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CREDIT NUMBER 7333-PK

# **Financing Agreement**

**(Integrated Flood Resilience and Adaptation Project)**

**between**

**ISLAMIC REPUBLIC OF PAKISTAN**

**and**

**INTERNATIONAL DEVELOPMENT ASSOCIATION**

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**CREDIT NUMBER 7333-PK**

**FINANCING AGREEMENT**

AGREEMENT dated as of the Signature Date between ISLAMIC REPUBLIC OF PAKISTAN (“Recipient”) and INTERNATIONAL DEVELOPMENT ASSOCIATION (“Association”). The Recipient and the Association hereby agree as follows:

**ARTICLE I — GENERAL CONDITIONS; DEFINITIONS**

- 1.01. The General Conditions (as defined in the Appendix to this Agreement) apply to and form part of this Agreement.
- 1.02. Unless the context requires otherwise, the capitalized terms used in this Agreement have the meanings ascribed to them in the General Conditions or in the Appendix to this Agreement.

**ARTICLE II — FINANCING**

- 2.01. The Association agrees to extend to the Recipient a credit, which is deemed as Concessional Financing for purposes of the General Conditions, in an amount equivalent to twenty-eight billion nine hundred eighty-four million Japanese Yen (JPY 28,984,000,000) (variously, “Credit” and “Financing”), to assist in financing the project described in Schedule 1 to this Agreement (“Project”).
- 2.02. The Recipient may withdraw the proceeds of the Financing in accordance with Section III of Schedule 2 to this Agreement.
- 2.03. The Maximum Commitment Charge Rate is one-half of one percent (1/2 of 1%) per annum on the Unwithdrawn Financing Balance.
- 2.04. The Service Charge is the greater of: (a) the sum of three-fourths of one percent (3/4 of 1%) per annum plus the Basis Adjustment to the Service Charge; and (b) three-fourths of one percent (3/4 of 1%) per annum; on the Withdrawn Credit Balance.
- 2.05. The Interest Charge is the greater of: (a) the sum of one and a quarter percent (1.25%) per annum plus the Basis Adjustment to the Interest Charge; and (b) zero percent (0%) per annum; on the Withdrawn Credit Balance.
- 2.06. The Payment Dates are February 1 and August 1 in each year.
- 2.07. The principal amount of the Credit shall be repaid in accordance with the repayment schedule set forth in Schedule 3 to this Agreement.
- 2.08. The Payment Currency is Japanese Yen.

**ARTICLE III — PROJECT**

- 3.01. The Recipient declares its commitment to the objective of the Project. To this end, the Recipient shall carry out the Project in accordance with the provisions of Article V of the General Conditions and Schedule 2 to this Agreement.

**ARTICLE IV — EFFECTIVENESS; TERMINATION**

- 4.02. The Effectiveness Deadline is the date ninety (90) days after the Signature Date.
- 4.03. For purposes of Section 10.05 (b) of the General Conditions, the date on which the obligations of the Recipient under this Agreement (other than those providing for payment obligations) shall terminate is twenty years after the Signature Date.

**ARTICLE V — REPRESENTATIVE; ADDRESSES**

- 5.01. The Recipient's Representative is the Secretary, Additional Secretary, Joint Secretary, Deputy Secretary, or Section Officer of the Recipient's Ministry of Economic Affairs.

- 5.02. For purposes of Section 11.01 of the General Conditions:

- (a) the Recipient's address is:

Ministry of Economic Affairs  
Government of Pakistan  
Islamabad  
Pakistan; and

- (b) the Recipient's Electronic Address is:

Facsimile: 92-51-910-4016      E-mail: [secretary@ead.gov.pk](mailto:secretary@ead.gov.pk)

- 5.03. For purposes of Section 11.01 of the General Conditions:

- (a) the Association's address is:

International Development Association  
1818 H Street, N.W.  
Washington, D.C. 20433  
United States of America; and

- (b) the Association's Electronic Address is:

Facsimile: 1-202-477-6391      E-mail: [CMUPakistan@worldbank.org](mailto:CMUPakistan@worldbank.org)

AGREED as of the Signature Date.

ISLAMIC REPUBLIC OF PAKISTAN

By



\_\_\_\_\_  
Authorized Representative

Name: Kazim Niaz

Title: Secretary Ministry of Economic Affairs

Date: 03-Jul-2023

INTERNATIONAL DEVELOPMENT ASSOCIATION

By



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Authorized Representative

Name: Najy Benhassine

Title: Country Director

Date: 20-Jun-2023

## SCHEDULE 1

### Project Description

The objective of the Project is to improve livelihoods and essential services and enhance flood risk protection in selected communities affected by the 2022 floods.

The Project consists of the following parts:

#### **Part 1: Community Infrastructure Rehabilitation**

- 1.1. Rehabilitation of irrigation and flood control infrastructure.
- 1.2. Restoration of water supply schemes.
- 1.3. Reconstruction and rehabilitation of roads and bridges, including: (a) reconstruction and/or rehabilitation of damaged roads and bridges; (b) provision of technical assistance to strengthen the capacity of the Communication and Works Department of Balochistan; and (c) carrying out of feasibility studies and technical design of roads and bridges.
- 1.4. Restoration of small community facilities, including food silos, health, education, and community-water storage facilities.

#### **Part 2: Strengthening Hydromet and Climate Services**

- 2.1. Modernization of the observation infrastructure, data management, and forecasting systems, including: (a) technical modernization of the observation networks; (b) modernization of PMD data management, communication and ICT systems; (c) improvement of the weather forecasting process, including numerical weather prediction system; (d) assessment and design of an optimum composite observation network and forecasting and service delivery processes (weather, climate, and hydrological); (e) enhancement of PMD climate services delivery and sustainability, solarization of PMD facilities; and (f) outreach and public education, awareness raising, and marketing.
- 2.2. Provision of technical assistance, institutional strengthening, and capacity building.

#### **Part 3: Resilient Housing Reconstruction and Restoration**

- 3.1. *Beneficiary-driven housing reconstruction grants*: provision of Housing Reconstruction Grants to homeowners for the reconstruction or restoration of damaged houses, including:

- (a) replacement of a destroyed house with new multi-hazard resilient core unit; and
- (b) restoration and strengthening of a damaged house to an acceptable resilience standard, including a basic rainwater harvesting system and twin pit latrine to improve water, sanitation, and hygiene access.

3.2. *Technical assistance and institutional strengthening*: provision of detailed damage assessment and eligibility verification surveys as well as technical assistance for the formulation of strategies for resilient reconstruction of buildings.

**Part 4: Livelihood Support and Watershed Management**

Provision of Livelihood Grants to small-holder farmers and agribusinesses for enhancing agricultural and livestock-based livelihoods and to communities for watershed restoration.

**Part 5: Project Management, Technical Assistance, and Institutional Strengthening**

Provision of support for: (a) Project management for the FPMU and the PIUs, provision of a pool of technical experts to support implementing agencies; (b) technical assistance for monitoring and evaluation, Project supervisory and implementation assistance, preparation of the second phase of the project, including river basin planning studies, basin-level flood modeling and resilient infrastructure planning and design, dam safety studies and preparation of community flood resilience plans; and (c) institutional strengthening, including an internship program, capacity building and the preparation of draft water act.

**Part 6: Contingent Emergency Response**

Provision of immediate response to an Eligible Crisis or Emergency, as needed.

## SCHEDULE 2

### Project Execution

#### Section I. Implementation Arrangements

##### A. Institutional Arrangements.

1. The Recipient shall, at all times during the implementation of the Project,
  - (a) cause:
    - (i) MOPD&SI to be responsible for the overall Project coordination and management at the federal level, including coordination among the PIUs and monitoring and reporting to the Association, and the implementation of Parts 3 and 5 of the Project;
    - (ii) P&DD to be responsible for prioritization of activities and implementation of Parts 1 and 4 of the Project; and
  - (b) take, or cause to be taken, all actions, including the provision of funding, personnel, and other resources, to enable MOPD&SI and P&DD to perform its respective functions under the Project, including:
    - (i) establishment, by not later than thirty (30) days after the Effective Date, of a Federal Project Management Unit (“FPMU”) at the federal level: (a) to be housed under MOPD&SI; (b) to be responsible for the overall management of the Project, inter-agency coordination, Project monitoring, recruitment, budgetary reallocation and cost-revisions and approval of annual work plans and budgets, and the implementation of Parts 3 and 5 of the Project; and (c) with adequate number of staff and/or consultants, including, but not limited to: a pool of technical experts, a Project monitoring and evaluation consultant, a Project director, monitoring and evaluation/knowledge management specialist, financial management specialist, procurement specialist, environmental safeguard specialist, social safeguard specialist, gender specialist, administration and finance assistant, and a communication officer – each with terms of reference, qualifications, and experience satisfactory to the Association;
    - (ii) establishment or appointment, by not later than thirty (30) days after the Effective Date, of Project Implementing Units (“PIUs”), each under BIWRMDP (“BIWRMDP PIU”), PMD (“PMD PIU”), and BLEP (“BLEP PIU”), to be responsible for the implementation of Part 1 (BIWRMDP PIU), Part 2 (PMD PIU),

and Part 4 (BLEP PIU) of the Project, and reporting to the FPMU, with adequate number of staff and/or consultants, each with terms of reference, qualifications and experience satisfactory to the Association;

- (iii) establishment of a Provincial Coordinating Unit (“PCU”) at the provincial level, to be housed under P&DD and to be responsible for the prioritization of activities and day-to-day facilitation of the Project, preparation of annual work plans and coordination with FPMU, with adequate number of staff and/or consultants, including, but not limited to, a Project implementation support consultant for third party verification and oversight; each with terms of reference, qualifications and experience satisfactory to the Association; and
  - (iv) recruitment of consultants, advisors, and technical experts, in all aspects of Project implementation, including technical experts in the areas of, *inter alia*, climate resilience, water policy, structural expertise, dam safety expertise, spatial planning, and road; consultants for Project supervision and implementation assistance; and for Project monitoring and evaluation, in adequate number, each with terms of reference, qualifications and experience satisfactory to the Association, to support the FPMU and PIUs established therein, as and when needed for the efficient implementation of the Project.
2. The Recipient shall maintain at all times during the implementation of the Project, a Project Steering Committee, which shall: (a) be chaired by the Federal Minister for Planning, Development and Special Initiatives and co-chaired by the Chief Minister of Balochistan; (b) include the following members: Secretary, MOPD&SI; Secretary, MEA; Secretary, MOWR; Chief Secretary or Additional Chief Secretary, Government of Balochistan; Chief Economist, MoPD&SI; relevant members/chiefs of sections in MoPD&SI; and representatives of the Prime Minister Office and any other relevant ministries/departments; and (c) be responsible to provide policy guidance and monitor overall Project implementation and outcomes at both federal and provincial levels, with a mandate, composition, and resources satisfactory to the Association.

**B. Project Implementation Manual.**

1. The Recipient shall prepare and adopt, by not later than thirty (30) days after the Effective Date, a Project Implementation Manual, in form and substance satisfactory to the Association, which shall include detailed institutional, administrative, financial, procurement, technical, and operational arrangements and procedures for the implementation of the Project, including the eligibility



criteria, terms and conditions, and procedures of the Housing Reconstruction Grants (Housing Reconstruction Grants Manual) and the Livelihood Grants, and thereafter ensure that the Project is carried out in accordance with the Project Implementation Manual (provided, however, that in the event of any conflict between the arrangements and procedures set out in said manual and the provision of this Agreement, the latter shall prevail) and, except as the Association shall otherwise agree in writing, shall not amend, abrogate, or waive, or permit to be amended, abrogated, or suspended, any provision of the Project Implementation Manual.

**C. Grants.**

1. In carrying out Parts 3.1 and 4 of the Project, the Recipient shall make Housing Reconstruction Grants and Livelihood Grants (collectively, the “Grants”, and any one of such Grants, a “Grant”) available to respective Beneficiaries, in accordance with the eligibility criteria, terms and conditions, and procedures set out in this Agreement and the Project Implementation Manual, in a manner satisfactory to the Association.
2. Without limitation to the generality of Section I.D.1 above, the Recipient shall make each Grant under a Grant Agreement with a respective Beneficiary on terms and conditions approved by the Association, which shall include the Recipient rights to protect its interests and those of the Association, including the right to:
  - (a) suspend or terminate the right of the Beneficiary to use the proceeds of the Grant, or obtain a refund of all or any part of the amount of the Grant then withdrawn, upon the Beneficiary’s failure to perform any of its obligations under the relevant Grant Agreement; and
  - (b) require each Beneficiary to:
    - (i) carry out activities with due diligence and efficiency and in accordance with sound technical, economic, financial, managerial, environmental and social standards and practices satisfactory to the Association, including in accordance with the provisions of the Anti-Corruption Guidelines applicable to recipients of loan proceeds other than the Recipient;
    - (ii) provide, promptly as needed, the resources required for the purpose;
    - (iii) enable the Recipient and the Association to inspect the activities, its operation and any relevant records and documents; and

- (iv) prepare and furnish to the Recipient and the Association, all such information as the Recipient or the Association shall reasonably request relating to the foregoing.
- 3. The Recipient shall exercise its rights under each Grant Agreement in such manner as to protect the interest of the Recipient and the Association and to accomplish the purposes of the Financing. Except the Association shall otherwise agree, the Recipient shall not assign, amend, abrogate, or waive any Grant Agreement or any of its provisions.

**D. Contingent Emergency Response.**

- 1. In order to ensure the proper implementation of contingent emergency response activities under Part 6 of the Project (“Contingent Emergency Response Part”), the Recipient shall ensure that:
  - (a) a manual (“CERC Manual”) is prepared and adopted in form and substance acceptable to the Association, which shall set forth detailed implementation arrangements for the Contingent Emergency Response Part, including: (i) any structures or institutional arrangements for coordinating and implementing the Contingent Emergency Response Part; (ii) specific activities which may be included in the Contingent Emergency Response Part, Eligible Expenditures required therefor (“Emergency Expenditures”), and any procedures for such inclusion; (iii) financial management arrangements for the Contingent Emergency Response Part; (iv) procurement methods and procedures for the Contingent Emergency Response Part; (v) documentation required for withdrawals of Financing amounts to finance Emergency Expenditures; (vi) a description of the environmental and social assessment and management arrangements for the Contingent Emergency Response Part; and (vii) a template Emergency Action Plan;
  - (b) the Emergency Action Plan is prepared and adopted in form and substance acceptable to the Association;
  - (c) the Emergency Response Part is carried out in accordance with the CERC Manual and the Emergency Action Plan; provided, however, that in the event of any inconsistency between the provisions of the CERC Manual or the Emergency Action Plan and this Agreement, the provisions of this Agreement shall prevail; and
  - (d) neither the CERC Manual or the Emergency Action Plan is amended, suspended, abrogated, repealed, or waived without the prior written approval by the Association.

2. The Recipient shall ensure that the structures and arrangements referred to in the CERC Manual are maintained throughout the implementation of the Contingent Emergency Response Part, with adequate staff and resources satisfactory to the Association.
3. The Recipient shall ensure that:
  - (a) the environmental and social instruments required for the Contingent Emergency Response Part are prepared, disclosed, and adopted in accordance with the CERC Manual and the ESCP, and in form and substance acceptable to the Association; and
  - (b) the Contingent Emergency Response Part is carried out in accordance with the environmental and social instruments in a manner acceptable to the Association.
4. Activities under the Contingent Emergency Response Part shall be undertaken only after an Eligible Crisis or Emergency has occurred.

**E. Environmental and Social Standards.**

1. The Recipient shall ensure that the Project is carried out in accordance with the Environmental and Social Standards, in a manner acceptable to the Association.
2. Without limitation upon paragraph 1 above, the Recipient shall ensure that the Project is implemented in accordance with the Environmental and Social Commitment Plan (“ESCP”), in a manner acceptable to the Association. To this end, the Recipient shall ensure that:
  - (a) the measures and actions specified in the ESCP are implemented with due diligence and efficiency, as provided in the ESCP;
  - (b) sufficient funds are available to cover the costs of implementing the ESCP;
  - (c) policies and procedures are maintained, and qualified and experienced staff in adequate numbers are retained to implement the ESCP, as provided in the ESCP; and
  - (d) the ESCP, or any provision thereof, is not amended, repealed, suspended, or waived, except as the Association shall otherwise agree in writing, as specified in the ESCP, and ensure that the revised ESCP is disclosed promptly thereafter.
3. In case of any inconsistencies between the ESCP and the provisions of this Agreement, the provisions of this Agreement shall prevail.

4. The Recipient shall ensure that:
  - (a) all measures necessary are taken to collect, compile, and furnish to the Association through regular reports, with the frequency specified in the ESCP, and promptly in a separate report or reports, if so requested by the Association, information on the status of compliance with the ESCP and the environmental and social instruments referred to therein, all such reports in form and substance acceptable to the Association, setting out, inter alia: (i) the status of implementation of the ESCP; (ii) conditions, if any, which interfere or threaten to interfere with the implementation of the ESCP; and (iii) corrective and preventive measures taken or required to be taken to address such conditions; and
  - (b) the Association is promptly notified of any incident or accident related to or having an impact on the Project which has, or is likely to have, a significant adverse effect on the environment, the affected communities, the public or workers, in accordance with the ESCP, the environmental and social instruments referenced therein and the Environmental and Social Standards.
5. The Recipient shall establish, publicize, maintain, and operate an accessible grievance mechanism, to receive and facilitate resolution of concerns and grievances of Project-affected people, and take all measures necessary and appropriate to resolve, or facilitate the resolution of, such concerns and grievances, in a manner acceptable to the Association.
6. The Recipient shall ensure that all bidding documents and contracts for civil works under the Project include the obligation of contractors, subcontractors and supervising entities to: (a) comply with the relevant aspects of ESCP and the environmental and social instruments referred to therein; and (b) adopt and enforce codes of conduct that should be provided to and signed by all workers, detailing measures to address environmental, social, health and safety risks, and the risks of sexual exploitation and abuse, sexual harassment and violence against children, all as applicable to such civil works commissioned or carried out pursuant to said contracts.

**F. Data Protection**

The Recipient shall ensure that collection, storage, usage, or processing of Personal Data are carried out with due regard to appropriate data protection and privacy standards and practices.

**Section II. Project Monitoring, Reporting and Evaluation**

1. The Recipient shall furnish to the Association each Project Report not later than forty-five (45) days after the end of each calendar semester, covering the calendar semester.
2. Except as may be otherwise explicitly required or permitted under this Agreement or as may be explicitly requested by the Association, in sharing any information, report or document related to the activities described in Schedule 1 to the Financing Agreement, the Recipient shall ensure that such information, report or document does not include Personal Data.

**Section III. Withdrawal of the Proceeds of the Financing**

**1. General**

Without limitation upon the provisions of Article II of the General Conditions and in accordance with the Disbursement and Financial Information Letter, the Recipient may withdraw the proceeds of the Financing to finance Eligible Expenditures in the amount allocated and, if applicable, up to the percentage set forth against each Category of the following table:

<b>Category</b>	<b>Amount of the Credit Allocated (expressed in JPY)</b>	<b>Percentage of Expenditures to be Financed (inclusive of Taxes)</b>
(1) Goods, works, non-consulting services, consulting services, Incremental Operating Costs, and Training under Part 1 for the Project (BIWRMDP PIU)	6,803,800,000	100
(2) Goods, works, non-consulting services, consulting services, Incremental Operating Costs, and Training under Part 2 for the Project (PMD PIU)	5,443,000,000	100
(3) Goods, non-consulting services, consulting services, Incremental Operating Costs and Training under Parts 3 and 5 for the Project (MoPD&SI)	3,129,700,000	100

(4) Housing Reconstruction Grants under Part 3.1 for the Project (MoPD&SI)	8,164,500,000	100
(5) Goods, works, non-consulting services, consulting services, Incremental Operating Costs, and Training under Part 4 for the Project (BLEP PIU)	476,300,000	100
(6) Livelihood Grants under Part 4 for the Project (BLEP PIU)	4,966,700,000	100
(7) Emergency Expenditures	0	100
<b>TOTAL AMOUNT</b>	<b>28,984,000,000</b>	

**B. Withdrawal Conditions; Withdrawal Period**

1. Notwithstanding the provisions of Part A of this Section, no withdrawal shall be made:
  - (a) for payments made prior to the Signature Date, except that withdrawals up to an aggregate amount not to exceed JPY 5,796,800,000 may be made for payments made prior to this date but on or after July 1, 2022, for Eligible Expenditures under Categories (1), (2), (3), (5) and (6) on pro-rata basis; or
  - (b) for Housing Reconstruction Grants under Category (4), unless and until the Recipient has adopted a Housing Reconstruction Grants Manual, acceptable to the Association; or
  - (c) for Emergency Expenditures under Category (7), unless and until all of the following conditions have been met in respect of said expenditures:
    - (i) (A) the Recipient has determined that an Eligible Crisis or Emergency has occurred and has furnished to the Association a request to withdraw Financing amount under Category (7); and (B) the Association has agreed with such determination, accepted such request, and notified the Recipient thereof; and
    - (ii) the Recipient has adopted the CERC Manual and Emergency Action Plan, in form and substance acceptable to the Association.
2. The Closing Date is December 31, 2028.

**SCHEDULE 3**

**Repayment Schedule**

<b>Date Payment Due</b>	<b>Principal Amount of the Credit repayable (expressed as a percentage)*</b>
On each February 1 and August 1:	
commencing August 1, 2028, to and including February 1, 2048	<b>1.65%</b>
commencing August 1, 2048, to and including February 1, 2053	<b>3.40%</b>

\* The percentages represent the percentage of the principal amount of the Credit to be repaid, except as the Association may otherwise specify pursuant to Section 3.05 (b) of the General Conditions.

## APPENDIX

### Section I. Definitions

1. “Anti-Corruption Guidelines” means, for purposes of paragraph 5 of the Appendix to the General Conditions, the “Guidelines on Preventing and Combating Fraud and Corruption in Projects Financed by IBRD Loans and IDA Credits and Grants”, dated October 15, 2006, and revised in January 2011 and as of July 1, 2016.
2. “Basis Adjustment to the Interest Charge” means the Association’s standard basis adjustment to the Interest Charge for credits in the currency of denomination of the Credit, in effect at 12:01 a.m. Washington, D.C. time, on the date on which the Credit is approved by the Executive Directors of the Association and expressed either as a positive or negative percentage per annum.
3. “Basis Adjustment to the Service Charge” means the Association’s standard basis adjustment to the Service Charge for credits in the currency of denomination of the Credit, in effect at 12:01 a.m. Washington, D.C. time, on the date on which the Credit is approved by the Executive Directors of the Association and expressed as a percentage per annum.
4. “Beneficiaries” means, collectively, homeowners meeting the Housing Reconstruction Grant eligibility criteria set out in the Project Implementation Manual and/or small-holder farmers, agribusinesses, and communities meeting the Livelihood Grant eligibility criteria set out in the Project Implementation Manual; and “Beneficiary” means any one of such Beneficiaries.
5. “BIWRMDP” or “Balochistan Water Resources Management and Development Project” means the Recipient’s project financed by the Association in accordance with the financing agreement between the Recipient and the Association, dated August 31, 2016, as amended (Credit Number 5885-PK).
6. “BLEP” or “Balochistan Livelihood and Entrepreneurship Project” means the Recipient’s project financed by the Association in accordance with the financing agreement between the Recipient and the Association, dated March 26, 2021 (Credit Number 6544-PK; Grant Number D5650-PK).
7. “Category” means a category set forth in the table in Section III.A of Schedule 2 to this Agreement.
8. “CERC Manual” means the manual referred to in Section I.D of Schedule 2 to this Agreement, as such manual maybe updated from time to time with the agreement of the Association, and which is an integral part of the Project Implementation Manual.



9. “Contingent Emergency Response Part” means any activity or activities to be carried out under Part 5 of the Project to respond to an Eligible Crisis or Emergency.
10. “Eligible Crisis or Emergency” means an event that has caused, or is likely to imminently cause, a major adverse economic and/or social impact to the Recipient, associated with a natural or man-made crisis or disaster.
11. “Emergency Action Plan” means the plan referred to in Section I.D of Schedule 2 to this Agreement, detailing the activities, budget, implementation plan, and monitoring and evaluation arrangements, to respond to the Eligible Crisis or Emergency.
12. “Emergency Expenditures” means any of the eligible expenditures set forth in the CERC Manual referred to in Section I.D of Schedule 2 to this Agreement and required for the Contingent Emergency Response Part.
13. “Environmental and Social Commitment Plan” or “ESCP” means the environmental and social commitment plan for the Project, dated May 2, 2023, as the same may be amended from time to time in accordance with the provisions thereof, which sets out the material measures and actions that the Recipient shall carry out or cause to be carried out to address the potential environmental and social risks and impacts of the Project, including the timeframes of the actions and measures, institutional, staffing, training, monitoring and reporting arrangements, and any environmental and social instruments to be prepared thereunder.
14. “Environmental and Social Standards” or “ESSs” means, collectively: (i) “Environmental and Social Standard 1: Assessment and Management of Environmental and Social Risks and Impacts”; (ii) “Environmental and Social Standard 2: Labor and Working Conditions”; (iii) “Environmental and Social Standard 3: Resource Efficiency and Pollution Prevention and Management”; (iv) “Environmental and Social Standard 4: Community Health and Safety”; (v) “Environmental and Social Standard 5: Land Acquisition, Restrictions on Land Use and Involuntary Resettlement”; (vi) “Environmental and Social Standard 6: Biodiversity Conservation and Sustainable Management of Living Natural Resources”; (vii) “Environmental and Social Standard 7: Indigenous Peoples/Sub-Saharan African Historically Underserved Traditional Local Communities”; (viii) “Environmental and Social Standard 8: Cultural Heritage”; (ix) “Environmental and Social Standard 9: Financial Intermediaries”; and (x) “Environmental and Social Standard 10: Stakeholder Engagement and Information Disclosure”; effective on October 1, 2018, as published by the Association.

15. “FPMU” or “Federal Project Management Unit” means the unit to be established by the Recipient in accordance with Section I.A.1(b)(i) of Schedule 2 to this Agreement.
16. “General Conditions” means the “International Development Association General Conditions for IDA Financing, Investment Project Financing”, dated December 14, 2018 (revised on August 1, 2020, April 1, 2021, and January 1, 2022).
17. “Grants” means, collectively, Housing Reconstruction Grants and Livelihood Grants; and “Grant” means any one of such Grants.
18. “Grant Agreement” means the agreement to be entered into between the Recipient and a Beneficiary for the purpose of providing a Grant, in accordance with Section I.C.2 of Schedule 2 to this Agreement, and “Grant Agreements” means, collectively, more than one Grant Agreement.
19. “Housing Reconstruction Grants” means cash-grants to be provided by the Recipient to Beneficiaries under Part 3.1 of the Project for the purposes of housing reconstruction and/or restoration, in accordance with Section I.C of Schedule 2 to this Agreement and the Project Implementation Manual.
20. “Housing Reconstruction Grants Manual” means the manual to be adopted by the Recipient as a schedule to the Project Implementation Manual, acceptable to the Association, setting forth the detailed implementation arrangements and fund flows for Part 3.1 of the Project, as the same may be amended from time to time in agreement with the Association.
21. “ICT” means information and communication technology.
22. “Incremental Operating Costs” means the reasonable costs of the incremental expenditures required for the Project, including consumable materials and supplies; office rental costs; utilities fees; insurance; communications; advertising and newspaper subscriptions; printing and stationery costs; vehicle and/or office equipment operation and maintenance; charges for opening and operating bank accounts required for the Project, travel, lodging and per diems for Project staff, but does not include salaries or salary supplements of the Recipient’s civil servants, except for the salaries and/or salary supplements to the Recipient’s civil servants formally deputed to the Project to assist in carrying out of the Project activities are entitled to in accordance with the applicable government policies during the period of their deputation.
23. “Livelihood Grants” means cash-grants to be provided by the Recipient to Beneficiaries under Part 4 of the Project for the purposes of enhancing agricultural and livestock-based livelihoods and/or watershed restoration, in accordance with

Section I.C of Schedule 2 to this Agreement and the Project Implementation Manual.

24. “MEA” or “Ministry of Economic Affairs” means the Recipient’s ministry responsible for economic affairs, or any successor thereto.
25. “MOPD&SP” or “Ministry of Planning, Development and Special Initiatives” means the Recipient’s ministry responsible for planning, development and special initiatives, or any successor thereto.
26. “MOWR” or “Ministry of Water Resources” means the Recipient’s ministry responsible for water resources, or any successor thereto.
27. “P&DD” or “Planning and Development Department” means the Government of Balochistan’s department responsible for planning and development, or any successor thereto.
28. “PCU” or “Provincial Coordination Unit” means the unit to be established by the Recipient in accordance with Section I.A.1(b)(iii) of Schedule 2 to this Agreement.
29. “Personal Data” means any information relating to an identified or identifiable individual. An identifiable individual is one who can be identified by reasonable means, directly or indirectly, by reference to an attribute or combination of attributes within the data, or combination of the data with other available information. Attributes that can be used to identify an identifiable individual include, but are not limited to, name, identification number, location data, online identifier, metadata, and factors specific to the physical, physiological, genetic, mental, economic, cultural, or social identity of an individual.
30. “PMD” or “Pakistan Metrological Department” means the Recipient’s department responsible for metrology, or any successor thereto.
31. “Procurement Regulations” means, for purposes of paragraph 85 of the Appendix to the General Conditions, the “World Bank Procurement Regulations for IPF Borrowers”, dated November 2020.
32. “Project Implementation Manual” means the manual referred to in Section I.B of Schedule 2 to this Agreement, as the same may be amended from time to time in agreement with the Association, and such term includes any schedules to the Project Implementation Manual.
33. “Project Implementing Units” means BIWRMDP PIU, PMD PIU, and BLEP PIU, the units to be established and/or appointed by the Recipient in accordance with Section I.A.1(b)(ii) of Schedule 2 to this Agreement, and “Project Implementing Unit” or “PIU” means any one of those units.

34. “Project Steering Committee” means the committee to be established by the Recipient in accordance with Section I.A.2 of Schedule 2 to this Agreement.
35. “Signature Date” means the later of the two dates on which the Recipient and the Association signed this Agreement and such definition applies to all references to “the date of the Financing Agreement” in the General Conditions.
36. “Training” means the costs of training activities under the Project, including seminars, workshops, and study tours, along with travel and subsistence allowances for training participants, services of trainers, rental of training facilities, preparation and reproduction of training materials, and other activities directly related to training preparation and implementation, all based on annual work plans and budgets approved by the Association.