entitled *Typical MCC Program Cycle* at [www.mcc.gov](http://www.mcc.gov).



## Ghana Compact Progress

- ★ **Agriculture Project:** The Bank of Ghana, an implementing entity for this project, provided loans totaling \$1,000,000 for the agricultural sector under the Credit Activity. The bank has certified 35 financial institutions to participate in the compact’s credit program for farmers.
- ★ **Transportation Project:** Infrastructure contractors completed the design for the rehabilitation and construction of the ferry dry dock as part of the Improvements to Lake Volta Ferry Services Activity.
- ★ **Rural Development Project:** Thirty renovated schools with new desks will be ready for the first day of the next school year. Reno-

vation of 30 additional flood affected schools in Northern Ghana will begin after the rainy season.

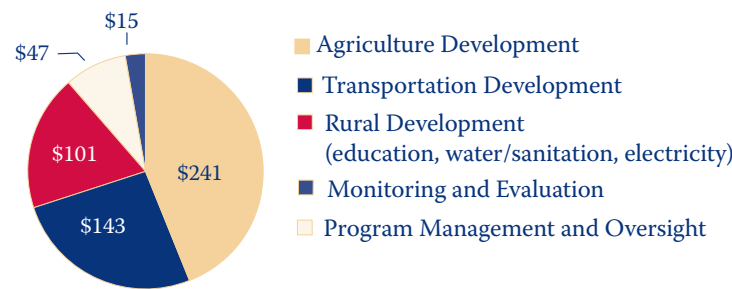
- ★ **Other Highlights:** MCC and the Alliance for a Green Revolution in Africa (AGRA) agreed to find opportunities to build on each other’s work, with Ghana selected as a target country. An initial effort focuses on revising Ghana’s seed law to open the market, introducing improved seed varieties.

### Compact At-A-Glance

Signed .....8/1 /2006  
 Entry Into Force.....2/16/2007  
 The five-year, approximately \$547 million compact will increase farmer incomes through private sector-led agribusiness development. The compact aims to spur the production and productivity of both staple and high-value crops to make Ghana’s agricultural products more competitive in regional and global markets.

### Obligations by Project

in millions



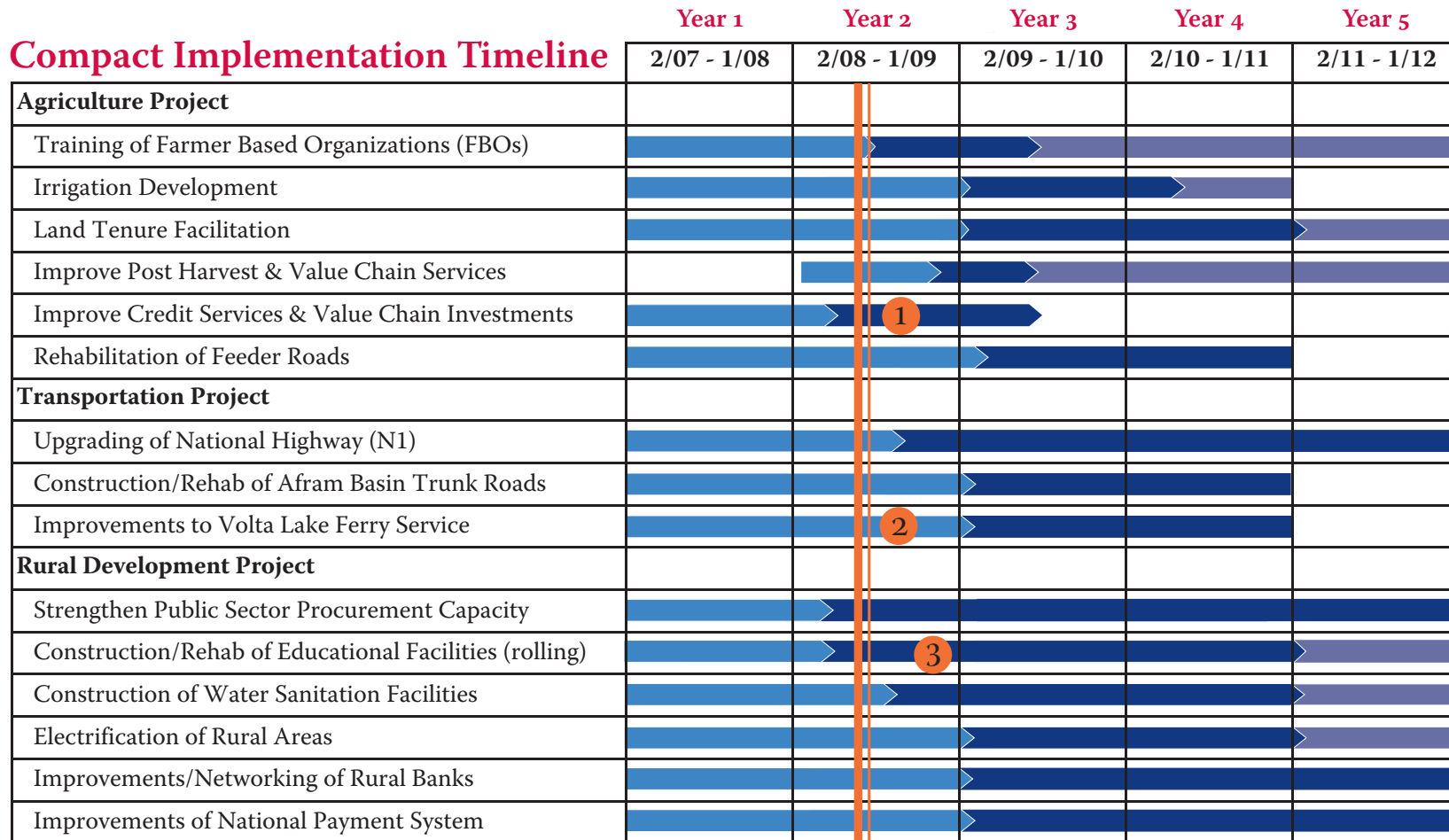
\$75,115,548 total contract commitments  
 \$15,534,096 disbursed to date

### Country At-A-Glance

Population.....22,931,299\*  
 GNI per Capita .....\$590\*



On the Web:  
[www.mcc.gov](http://www.mcc.gov)  
[www.mida.gov.gh](http://www.mida.gov.gh)



Project Preparation  
 Construction - Infrastructure  
 Project Activities - Other Sectors

**We Are Here**

**July, 2008**  
 Disbursements to Date..... \$15,534,096  
 Total Contract Commitments..... \$75,115,548

1  
**June 2008:**  
 Credit provided farmers passes \$1 million

2  
**June 2008:**  
 Proposed ferry and dry dock design completed

3  
**Aug. 2007:**  
 35 schools renovated and desks delivered

\* For more information on country proposals, due diligence, program set-up, implementation and monitoring, and ongoing impact, please see the diagram entitled *Typical MCC Program Cycle* at [www.mcc.gov](http://www.mcc.gov).



## Honduras Compact Progress

- ★ **Transportation Project:** President Zelaya recently presided over the ceremony inaugurating road construction for the North Segment of the CA-5 Highway. Resettlement activities planned within the CA-5 Highway Activity are underway. Affected both parties alongside the North Segment have started to receive indemnification payments.
- ★ **Rural Development Project:** More than 2,600 farmers are receiving technical assistance and training in areas such as best agricultural practices and integrated pest management

Thirty four concept papers were received for the second round of the Agricultural Public Goods Grant Facility. It seeks to award a total of \$3.2 million in grants in this round to selected projects aimed at increasing the productivity of Honduran farmers.

- ★ **Other Highlights:** During a recent visit to Honduras, Deputy Secretary of State John Negroponte participated in a MCA-H event to publicly acknowledge the proposed co-financing by the Central American Bank for Economic Integration (CABEI) of the CA-5 Highway. The event highlighted the commitment of the Honduran Ministry of Finance, MCC and CABEI to cooperate to successfully conclude the proposed CABEI co-financing.
- ★ **Note:** *The transportation project in this compact has been restructured due to escalating global construction costs and an expansion of the construction works required. CABEI has approved a \$130 million loan for the government of Honduras to co-finance the additional costs of the improvements to the CA-5 Highway planned in the compact.*

### Compact At-A-Glance

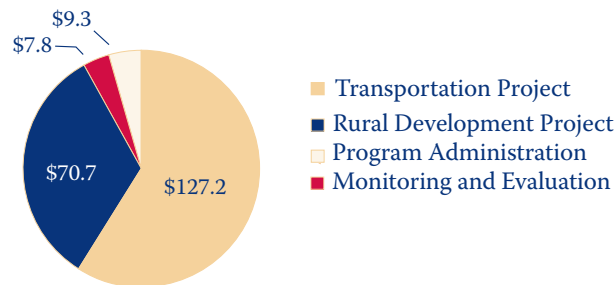
Signed ..... 6/13/2005

Entry Into Force..... 9/29/2005

The five-year, \$215 million compact's two main objectives are to increase the productivity and business skills of farmers and to reduce transportation costs between targeted production centers and national, regional and global markets.

### Obligations by Project

in millions



\$92,120,512 total contract commitments  
 \$21,461,927 disbursed to date

### Country At-A-Glance

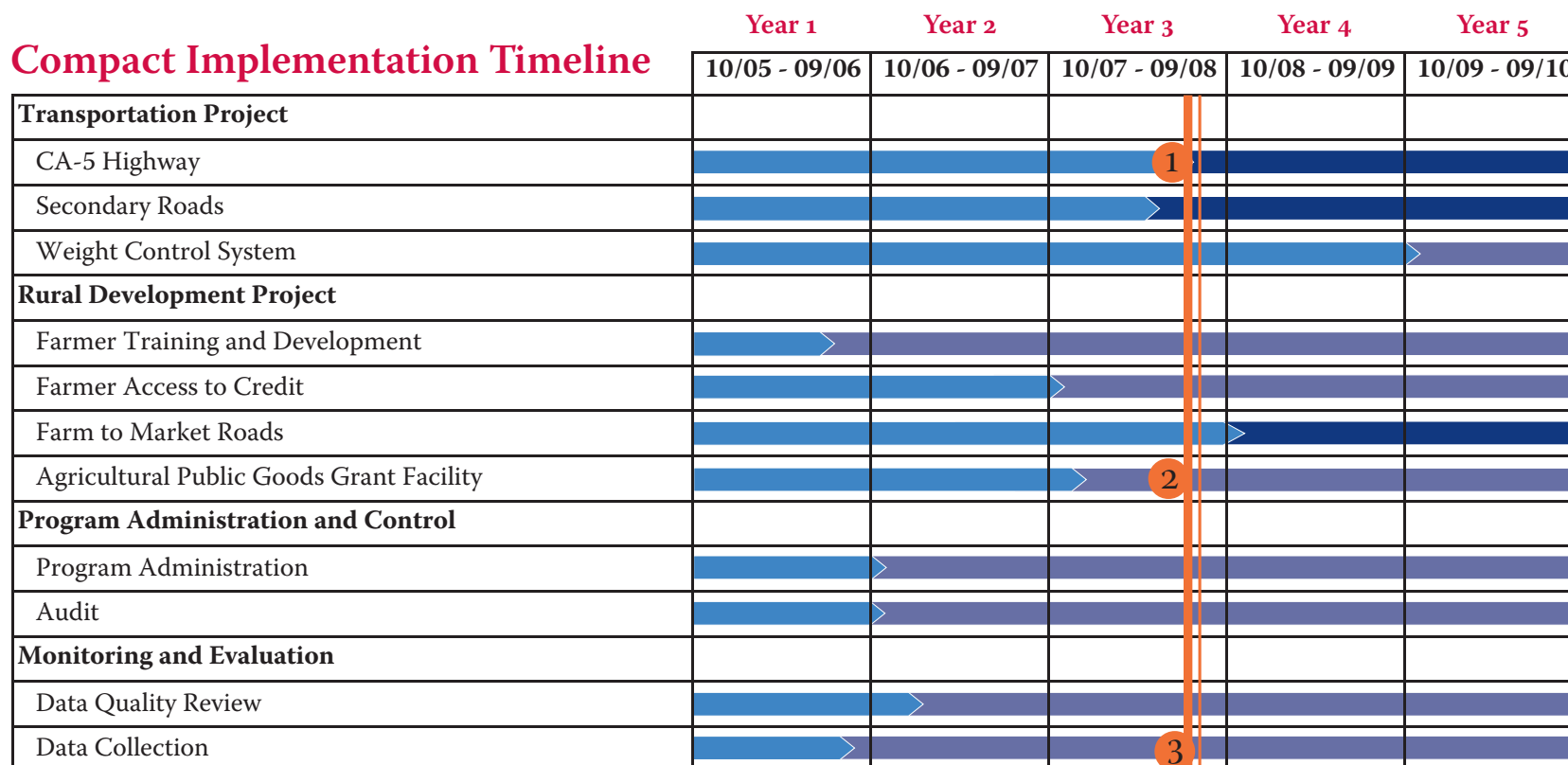
Population..... 7,483,763\*

GNI per Capita ..... \$1,600\*



On the Web:  
[www.mcc.gov](http://www.mcc.gov)  
[www.mcahonduras.hn](http://www.mcahonduras.hn)

## Compact Implementation Timeline



- Project Preparation
- Construction - Infrastructure
- Project Activities - Other Sectors

**1**  
**June 2008:**  
 Construction contracts for the North Segment of CA-5 were awarded. Contractor is mobilizing for July construction

**2**  
**June 2008:**  
 34 concept papers are being reviewed for the 2nd round of APGGF. USD\$3.2 million is the target for this 2nd round

**3**  
**June 2008:**  
 The Honduran National Institute of Statistics and MCA-H have recently signed an agreement for the collection of data for the RD project

**We Are Here**  
**July, 2008**  
 Disbursements to Date..... \$21,461,927  
 Total Contract Commitments..... \$92,120,512

\* For more information on country proposals, due diligence, program set-up, implementation and monitoring, and ongoing impact, please see the diagram entitled *Typical MCC Program Cycle* at [www.mcc.gov](http://www.mcc.gov).





**Update on Progress**

- In December 2007, the MCC Board of Directors re-selected Jordan to be eligible for MCC Compact funding. Jordan improved its performance on the MCC eligibility indicators, improving from fail to pass in “Girl’s Primary Education and Trade Policy.”
- In April 2008, Jordan completed a constraints analysis and a sector analysis that highlighted key challenges to long-term, sustainable economic growth in Jordan.
- In April and May, Jordan conducted a broad, participatory consultative process that included town hall meetings in each of the country’s twelve governorates. This process provided opportunities for a cross section of citizens, civil society organizations and the private sector to share issues, concerns, and potential investment ideas.
- Jordan is currently developing “concept papers” that define potential projects to address one or more of the problems identified through the constraints analysis, sector analysis and consultative process.
- Since early 2007, Jordan’s Threshold Program has been advancing customs reform and improvements in municipal governance. The on-going program is managed by USAID.

**Compact Status**

Status.....Eligible

**Country Information**

Population ..... 5,600,000\*

GNI Per Capita.....\$2,850\*

**Compact Process**

Stage	Completed
<input checked="" type="checkbox"/> Eligibility Notification	11-08-2006
Proposal Receipt	
Opportunity Memo	
Congressional Notification on Compact Negotiations	
Investment Memo	
Board Approval	
Compact Signing	
Entry Into Force	
Initial Disbursement	

\*World Development Indicators, World Bank, 2007



## Lesotho Compact Progress

- ★ **Program Set-Up:** The MCA-Lesotho Board of Directors and the Stakeholders Committee have been established. In addition, the MCA Board of Directors has recruited a CEO and eight senior MCA staff. Thirteen procurements totaling \$14.5 have been signed, mostly pertaining to MCA setup.
- ★ **Private Sector Development Project:** Procurement is underway for goods and services related to a number of private sector development initiatives, including reforms in credit law and regulations, land information and registration systems, legal systems, and the establishment of the Land Administration Authority.

In June, MCA-Lesotho sponsored a National Identity Card workshop to launch a program providing national identity cards to all Basotho aged 15 years and older. The database resulting from this program will be linked to all public records and used to promote

access to financial credit to facilitate economic growth both regionally and within Lesotho.

Another MCA-sponsored workshop attended by civil society, private sector, local government and parliamentary representatives launched the development of a new National Land Administration Authority.

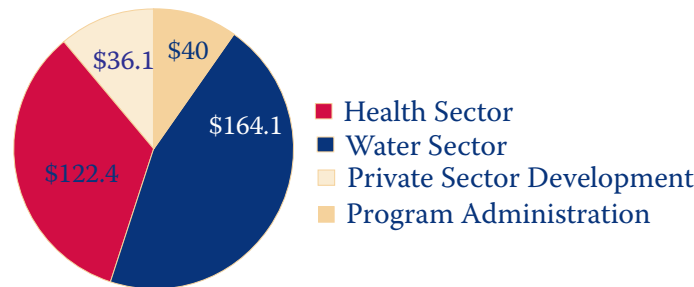
- ★ **Other Highlights:** MCA and the US Centers for Disease Control and Prevention (CDC) under the President’s Emergency Plan for AIDS Relief (PEPFAR) co-sponsored the National Laboratory Policy and Strategic Plan workshop that took place from June 9-12 in Maseru. Attended by representatives of the Government of Lesotho, NGOs, international agencies and technical experts, the workshop resulted in a national laboratory strategy. This initiative directly benefits the MCC funded construction of a new National Reference Laboratory under the compact’s Health Sector Project that will serve the entire country.

### Compact At-A-Glance

Signed .....7/23/2007  
 Entry Into Force.....To be determined  
 The \$363 million compact with Lesotho will improve health outcomes and productivity through strengthening the health system, removing barriers to foreign and local private sector investment and providing water supply for industrial and domestic use.

### Obligations by Project

in millions



\$3,597,553 total contract commitments  
 \$1,831,196 disbursed to date

### Country At-A-Glance

Population..... 2,125,262\*  
 GNI per Capita ..... \$1,000\*



On the Web:  
[www.mcc.gov](http://www.mcc.gov)



## Madagascar Compact Progress

- ★ **Land Tenure Project:** MCA-Madagascar is currently restoring and digitizing 88,000 land tenure documents, including land titles, cadastre plans and landowner personal records, in 10 of the country's 29 regional land service offices. These documents will be entered into a country-wide land management database. A total of 19 land management offices are operational and have issued 3,300 land certificates, securing land rights for 2,000 families.
- ★ **Finance Project:** MCA-Madagascar has signed four contracts with IT firms to implement the \$8 million national inter-bank payment system. Assistance to the National Savings Bank in modernizing its information management system and opening new branches is helping increase the bank's capacity to provide faster and more comprehensive services to its clientele as well as expand access to banking services.
- ★ **Agricultural Business Investment Project:** Over 20,000 farmers and 77 small businesses have received technical assistance under

the program. MCA-Madagascar has also assisted farmer groups in mobilizing microfinance loans worth \$625,000.

- ★ **Other Highlights:** The Malagasy government recently held a "Friends of Madagascar" roundtable with high-level representatives from donor agencies. The conference's objective was to promote the Madagascar Action Plan (MAP)—the government's national poverty reduction strategy—and encourage support for its implementation.
- ★ *Note: The Millennium Challenge Corporation signed its first and only four-year Compact with the Government of Madagascar in April 2005. The Compact was amended in July 2008 to extend its term by one additional year. The extension of the Compact term is intended to allow a more complete achievement of the goals set out in the Compact and enhance sustainability of its investments.*

### Compact At-A-Glance

Signed .....4/18/2005  
 Entry Into Force.....7/27/2005  
 The \$110 million compact will increase land security, expand competition in the financial sector and spur investment in farms and other rural businesses.

### Obligations by Project

in millions



\$71,077,363 total contract commitments  
 \$37,748,019 disbursed to date

### Country At-A-Glance

Population.....19,448,815\*  
 GNI per Capita.....\$320\*



On the Web:  
[www.mcc.gov](http://www.mcc.gov)  
[www.mcamadagascar.org](http://www.mcamadagascar.org)

## Compact Implementation Timeline

	Year 1 08/05 - 07/06	Year 2 08/06 - 07/07	Year 3 08/07 - 07/08	Year 4 08/08 - 07/09
<b>Land Tenure Project</b>				
Support Development of National Land Policy Framework			1	
Improve Ability of the National Land Service Administration				
Decentralization of Land Services				
Land Tenure Regularization				
Information Gathering Analysis and Dissemination				
<b>Finance Project</b>				
Promote Legal and Regulatory Reform				
Reform Sovereign Debt Management and Issuance				
Strengthen the National Savings Bank				
Provide New Instruments for Agribusiness Credit				
Modernize National Interbank Payment System			2	
Improve Credit Skills Training, Increase Credit Information				
<b>Agricultural Business Investment Project</b>				
Create and Operate Six Agricultural Business Centers			3	
Create National Coordinating Center for ABC's				
Identify Investment Opportunities				
Build Management Capacity Zones				

- Project Preparation
- Construction - Infrastructure
- Project Activities - Other Sectors

\* For more information on country proposals, due diligence, program set-up, implementation and monitoring, and ongoing impact, please see the diagram entitled *Typical MCC Program Cycle* at [www.mcc.gov](http://www.mcc.gov).

**1**  
**May 2009:**  
 Approval by Council of Ministers of two new pieces of land legislation, clarifying governance of state-owned and private land

**2**  
**May 2008:**  
 Contracts signed to establish the new national inter-bank payment system

**3**  
**June 2008:**  
 Launched bids for the construction of ABC's in three regions

**We Are Here**

**July, 2008**  
 Disbursements to Date..... \$37,748,019  
 Total Contract Commitments..... \$71,077,363



Update on Progress

- The Vice President for Compact Development made the initial trip to Malawi on January 14, 2008. He met with the president, cabinet, donor heads of mission, NGOs & civil society groups, media and private sector.
In mid-March 2008, the Government of Malawi named Mr. Kakhobwe as the point of contact to lead their core team in the compact development process in conjunction with Mr. Alex Gomani as the Chief Economist.
MCC conducted its initial technical visit from April 13-26 to work with the core team in planning the constraints analysis and consultative process.
The consultative process is commencing the first week of July and the constraints analysis is to be finalized in August.
MCC's Capacity Building Program has been established for eligible countries to receive assistance, not only in carrying out compact development and implementation more expeditiously, but also to better manage development results. Malawi will receive funding for capacity building in procurement as this is a critical need identified in Malawi's National Capacity Development Program. The RFP for capacity building was sent out Tuesday, June 24th. The expected award date is November 2008.
Malawi's two-year \$20.9 million threshold program, focused on anticorruption reforms, will conclude in June 2008.

Compact Status

Status.....Eligible

Country Information

Population .....13,162,995\*
GNI Per Capita.....\$250\*

Compact Process

Table with 2 columns: Stage, Completed. Rows include Eligibility Notification (12-20-2007), Proposal Receipt, Opportunity Memo, Congressional Notification on Compact Negotiations, Investment Memo, Board Approval, Compact Signing, Entry Into Force, Initial Disbursement.

\*World Development Indicators, World Bank, 2007



## Mali Compact Progress

- ★ **Alatona Irrigation Project:** Procurement actions are underway to procure goods and services for agricultural systems development, and irrigation design and supervision. Technical documents are being prepared for the forthcoming procurement process for construction of the Alatona irrigation and social infrastructures, including resettlement and land allocation.

The procurement process has begun for the Niono- Goma Coura road construction and supervision contracts have started, with construction to begin by the end of 2008.

- ★ **Bamako-Senou Airport Improvement Project:** Runway and airport terminal design and construction supervision procurements will start this quarter. Construction is projected to begin in mid 2009.

- ★ **Other Highlights:** Over 75 stakeholders, including various ministries and experts, attended a design workshop in Bamako to discuss their vision for the proposed Bamako Senou International Airport. Their input will inform the Design Brief to be submitted to the company in charge of the airport’s design.

MCC’s new partnership with the Alliance for a Green Revolution in Africa (AGRA) is solidifying and will expand opportunities for Alatona farmers and boost private sector capacities in post-harvest systems and value-added processing.

- ★ *Note: This compact is being restructured due to escalating global construction costs and currency fluctuations. Updated information regarding compact structure and budget will be available next quarter.*

### Compact At-A-Glance

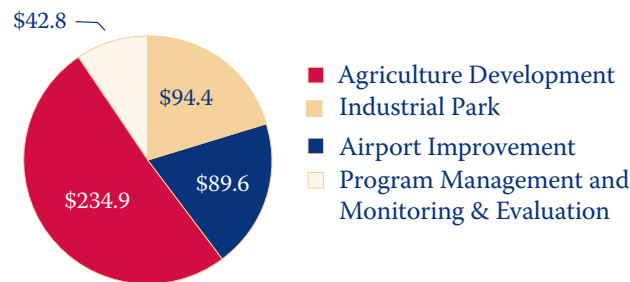
Signed ..... 11/13/2006

Entry Into Force.....9/17/2007

The five-year, \$461 million compact will increase agricultural production and productivity, support the development of small and medium sized enterprises and expand Mali’s access to markets and trade through key infrastructural investments in the Bamako-Sénou Airport and irrigation systems in the Niger River.

### Obligations by Project

in millions



\$24,120,384 total contract commitments  
 \$8,488,997 disbursed to date

### Country At-A-Glance

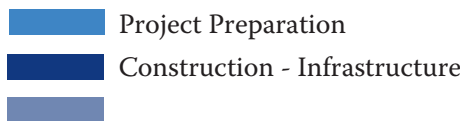
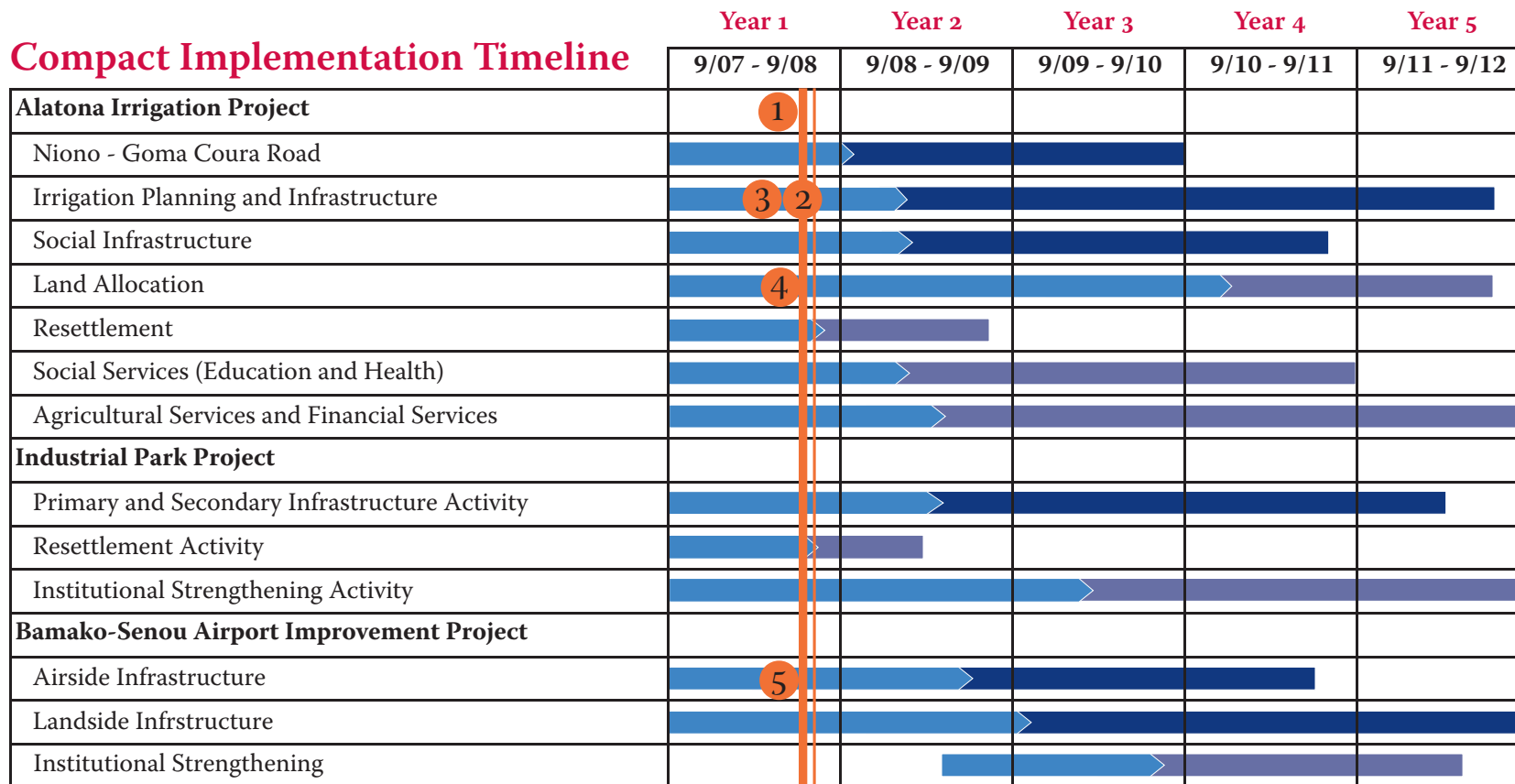
Population.....11,995,402\*

GNI per Capita ..... \$500\*



On the Web:  
[www.mcc.gov](http://www.mcc.gov)  
[www.mcamali.org](http://www.mcamali.org)

## Compact Implementation Timeline



**We Are Here**

**July, 2008**  
 Disbursements to Date..... \$8,488,997  
 Total Contract Commitments..... \$24,120,384

**1**  
**June 2008:**  
 Road construction Request for Proposals launched; Implementing Entity Agreement with National Roads Directorate signed by MCA-Mali

**2**  
**July 2008:**  
 Request for Proposals for irrigation construction ready for launch

**3**  
**June 2008:**  
 Prequalifications for irrigation supervision

**4**  
**June 2008:**  
 Government of Mali funds critical Alatona perimeter delimitation

**5**  
**June 2008:**  
 Collaborative design workshop leads to shared vision of new Bamako airport  
  
 Airport design and supervision Request for Proposal launched

\* For more information on country proposals, due diligence, program set-up, implementation and monitoring, and ongoing impact, please see the diagram entitled *Typical MCC Program Cycle* at [www.mcc.gov](http://www.mcc.gov).



Update on Progress

- The Government of Moldova has identified the political and technical points of contact to serve as MCC's partners in the compact development process, and has formed an MCA unit to perform necessary analysis for Moldova's compact proposal to the MCC.
The Moldovan core team submitted analyses of the country's economy and industry sectors. Input solicited from donors, members of the private sector and other members of the general public is included in the final reports, which are available at the Government of Moldova's MCA website.
The Government of Moldova concluded the first phase of its consultative process on July 26, 2007, with a conference in Ungheni. On September 12, 2007, the U.S. Embassy in Chisinau hosted an event where all of Moldova's political parties were invited to hear more about MCC's processes and the results of the Moldovan MCA unit's analyses and consultative process. On October 24, 2007, the National Monitoring Committee for the Compact Development Process approved the preliminary components of the country proposal. The second phase of the public consultations, framed around the approved preliminary components, took place in November 2007. Holding public consultations are an ongoing process throughout compact development and into implementation.
The Moldovan government submitted their proposal to MCC on February 28, 2008 that included four projects: Rehabilitation of the Road Network, Transition to High Value Agriculture, Energy Sector Efficiency Growth, and Rural Primary Health Care.
After thoroughly reviewing the proposal, undertaking an internal peer review, consulting with donors, counterparts, key stakeholders, and fielding of a two-week mission with multiple technical specialists, MCC decided to move forward with developing the proposed Rehabilitation of the Road Network and Transition to High Value Agriculture projects.
The MCC team is working closely with the core team and stakeholders to further develop the two projects utilizing 609(g) funding, regarding which Congress was notified in July 2008.
In early June 2008, Moldova was classified as a Tier 3 country in the United States Department of State's 2008 Trafficking in Persons Report, and was provided an action plan for addressing this issue. Failure to improve Moldova's classification would have very serious consequences on MCC's ability to continue work with Moldova. Additional information on the 2008 State Department Trafficking in Person's report can be found under: http://moldova.usembassy.gov/tip2008.html
For additional information on the consultative process and the proposal, please visit the Government of Moldova's MCA website at www.mca.gov.md.

\*World Development Indicators, World Bank, 2007

Compact Status

Status.....Eligible

Country Information

Population .....4,466,706 \*

GNI Per Capita.....1,260\*

Compact Process

Table with 2 columns: Stage, Completed. Rows include Eligibility Notification (11-08-2006), Proposal Receipt (02-28-2008), Opportunity Memo, Congressional Notification on Compact Negotiations, Investment Memo, Board Approval, Compact Signing, Entry Into Force, Initial Disbursement.





## Mongolia Compact Progress

★ **Program Set-Up:** MCA-Mongolia completed the process of hiring all 12 of its senior positions and held a compact implementation workshop in May in which MCC and MCA staff worked together on implementation planning.

MCA-Mongolia signed Memoranda of Understanding (MOU) with the Ministry of Food and Agriculture, as well as with the Ministry of Construction and Urban Development for cooperation and coordination during project implementation.

The MCA-Mongolia Board have been meeting monthly and recently approved an MOU with the Ministry of Health for collaboration in the implementation of the Health Project.

★ **Railroad Project:** Procurements are underway for the following services: rail project manager, rail audit, environmental and social oversight consultant, and environmental impact assessment.

★ **Other Highlights:** The national railway joint venture “UBTZ” agreed to key initial conditions precedent to compact funding of the rail project, including allowing audits of its financial accounting in order to move toward adherence to International Accounting Standards.

### Compact At-A-Glance

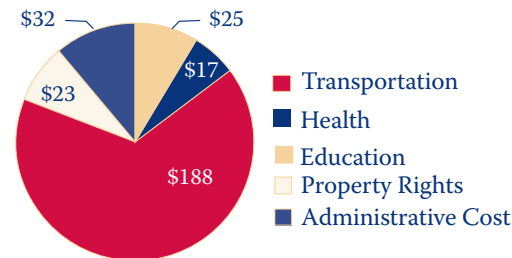
Signed ..... 10/22/2007

Entry Into Force.....To be determined

The five-year, \$285 million compact will better enable the country’s burgeoning urbanized market based economy and help Mongolians to increase their incomes by becoming healthier and better trained, by using their land assets more productively and by increasing their capacity to trade with the world.

### Obligations by Project

in millions



\$1,225,425 total contract commitments  
\$420,562 disbursed to date

### Country At-A-Glance

Population.....2,554,000\*

GNI per Capita .....\$1,290\*



On the Web:  
[www.mcc.gov](http://www.mcc.gov)  
[www.mca.mn](http://www.mca.mn)



## Morocco Compact Progress

- ★ **Program Set-Up:** The Director General of the MCC implementing entity has been appointed after a competitive recruitment, and recruitment is underway for other key director positions with the Agency of Partnership for Progress (APP), the organization responsible for implementing the Morocco compact.
- ★ Major procurements related to all five project activities have been released. Morocco signed its first project-related contract in May and feasibility and environmental studies for the Fruit Tree Productivity Project have begun
- ★ **Other Highlights:** The Ministry of Economy and Finance, which is coordinating compact activities until the APP is operational,

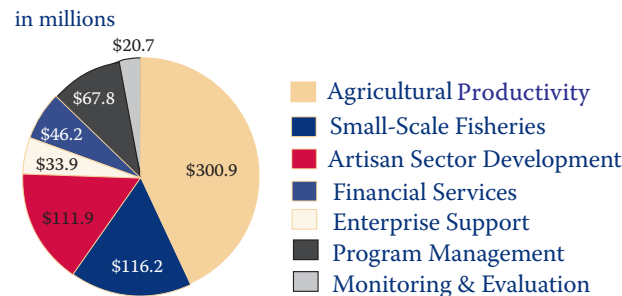
received approval for its second disbursement request totaling \$5 million.

In April, in Meknes, before His Majesty King Mohamed VI, Minister of Agriculture Aziz Akhannouch unveiled the broad outlines of a long-awaited agricultural strategy, known as the “Green Morocco Plan.” In his presentation, Minister Akhannouch singled out the MCC compact for particular praise, terming it a “model” for agricultural development that would be replicated more widely.

### Compact At-A-Glance

Signed ..... 8/3½007  
 Entry Into Force.....To be determined  
 The five-year, \$698 million compact will increase productivity in high potential sectors, including investments in fruit tree productivity, small-scale fisheries and artisan crafts. Small business creation and growth will also be supported by investments in financial services and trainings for entrepreneurs.

### Obligations by Project



\$6,824,582 total contract commitments  
 \$136,527 disbursed to date

### Country At-A-Glance

Population..... 30,168,080\*  
 GNI per Capita .....\$2,250\*



On the Web:  
[www.mcc.gov](http://www.mcc.gov)



## Mozambique Compact Progress

- ★ **Program Set-Up:** MCA-Mozambique has finalized fourteen Implementing Entity Agreements with government ministries, which will be directly responsible for instituting road, water and sanitation, agriculture, and land tenure reform projects.
- ★ **Farmer Income Support Project:** Two contracts have been signed, including one to produce a detailed aerial survey of areas affected by Coconut Lethal Yellowing Disease and another to grow the first of two coconut crops that will replace diseased trees.
- ★ **Other Highlights:** To foster participation and consultation in compact implementation, MCC and MCA have held a series of

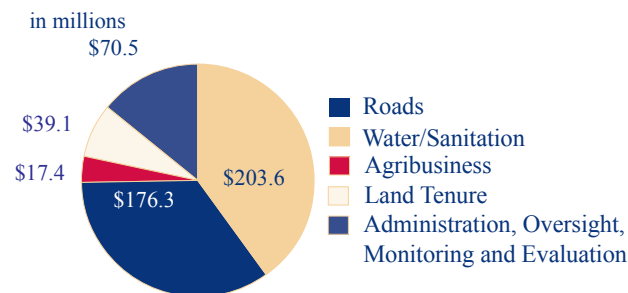
workshops and events with key stakeholders including donors, private sector, civil society and public institutions.

In August 2007, the Council of Ministers approved the Water Sector Policy including water resources management strategy, national water policy and water allocation licensing regulation. This is a key policy reform under the compact.

### Compact At-A-Glance

Signed .....7/13/2007  
 Entry Into Force.....To be determined  
 The five-year, \$507 million compact will improve rural and urban water and sanitation, roads, land administration, and agriculture. It will also address policy reforms and capacity building initiatives. Work will focus on the economically lagging northern provinces, home to half of the country's population.

### Obligations by Project



### Country At-A-Glance

Population..... 19,792,300\*  
 GNI per Capita .....\$320\*



On the Web:  
[www.mcc.gov](http://www.mcc.gov)



Proposed Goal

Namibia's Compact Proposal seeks to reduce poverty through economic growth and foster economic transformation. The proposed program aims to achieve this goal in two ways: increasing the competence of the Namibian workforce (knowledge, skills and attitude), and increasing the productivity of (on-farm and off-farm) enterprises in rural areas. Key sectors proposed include: Education, Agriculture (livestock and indigenous natural products), and Community Based Tourism.

Update on Progress

- In December 2007, the MCC Board of Director re-selected Namibia to be eligible for MCC Compact funding.
On June 12, 2008, MCC's Investment Committee made a recommendation to its Chief Executive Officer to submit the negotiated Compact to MCC's Board of Directors for approval.
From June 16 - 20, a delegation from the Government of Namibia participated in negotiations with MCC on a five-year, \$304.5 million Compact.
On July 10, 2008, MCC's Board of Directors approved the proposed Compact and signing is expected to take place on July 28, 2008.
The transaction team and MCA-Namibia are continuing to work on due diligence of the project components in preparation for implementation and management of the Compact.

Compact Status

Status.....Eligible

Compact Information

Proposed Amount...\$304.5 million

Proposed Duration.....5 years

Country Information

Population .....2,050,821\*

GNI Per Capita.....\$3,210\*

Compact Process

Table with 2 columns: Stage, Completed. Rows include Eligibility Notification (11-08-2005), Proposal Receipt (9-29-2006), Opportunity Memo (12-07-2006), Congressional Notification on Compact Negotiations (04-18-2008), Investment Memo (06-12-2008), Board Approval (07-10-2008), Compact Signing, Entry Into Force, Initial Disbursement.

\*World Development Indicators, World Bank, 2006



## Nicaragua Compact Progress

- ★ **Transportation Project:** Procurement is underway for the Villanueva-Guasaule road segment of the Pan-American Highway and the secondary roads between León-Poneloya and Cinco Pinos-Somotillo.
- ★ **Property Regularization Project:** Surveying and tenure regularization for 800 parcels has begun as part of this project’s pilot. Land titles issued for the 800 parcels will add to the 1,226 titles already issued. A Property Conflict Mediation Center opened in León to resolve disputes through mediated negotiation.
- ★ **Rural Development Project:** 1,772 farmers have prepared agriculture, livestock and non-agricultural business plans to obtain fund-

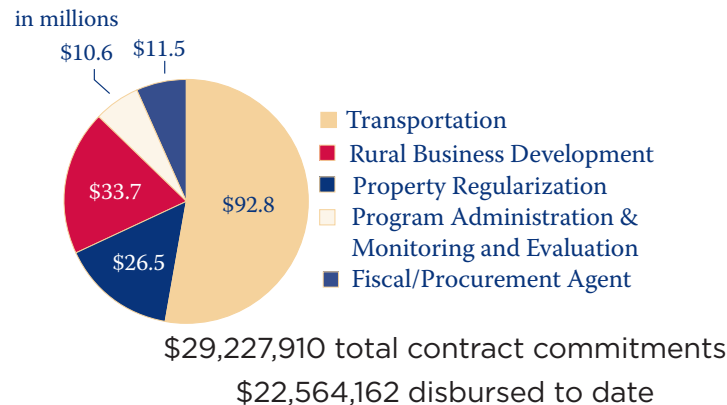
ing aiming at increasing their productivity and improving links to markets. Plans selected by MCA-Nicaragua’s investment committee will receive funding under the project. Sesame seed producers saw a 130% increase in income during the last harvest cycle thanks to technical assistance and access-to-market support.

- ★ **Other Highlights:** The Nicaraguan Government invited MCA-Nicaragua to host a “National Earth Festival” in June. National government, municipal government, civil society, and private sector representatives attended the event. The event served as a space for dialog and collective action where representatives from various organizations joined forces against environmental degradation. MCA’s contribution to reforestation and natural resources conservation was highlighted.

### Compact At-A-Glance

Signed .....7/14/2005  
 Entry Into Force..... 5/26/2006  
 The five-year, \$175 million compact will reduce transportation costs, improve rural communities’ access to markets, and increase wages and profits from farming and related enterprises in the region. Additionally, the compact aims to increase investments by strengthening property rights.

### Obligations by Project



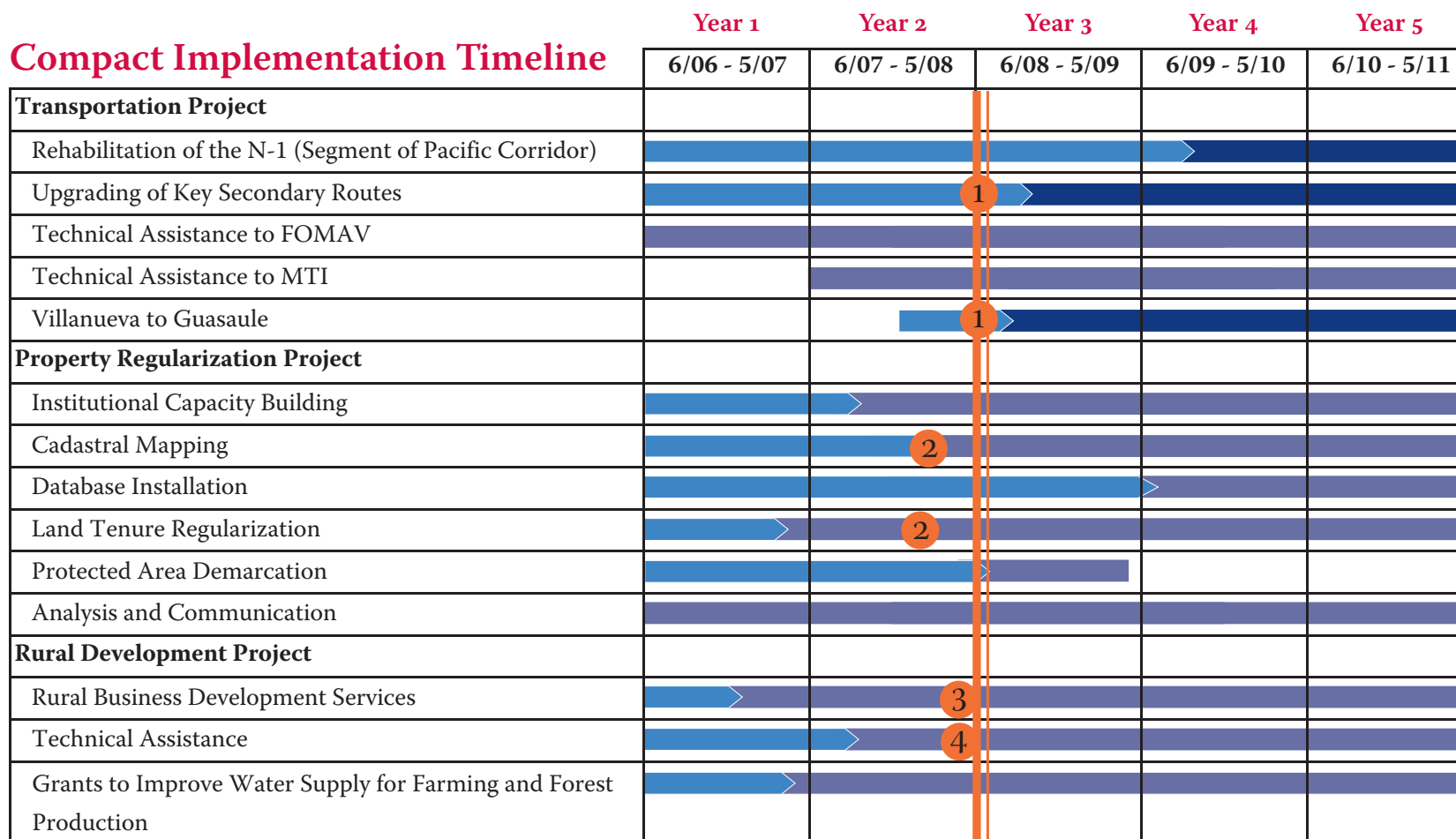
### Country At-A-Glance

Population..... 5,486,685\*  
 GNI per Capita ..... \$980\*



On the Web:  
[www.mcc.gov](http://www.mcc.gov)  
[www.cuentamilenio.org.ni](http://www.cuentamilenio.org.ni)

## Compact Implementation Timeline



- Project Preparation
- Construction - Infrastructure
- Project Activities - Other Sectors

\* For more information on country proposals, due diligence, program set-up, implementation and monitoring, and ongoing impact, please see the diagram entitled *Typical MCC Program Cycle* at [www.mcc.gov](http://www.mcc.gov).

We Are Here

**July, 2008**

Disbursements to Date..... \$22,564,162

Total Contract Commitments..... \$29,227,910

**1**

**June 2008:**  
Successful public bid openings have been held for the Villanueva-Guasaule, Leon-Ponelyoa, and Cinco Pinos-Somotillo roads

**2**

**March 2008:**  
1,226 land titles have been regularized and 800 more are forthcoming as part of a cadastral and regularization pilot project in the Nagarote municipality

**3**

**June 2008:**  
2,234 business Plans have been implemented, resulting in 2,059 new permanent jobs

**4**

**June 2008:**  
Sesame seed producers saw a 130% increase in income during 2007-2008 harvest cycle



**Update on Progress**

- In March 2008, the MCC Board of Directors selected the Philippines to be eligible for Compact funding based on its consistent performance on eligibility indicators, and its effective implementation of the MCC-funded Threshold Program.
- The Philippines has established a dedicated “Millennium Challenge Unit” within the Ministry of Finance to develop a proposal for MCC investments.
- The Philippines has completed a technical analysis of its constraints to economic growth, a first step towards a proposal.
- The Millennium Challenge Unit will be conducting a consultative process with a broad cross section of the society shortly. This process will provide opportunities for citizens, civil society organizations and the private sector to share issues, concerns, and potential investment ideas.
- Following the consultations, the Philippines will develop “concept papers” that define potential projects to address one or more of the problems identified through the Constraints Analysis and Consultative Process.
- Since early 2007, the Philippines’ Threshold Program has been enhancing anti-corruption efforts by strengthening the Office of the Ombudsman, improving revenue administration and increasing enforcement capacity within the Department of Finance. The on-going program is managed by USAID.

**Compact Status**

Status.....Eligible

**Country Information**

Population ..... 83,054,480\*

GNI Per Capita.....\$1,390\*

**Compact Process**

Stage	Completed
<input checked="" type="checkbox"/> Eligibility Notification	03-11-2008
Proposal Receipt	
Opportunity Memo	
Congressional Notification on Compact Negotiations	
Investment Memo	
Board Approval	
Compact Signing	
Entry Into Force	
Initial Disbursement	

\*World Development Indicators, World Bank, 2006



Proposed Goal

- The Government of Senegal is considering redirection of its proposal to MCC.

Update on the Compact Development Process

- MCC and the Government of Senegal continue to collaborate on design and assessment of a program which will address key constraints to Senegal's development, and promote poverty reduction through economic growth.

Compact Status

Status.....Eligible

Compact Information

Proposed Amount..... To Be Determined

Proposed Duration.....5 years

Country Information

Population ..... 11,928,141\*

GNI Per Capita..... \$820\*

Compact Process

Table with 2 columns: Stage, Completed. Rows include Eligibility Notification (3-06-2004), Proposal Receipt (1-15-2005), Opportunity Memo (6-22-2005), Congressional 609g Request (6-30-2005), Congressional Notification on Compact Negotiations, Investment Memo, Board Approval, Compact Signing, Entry Into Force, and Initial Disbursement.

\*World Development Indicators, World Bank, 2007





## Tanzania Compact Progress

- ★ **Program Set-Up:** MCA-Tanzania is now fully staffed and currently completing preparatory work necessary for successful implementation of compact activities.
- ★ **Transport Sector Project:** Representatives from the US Army Corps of Engineers, Tanzania National Roads Agency, MCA-Tanzania, and MCC recently traveled to the field to inspect the Tunduma-Sumbawanga and Mtwara Corridor road segments to be rehabilitated as part of the compact. The mission produced a detailed technical and environmental assessment that will be instrumental in finalizing the road design documents.

In May, MCA-Tanzania held a kick-off meeting for a strategic environmental assessment of Mafia Island that must be completed prior to starting the island’s airport rehabilitation project.

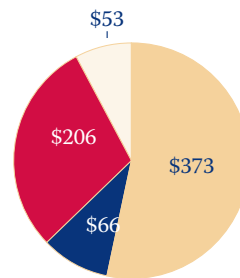
- ★ **Other Highlights:** In June, President Kikwete signed the new Electricity Act, which replaces the previous 67 year old legislation. The passage of this act, which represents a more market-oriented approach to the energy sector, is a condition precedent for funding the Energy Sector Project under the compact and will ultimately help ensure the sustainability of MCC and other energy investments in Tanzania.

### Compact At-A-Glance

Signed .....2/17/2008  
 Entry Into Force.....To be determined  
 The five-year, \$698 million compact will stimulate economic growth, increase household incomes and raise the quality of life in program areas through targeted infrastructure investments in transportation, energy and water.

### Obligations by Project

in millions



- Energy
- Water
- Transportation
- Program Administration

### Country At-A-Glance

Population.....39,477,000\*  
 GNI per Capita .....\$400\*



On the Web:  
[www.mcc.gov](http://www.mcc.gov)  
[www.mca-t.go.tz](http://www.mca-t.go.tz)



Update on Progress

- MCC conducted an initial visit to Ukraine from January 18-24, 2007 to discuss the MCC compact development process with the Government of Ukraine and other key stakeholders and to describe next steps.
A second visit took place from March 11-17, 2007 during which the MCC delegation met with the regional governments of Lviv, Odessa, Dnepropetrovsk, and the Autonomous Republic of Crimea. This visit focused on raising awareness of MCC's existing threshold program in Ukraine and of Ukraine's eligibility to participate in MCC's compact program. The visit also focused on engaging the regional governments, NGOs and private sector leaders in the compact development process.
During a visit from July 7-10, 2007 MCC's Vice President of Operations met with President Yushchenko and members of the Millennium Challenge Account working group in Kyiv to further discuss the compact development process and necessary next steps.

Compact Status

Status.....Eligible

Country Information

Population .....46,571,153\*
GNI Per Capita.....\$2,550\*

Compact Process

Table with 2 columns: Stage, Completed. Rows include Eligibility (checked), Notification, Proposal Receipt, Opportunity Memo, Congressional Notification on Compact Negotiations, Investment Memo, Board Approval, Compact Signing, Entry Into Force, Initial Disbursement.

\*World Development Indicators, World Bank, 2007



## Vanuatu Compact Progress

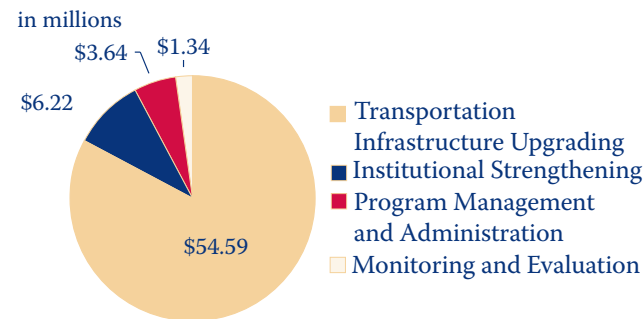
- ★ **Transportation Infrastructure Project:** MCA-Vanuatu has signed a \$54 million design and build contract for the construction of the Efate Ring Road and segments of the Santo East Coast Road. Survey and design work for the Efate Ring Road have already started and construction is expected to begin in August. Environmental, social and resettlement assessments required by the compact are underway.
- ★ **Institutional Strengthening:** MCA has initiated the procurement process for maintenance equipment for the Public Works Department. This equipment will help increase the department's maintenance capacity and ensure the longevity of the projects.

- ★ **Other Highlights:** MCC has obtained baseline data from household income and expenditure, tourism, and roadside enterprise surveys, among others. This information will be used to measure the compact's performance.
- ★ *Note: This project has undergone restructuring due to escalating global construction costs and currency fluctuations. MCC will fund up to 70% of the road rehabilitation planned in the compact with a focus on the two main islands of Vanuatu. MCC has actively supported Government of Vanuatu in negotiations with other donors to possibly finance the remaining project components.*

### Compact At-A-Glance

Signed ..... 3/29/2006  
Entry Into Force..... 4/28/2006  
The five-year, \$66 million compact focuses on improvements to the country's transportation infrastructure. The program will benefit rural agricultural producers and the tourism sector by reducing transportation costs and improving transportation services.

### Obligations by Project



\$57,092,907 total contract commitments  
\$14,661,497 disbursed to date

### Country At-A-Glance

Population..... 211,400\*  
GNI per Capita ..... \$1840\*



On the Web:  
[www.mcc.gov](http://www.mcc.gov)  
[www.governmentofvanuatu.gov.vu/mca-vanuatu](http://www.governmentofvanuatu.gov.vu/mca-vanuatu)

## Compact Implementation Timeline

	Year 1	Year 2	Year 3	Year 4	Year 5
	4/06 -03/07	4/07 - 3/08	4/08 - 3/09	4/09 - 3/10	4/10 - 3/11
<b>Transportation Infrastructure Project</b>					
Design and Build Civil Works Project			1 2		
Technical Assistance for Supervisory and Public Works Dept.			>		
<b>Institutional Strengthening</b>					
Institutional Capacity Building within the Public Works Dept.	>				

- Project Preparation
- Construction - Infrastructure
- Project Activities - Other Sectors

**1**  
 May 2008:  
 Contracts signed for \$54 million Civil Works project and contractors mobilized

**2**  
 August 2008:  
 Targeted construction start date for Efate Ring Road

**We Are Here**

**July, 2008**  
 Disbursements to Date..... \$14,661,497  
 Total Contract Commitments..... \$57,092,907

\* For more information on country proposals, due diligence, program set-up, implementation and monitoring, and ongoing impact, please see the diagram entitled *Typical MCC Program Cycle* at [www.mcc.gov](http://www.mcc.gov).