



COMPACT GOAL

The \$480.9 million Compact with the Government of Burkina Faso (GOBF) aims to reduce poverty and stimulate economic growth through strategic investments in four projects. The projects will increase investment in land and rural productivity through improved land tenure security and land management; expand the productive use of land in order to increase the volume and value of agricultural production in project zones; enhance access to markets through investments in the road network; and increase primary school completion rates for girls.



COMPACT AT A GLANCE

| | |
|--|----------------------|
| Compact Signed | 07-14-2008 |
| Entry Into Force | 07-31-2009 |
| Compact End Date | 07-31-2014 |
| Compact Total | \$480,943,569 |
| Amount Committed | \$146,236,380 |
| Amount Expended | \$138,933,468 |
| Estimated Program Beneficiaries | 1,181,296 |
| Estimated Increase in Household Income | \$108,095,388 |

% OF TOTAL COMPACT BUDGET (USD MILLIONS)

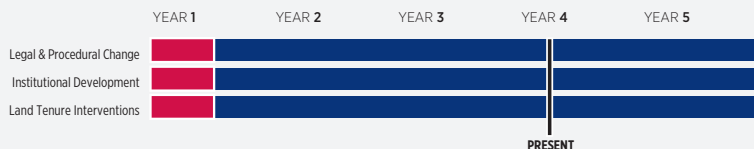
| | | |
|------------|--|----------------|
| 30% | Agriculture Development Project | \$141.9 |
| 12% | Rural Land Governance Project | \$59.9 |
| 40% | Roads Project | \$194.1 |
| 6% | BRIGHT II Schools Project | \$28.8 |
| 10% | Program Admin | \$48.2 |
| 2% | Monitoring and Evaluation | \$7.8 |

■ Project Preparation ■ Project Implementation

| Agriculture Development Project | PROJECT COST | TOTAL CONTRACT COMMITMENTS | TOTAL PROJECT EXPENDITURES ¹ | | | | | |
|---|--|--|---|---------------------|--|--|--|---|
| | \$141,910,059 | \$48,334,045 | \$45,263,308 | | | | | |
| <p>This project aims to expand the productive use of land in order to increase the volume and value of agricultural production in project zones. The project consists of the following mutually reinforcing activities: water management and irrigation; diversified agriculture; and access to rural finance.</p> <p>Projected Long-Term Results (Up to 20 years)</p> <table border="1" style="width: 100%;"> <tr> <td style="width: 50%;">ESTIMATED BENEFICIARIES</td> <td style="width: 50%;">ESTIMATED INCREASE IN HOUSEHOLD INCOME</td> </tr> <tr> <td style="text-align: center;">65,920</td> <td style="text-align: center;">\$58,000,000</td> </tr> </table> | ESTIMATED BENEFICIARIES | ESTIMATED INCREASE IN HOUSEHOLD INCOME | 65,920 | \$58,000,000 | <p style="text-align: center;">PRESENT</p> | <p>PROJECTED RESULTS BY END OF COMPACT</p> <p>Increase land under irrigation by up to 1,740 hectares through infrastructure and water management improvements in the Sourou valley. Increase irrigated and rainfed agricultural productivity. Improve access to rural finance by providing 1,000 loans.</p> | <p>PROGRESS TO DATE</p> <p>Construction of the Di irrigation perimeter has begun in earnest with more than \$8 million disbursed. The Lery civil works IFB package was released for tender, with work expected to begin in December 2012.</p> | <p>PROJECT ACHIEVEMENTS</p> <p>Training of producers in a wide variety of improved agricultural techniques and value chain development continues. Water user associations on nine established irrigation perimeters are being trained. The GoBF has put policies in place that will allow, for the first time in Burkina Faso, the establishment of water user associations, and has committed to provide full land title to people affected by the Di irrigation project.</p> |
| ESTIMATED BENEFICIARIES | ESTIMATED INCREASE IN HOUSEHOLD INCOME | | | | | | | |
| 65,920 | \$58,000,000 | | | | | | | |

| | | | |
|--------------------------------------|---------------------|----------------------------|---|
| Rural Land Governance Project | PROJECT COST | TOTAL CONTRACT COMMITMENTS | TOTAL PROJECT EXPENDITURES ¹ |
| | \$59,934,615 | \$19,302,503 | \$16,591,981 |

This project aims to increase investment in land and rural productivity through legal and procedural changes with associated communication and outreach; institutional development and capacity building for land services delivery; and site-specific land tenure interventions in selected communes.



Projected Long-Term Results
(Up to 20 years)

| | |
|-------------------------|--|
| ESTIMATED BENEFICIARIES | ESTIMATED INCREASE IN HOUSEHOLD INCOME |
| 0 | \$0 |

PROJECTED RESULTS BY END OF COMPACT

Improve land conflict resolution. Formalize up to 62,000 rural hectares in agricultural perimeters and in Ganzorgou province. Adopt legal and regulatory reforms. Map up to 9,400 hectares through participatory land use planning. Install rural land tenure services in up to 47 communes.

PROGRESS TO DATE

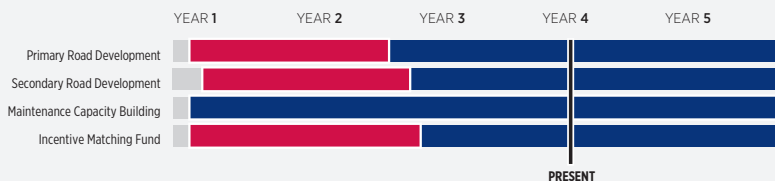
160 new land registration officials and 26 new mapping officials graduated from multi-year training programs. These officials will soon be deployed to regional and provincial offices, furthering decentralization and increasing the capacity of national institutions to deliver land services country-wide.

PROJECT ACHIEVEMENTS

MCC determined that the Compact's four criteria for passage to the Project's Phase 2 were substantially achieved. MCA supported the new municipal land services to begin procedures to issue the country's first rural land rights certificates – a feature of the 2009 Rural Land Tenure Law.

| | | | |
|----------------------|----------------------|----------------------------|---|
| Roads Project | PROJECT COST | TOTAL CONTRACT COMMITMENTS | TOTAL PROJECT EXPENDITURES ¹ |
| | \$194,130,681 | \$19,011,603 | \$17,841,872 |

This project aims to enhance access to markets through investments in the road network through rehabilitation of three primary roads; improvements of rural roads; capacity building and technical assistance for road maintenance; and an incentive matching fund for periodic road maintenance.



Projected Long-Term Results
(Up to 20 years)

| | |
|-------------------------|--|
| ESTIMATED BENEFICIARIES | ESTIMATED INCREASE IN HOUSEHOLD INCOME |
| 842,584 | \$50,000,000 |

PROJECTED RESULTS BY END OF COMPACT

Develop 271 kilometers of primary road segments in western Burkina Faso. Improve 151 kilometers of rural roads segments in the Comoé Basin of southwestern Burkina Faso. Capacity building and technical assistance to improve road maintenance.

PROGRESS TO DATE

The largest of the primary road construction contracts (144 km for the Dedougou-Mali-Nouna road) was signed in January 2012 and works have commenced, with more than \$8 million disbursed. The construction contract for the 80 km Sabou-Koudougou-Didyr primary road was signed in September 2012. The final primary road contract for the 50 km Banfora-Sindou road is expected before the end of the year.

PROJECT ACHIEVEMENTS

The condition precedent which requires the Road Fund to be fully operational prior to funding the Banfora-Sindou road, was established to strengthen the road maintenance agency in Burkina Faso thereby ensuring that MCC-funded roads -and the Burkina road network -are regularly maintained and sustainable. The CP was satisfied in September of 2012 allowing for the signature of the final primary road works contract.

| BRIGHT II Schools Project | PROJECT COST | TOTAL CONTRACT COMMITMENTS | TOTAL PROJECT EXPENDITURES [†] |
|---------------------------|--------------|----------------------------|---|
| | | \$28,829,669 | \$28,829,669 |

The objective of the Burkinabé Response to Improve Girl's Chances to Succeed (BRIGHT) project is to increase primary school completion rates for girls through: construction of school complexes, kindergartens, and boreholes; social mobilization and adult literacy training, and provision of take-home rations for girls with high attendance rates.

Projected Long-Term Results

(Up to 20 years)

| ESTIMATED BENEFICIARIES | ESTIMATED INCREASE IN HOUSEHOLD INCOME |
|-------------------------|--|
| 272,792 | \$0 |

| Phase | Year 1 | Year 2 | Year 3 | Year 4 | Year 5 |
|-----------|----------|----------|----------|----------|----------|
| Phase One | Active | Inactive | Inactive | Inactive | Inactive |
| Phase Two | Inactive | Active | Active | Active | Active |

PRESENT

| PROJECTED RESULTS BY END OF COMPACT | PROGRESS TO DATE | PROJECT ACHIEVEMENTS |
|--|---|---|
| 8,084 children completing primary school. 396 additional classrooms completed. 39,600 students enrolled in BRIGHT schools. 604 teachers trained. 360 women enrolled in literacy training programs. | 4,035 boys and girls have graduated from BRIGHT schools. 390 additional classrooms and teacher housing have been constructed under BRIGHT 2. The BRIGHT 632b agreement between MCC and USAID was recently extended through November 2012 to allow for school materials distribution, borehole rehabilitation and testing and completion of construction validations that had been delayed due to historically heavy rains in Burkina in 2012. | The BRIGHT II project handover ceremony in June 2012 was presided by the Prime Minister of Burkina Faso, the country's Minister of Education and the US Ambassador Thomas Dougherty. Training teachers and communities on how to improve student performance and on the maintenance of school infrastructure was completed. The final assessment of the project by the BRIGHT consortium is underway. |

The Di irrigation sub-activity of the Agriculture Development Project was re-scoped in October 2011 due to increased construction costs. The irrigated perimeter in Di, originally targeted to be 2,033 hectares, was reduced to 1,740 hectares; additional hectares may be constructed should funding become available.

A restructuring of the Primary and Rural Roads activities of the Roads Project was approved by the IMC and CEO in June 2012. The reallocation request was prompted by increased costs related to the construction of two primary roads. MCA has reallocated funds from the rural roads, which now will only be completed if contingency funding becomes available, and from the Incentive Matching Fund for Periodic Maintenance.

[†]Expenditures are the sum of cash outlays and quarterly accruals for work completed but not yet paid or invoiced.