



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

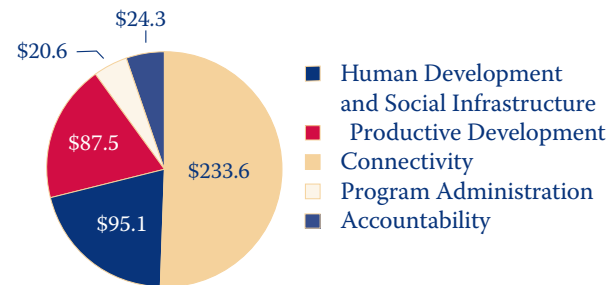
Signed 1/29/2006

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

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
Human Development Project					
Education and Training	Project Preparation	Construction - Infrastructure	Project Activities - Other Sectors	Project Activities - Other Sectors	Project Activities - Other Sectors
Water and Sanitation	Project Preparation	Construction - Infrastructure	Project Activities - Other Sectors	Project Activities - Other Sectors	Project Activities - Other Sectors
Rural Electrification	Project Preparation	Construction - Infrastructure	Project Activities - Other Sectors	Project Activities - Other Sectors	Project Activities - Other Sectors
Community Infrastructure	Project Preparation	Construction - Infrastructure	Project Activities - Other Sectors	Project Activities - Other Sectors	Project Activities - Other Sectors
Productive Development Project					
Production and Business	Project Preparation	Construction - Infrastructure	Project Activities - Other Sectors	Project Activities - Other Sectors	Project Activities - Other Sectors
Investment Support	Project Preparation	Construction - Infrastructure	Project Activities - Other Sectors	Project Activities - Other Sectors	Project Activities - Other Sectors
Financial Services	Project Preparation	Construction - Infrastructure	Project Activities - Other Sectors	Project Activities - Other Sectors	Project Activities - Other Sectors
Connectivity Project					
Northern Transnational Highway	Project Preparation	Construction - Infrastructure	Project Activities - Other Sectors	Project Activities - Other Sectors	Project Activities - Other Sectors
Connecting Roads	Project Preparation	Construction - Infrastructure	Project Activities - Other Sectors	Project Activities - Other Sectors	Project Activities - Other Sectors

- 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.