



RESTRUCTURING PAPER
ON A
PROPOSED PROJECT RESTRUCTURING
OF
PK-SINDH BARRAGES IMPROVEMENT PROJECT
APPROVED ON JUNE 19, 2015
TO
ISLAMIC REPUBLIC OF PAKISTAN, GOVERNMENT OF PAKISTAN

WATER

SOUTH ASIA

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ABBREVIATIONS AND ACRONYMS

AF	Additional Financing
MoEA	Ministry of Economic Affairs
GoP	Government of Pakistan
PDO	Project Development Objective
SBIP	Sindh Barrage Improvement Project



BASIC DATA

Product Information

Project ID P131324	Financing Instrument Investment Project Financing
Original EA Category Full Assessment (A)	Current EA Category Full Assessment (A)
Approval Date 19-Jun-2015	Current Closing Date 30-Jun-2024

Organizations

Borrower Islamic Republic of Pakistan	Responsible Agency Irrigation Department
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Project Development Objective (PDO)

Original PDO

The project development objectives are to improve the reliability and safety of the Guddu barrage and strengthen the Sindh Irrigation Department's capacity to operate and manage the barrage.

Current PDO

The PDO will be revised to strengthen the Sindh Irrigation Department's capacity to operate and manage barrages and improve the reliability and safety of Guddu and Sukkur Barrages in the Province of Sindh.

Summary Status of Financing (US\$, Millions)

Ln/Cr/Tf	Approval	Signing	Effectiveness	Closing	Net		
					Commitment	Disbursed	Undisbursed
IDA-62420	25-May-2018	13-Jun-2018	13-Jun-2018	30-Jun-2024	140.00	5.64	128.80
IDA-56840	19-Jun-2015	26-Aug-2015	05-Nov-2015	31-Dec-2021	158.00	79.59	78.85



Policy Waiver(s)

Does this restructuring trigger the need for any policy waiver(s)?

No

I. PROJECT STATUS AND RATIONALE FOR RESTRUCTURING

1. The Sindh Barrages Improvement Project (SBIP) was approved on June 19, 2015 for the financing of Guddu Barrage rehabilitation and associated activities (original Credit: IDA 5684-PK). An Additional Financing was approved on May 25, 2018 for the rehabilitation of Sukkur Barrage (Additional Financing – AF Credit IDA 6242-PK). This restructuring responds to the request for the cancellation of the balance of the original Credit in the amount of SDR 56,143,230.15 from the Government of Pakistan (GoP). The request from the Ministry of Economic Affairs (MoEA) dated December 22, 2021, was received by the Bank on December 22, 2021.
2. The GoP intends to recommit the cancelled funds from the Original Credit and use the proceeds of the AF Credit to complete the rehabilitation works of Guddu Barrage and to commence the rehabilitation of Sukkur Barrage. The GoP would send a request for a new additional financing in due time in order to complete the rehabilitation of Sukkur Barrage.

II. DESCRIPTION OF PROPOSED CHANGES

3. The PDO entered in the Bank system at the time of the Additional Financing reads: “The PDO will be revised to strengthen the Sindh Irrigation Department’s capacity to operate and manage barrages and improve the reliability and safety of Guddu and Sukkur Barrages in the Province of Sindh.” The PDO is edited by removing “will be revised” to align it with the PDO statement in the Financing Agreement.
4. The balance of the original IDA Credit (5684-PK) amounting to SDR 56,143,230.15 is cancelled on December 22, 2021, the date the cancellation request is received by the Bank. The disbursement table is amended accordingly and is shown below. The percentage of expenditure remains unchanged.

Category	Amount of Credit Allocated (expressed in SDR)	Percentage of Expenditures to be Financed (inclusive of Taxes)
(1) Works, goods, non-consulting services, and consultants’ services for the Project, including Training and Incremental Operating Costs	56,811,172.85	100%



Amount Cancelled as of May 25, 2021	20,745,597.00	
Amount Cancelled as of December 22, 2021	56,143,230.15	
Total Amount	133,700,000.00	

III. SUMMARY OF CHANGES

	Changed	Not Changed
Project's Development Objectives	✓	
Cancellations Proposed	✓	
Reallocation between Disbursement Categories	✓	
Implementing Agency		✓
DDO Status		✓
Results Framework		✓
Components and Cost		✓
Loan Closing Date(s)		✓
Disbursements Arrangements		✓
Disbursement Estimates		✓
Overall Risk Rating		✓
Safeguard Policies Triggered		✓
EA category		✓
Legal Covenants		✓
Institutional Arrangements		✓
Financial Management		✓
Procurement		✓
Implementation Schedule		✓
Other Change(s)		✓
Economic and Financial Analysis		✓
Technical Analysis		✓
Social Analysis		✓



Environmental Analysis

✓

IV. DETAILED CHANGE(S)

PROJECT DEVELOPMENT OBJECTIVE

Current PDO

The PDO will be revised to strengthen the Sindh Irrigation Department’s capacity to operate and manage barrages and improve the reliability and safety of Guddu and Sukkur Barrages in the Province of Sindh.

Proposed New PDO

The PDO is to strengthen the Sindh Irrigation Department’s capacity to operate and manage barrages and improve the reliability and safety of Guddu and Sukkur Barrages in the Province of Sindh.

CANCELLATIONS

Ln/Cr/Tf	Status	Currency	Current Amount	Cancellation Amount	Value Date of Cancellation	New Amount	Reason for Cancellation
IDA-56840-001	Disbursing&Repaying	XDR	112,954,403.00	56,143,230.15	30-Dec-2021	56,811,172.85	UNDISBURSED BALANCE AT CLOSING
IDA-62420-001	Disbursing	XDR	96,300,000.00	0.00		96,300,000.00	

REALLOCATION BETWEEN DISBURSEMENT CATEGORIES

	Current Allocation	Actuals + Committed	Proposed Allocation	Financing % (Type Total)	
				Current	Proposed
IDA-56840-001 Currency: XDR					
iLap Category Sequence No: 1		Current Expenditure Category: WK,GD,NonCS,CS,Trng,IOC			
	112,954,403.00	49,548,976.55	56,811,172.85	100.00	100.00
Total	112,954,403.00	49,548,976.55	56,811,172.85		