

Armenia Compact Progress

- ★ **Rural Road Rehabilitation:** Rehabilitation works continue on a 25 kilometer segment of rural road linking northern farmers to major agricultural markets in the region. By the end of 2008, nine villages will benefit from access to the new road.
- ★ In September 2008, MCA-Armenia began the rehabilitation of 273 kilometers of rural road segments impacting all regions of Armenia. The Government of Armenia is contributing \$14 million (excluding VAT) toward this \$60.4 million project.
- ★ **Irrigation Infrastructure Activity:** Repairs to 6,500 meters of irrigation canal that services 1,137 acres of farmland were completed in August 2008. The 637 farmers who will benefit from the

improved irrigation resulting from these repairs provided 15% of the funds required for the repairs project.

- ★ **Water-to-Market Activity:** An additional 3,000 farmers have been trained in the use of new and improved farming technologies, bringing the total to 15,000. In 2008, over 125 farmers received a total of \$1.5 million in credit to develop their agribusinesses.
- ★ *Note: Compact funding allocations for Armenia have not changed since compact signature, although irrigated infrastructure and road construction works have been adjusted in scope/size due to escalating global construction costs and currency fluctuations.*

Compact At-A-Glance

Signed 3/27/2006

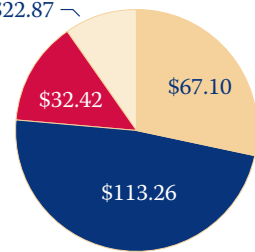
Entry Into Force..... 9/29/2006

The five year, \$235.7 million compact aims to 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

\$22.87



- Rural Road Rehabilitation
- Irrigation Infrastructure Activity
- Water-to-Market Activity
- Program Administration & Monitoring and Evaluation

\$86,422,882 total contract commitments

\$24,193,593 disbursed to date

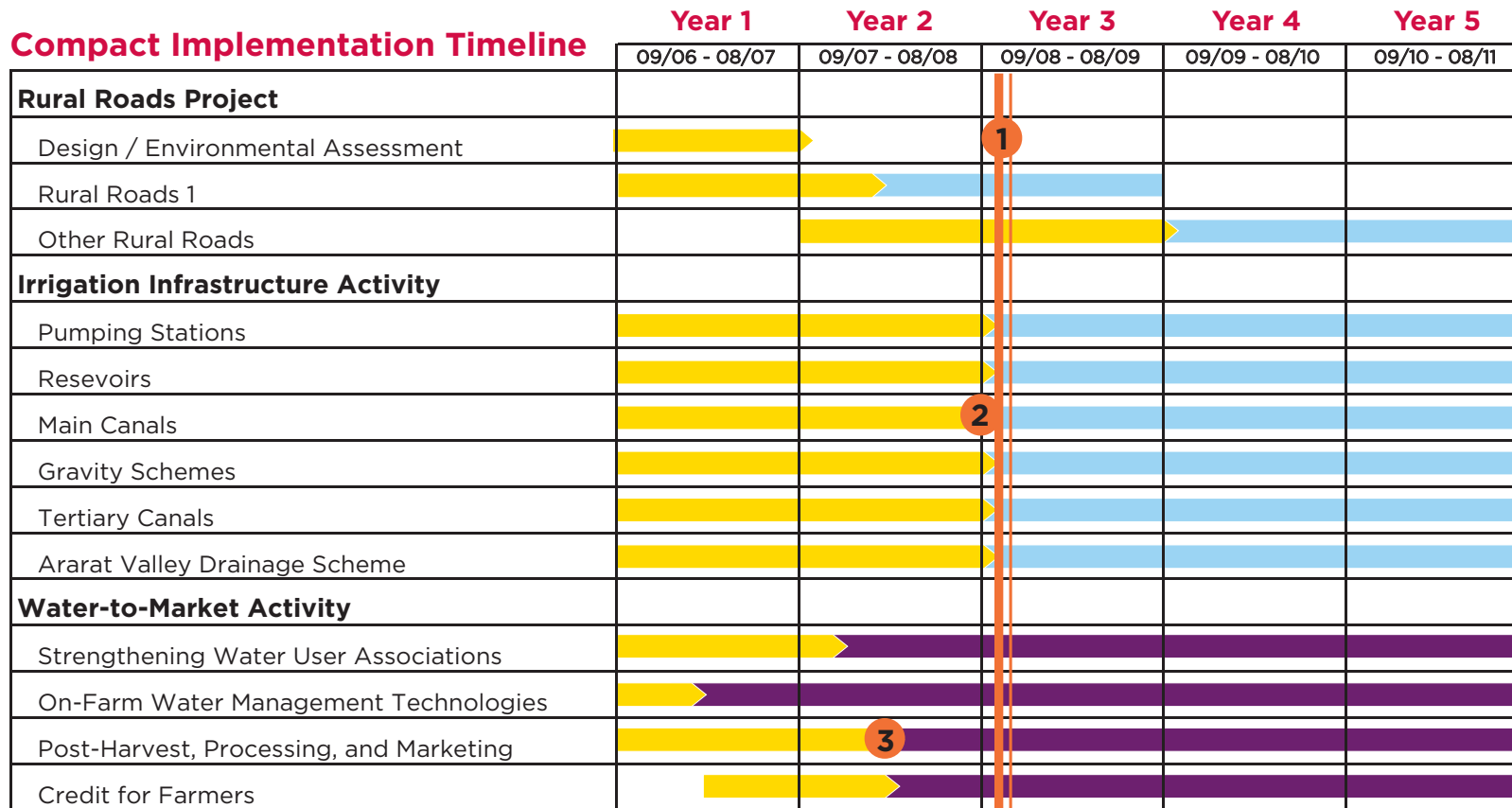
Country At-A-Glance

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

GNI per Capita \$2,640*



On the Web:
www.mcc.gov
MCA-Armenia:
www.mca.am



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

1
Roads Package 1 rehabilitation kicks off in 9 regions

2
August 2008:
6.5 km of tertiary canal repairs conclude

3
\$1.5 million credit to farmers issued

We Are Here

October, 2008
Disbursements to Date..... \$24,193,593
Total Contract Commitments..... \$86,422,882

* 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.