



Vanuatu Compact Progress

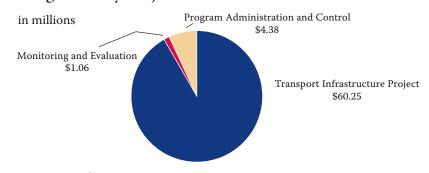
- ★ Transport Infrastructure Project: MCA-Vanuatu has signed a \$54 million design and build contract for the construction of the Efate Ring Road and segments of the Santo East Coast Road. Preliminary designs have been completed for the Santo East Coast road and teams will work on Santo Island throughout the next quarter on drainage and to prepare for the start of construction. Environmental and social assessments for Santo Island have been finalized and approved. The assessments for the Resettlement Action Plan for Efate Island were finalized in 2008 and mitigation measures are being monitored.
- ★ Construction on the Efate Ring Road continues. Work continues on drainage, clearing and pavement shaping, as final designs for the segments near completion.

- ★ Institutional Strengthening: MCA-Vanuatu has completed the procurement process for maintenance equipment for the Public Works Department (PWD). This equipment will help increase the PWD's maintenance capacity and ensure the sustainability of the projects.
- ★ Note: This compact was restructured in early 2008 to reflect higher than expected infrastructure project costs. MCC will fund up to 70% of the road rehabilitation planned in the compact. With MCC assistance, the Government of Vanuatu and MCA-Vanuatu continue to be engaged with other donors to finance the remaining portion of the Santo East Coast Road and other originally proposed infrastructure projects that will not be funded under the compact.

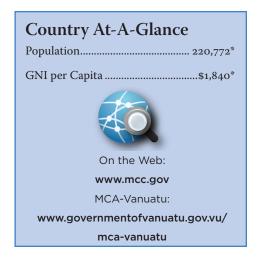
Compact At-A-Glance

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

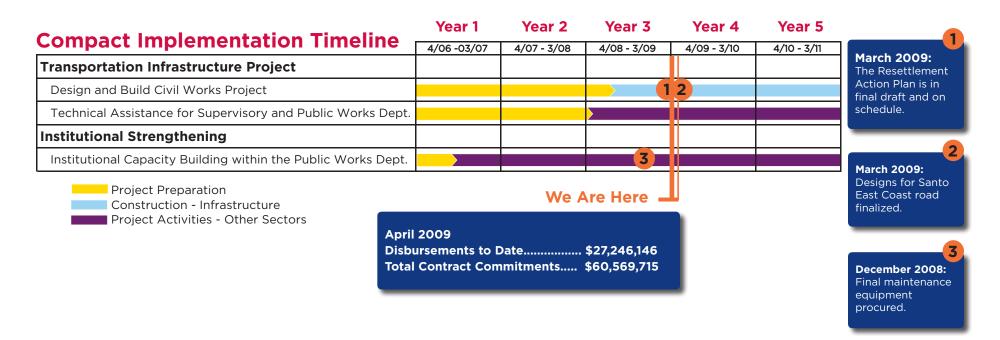
Obligations by Project



\$60,569,715 total contract commitments \$27,246,146 disbursed to date



transportation services.



Compact Implementation Status Report Timeline, Vanuatu

^{*} 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.