**GRANT NUMBER TF084433** 

# Multi-Donor Trust Fund for Forced Displacement Grant Agreement

(Program for Results (Hybrid) for Agriculture Resilience, Value chain Development and Innovation (ARDI))

between

HASHEMITE KINGDOM OF JORDAN

and

INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT

Acting as administrator of the Multi-Donor Trust Fund for Forced Displacement

# MULTI-DONOR TRUST FUND FOR FORCED DISPLACEMENT GRANT AGREEMENT

AGREEMENT dated as of the Signature Date between HASHEMITE KINGDOM OF JORDAN ("Recipient") and INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT ("Bank"), acting as administrator of the Partnership for Improving Prospects Trust Fund, and the Multi-Donor Trust Fund for Forced Displacement for the purpose of assisting in financing the operation described in Schedule 1 to this Agreement ("Operation").

WHEREAS (A) Following the launch of the Jordan Agriculture Plan in January 2022 with the strategic objectives (i) to improve farmers' living conditions; (ii) to increase the sector's productivity; and (iii) to promote the efficient use of water/irrigation resources, the Recipient has requested the Bank to extend a loan to assist in the financing of the Operation in order to increase the overall results orientation of the government's Jordan Agriculture Plan;

- (B) the Recipient has requested the Bank to extend a loan to assist in the financing of the Project under the terms and conditions of a loan agreement between the Recipient and the Bank dated the same date as this Agreement ("Loan Agreement"); and
- (C) funding from the Multi-Donor Trust Fund for Partnership for Improving Prospects Trust Fund, and the Multi-Donor Trust Fund for Forced Displacement was received by the Bank for purposes of providing concessionality to the loan under the Loan Agreement.

NOW THEREFORE, The Recipient and the Bank hereby agree as follows:

# Article I Standard Conditions; Definitions

- 1.01. The Standard 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 Standard Conditions or in the Appendix this Agreement.

## Article II The Operation

2.01. The Recipient declares its commitment to the objectives of the operation described in Schedule 1 to this Agreement ("Operation"). To this end, the Recipient, through the Ministry of Agriculture (MoA), shall carry out the Operation in accordance with the provisions of Article II of the Standard Conditions and Schedule 2 to this Agreement.

Article III The Grant

- 3.01. The Bank agrees to extend to the Recipient a grant in an amount not to exceed five million five hundred thousand United States Dollars (\$5,500,000) ("Grant") to assist in financing the Operation.
- 3.02. The Recipient may withdraw the proceeds of the Grant in accordance with Section IV of Schedule 2 to this Agreement.
- 3.03. The Grant is funded out of the abovementioned trust fund for which the Bank receives periodic contributions from the donors to the trust fund. In accordance with Section 3.02 of the Standard Conditions, the Bank's payment obligations in connection with this Agreement are limited to the amount of funds made available to it by the donors under the abovementioned trust fund, and the Recipient's right to withdraw the Grant proceeds is subject to the availability of such funds.

# Article IV Effectiveness; Termination

- 4.01. This Agreement shall not become effective until evidence satisfactory to the Bank has been furnished to the Bank that the conditions specified below have been satisfied:
  - (a) the execution and delivery of this Agreement on behalf of the Recipient have been duly authorized or ratified by all necessary governmental action; and
  - (b) the loan agreement dated the same date as this Agreement, between the Recipient and the Bank, providing a loan in support of the Operation ("Loan Agreement"), has been executed and delivered and all conditions precedent to its effectiveness or to the right of the Recipient to make withdrawals under it (other than the effectiveness of this Agreement) have been fulfilled.

# Article V Recipient's Representative; Addresses

- 5.01. The Recipient's Representative referred to in Section 7.02 of the Standard Conditions is its Minister responsible for planning and international cooperation.
- 5.02. For purposes of Section 7.01 of the Standard Conditions: (a) the Recipient's address is:

Ministry of Planning and International Cooperation Post office Box 555 Amman, 11118 The Hashemite Kingdom of Jordan; and

(b) the Recipient's Electronic Address is:

| Гelex:          | Facsimile: | E-mail:        |
|-----------------|------------|----------------|
| +962-6-464 9341 |            | mop@mop.gov.jo |

| 5.03. | 03. For purposes of Section 7.01 of the Standard Conditions: (a) the Bank's address is: |   |              |                                     |               |
|-------|---|---|--------------|-------------------------------------|---------------|
|       | International B<br>1818 H Street,<br>Washington, D<br>United States o                   | .C. 20433   | and Developm | nent                                |               |
|       | (b) the Bank's  | Electronic Address is:                                      |              |                                     |               |
|       | Telex:  | Facsimile:  | [E-r         | mail]                               |               |
|       | 248423 (MCI)<br>64145 (MCI)   | or 1-202-477-639  | 1            |                                     |               |
|       | AGREED as of  | f the Signature Date.                                       |              |                                     |               |
|       |   | HASHEMITE KING  | DOM OF JO    | PRDAN                               |               |
|       |   | Ву  |              |                                     |               |
|       |   | •   |              | Masser Shraideli                    |               |
|       |   |   |              | Authorized Representative           | <del>-</del>  |
|       |   |   | Name:        | Nasser Shraideh                     | _             |
|       |   |   | Title:       | Minister of Planning and            | International |
|       |   |   | Date:        | 11-Oct-2022                         |               |
|       |   | INTERNATIONAL E<br>RECONSTRUCTION<br>acting as administrate | N AND DEVI   | ELOPMENT<br>Displacement Trust Fund |               |
|       |   | By  |              |                                     |               |
|       |   |   | Jea          | n-Christophe Carret                 |               |
|       |   |   |              | Authorized Representative           | 2             |
|       |   |   | Name:        | Jean-Christophe Carret              | _             |
|       |   |   | Title:       | Country Director                    |               |
|       |   |   | Date:        | 11-0ct-2022                         |               |
|       |   |   |              |                                     |               |

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# **SCHEDULE 1 Operation Description**

The objective of the Operation is to strengthen the climate resilience and enabling environment for agriculture development in selected value chains in Jordan.

The Operation consists of the following activities:

#### PART I. The Program

The key Program *substantive* results sought to be achieved are the following:

# 1: Climate Resilience and Sustainability

# 1.1: Scaling up Climate Smart Water use in Agriculture

Carrying out a program of activities designed to: (a) increase rainwater harvesting capacity, both at individual farm level and collectively across dryland areas, including in the Badia area in accordance with an evidence-based National Strategy for Water Harvesting, and (b) scale-up the restoration of dryland landscapes, to enhance resilience to climate change and production potential, including in the Badia area.

#### 1.2: Performance of Agriculture Extension Services

Carrying out a program of activities designed to improve the level of public service provision underpinning farmer and herder adaptive capacity, ability to access digital information and quality inputs by (a) reorganizing and expanding the delivery of extension services to farmers and herders using digital technologies to reach an expanded number of beneficiaries with higher efficiency and more effectively through specialized services; (b) expanding the coverage of veterinary services by MoA's Livestock Directorate and private providers; and (c) developing digital applications for farmers by NARC and scaling up of MoA's public extension services, including (i) an Early Warning System (EWS) offering alerts to farmers in case of risks (such as natural disasters); and (ii) scaled-up and sustained development of mobile applications (such as price data and agronomic advice), designed to facilitate the work of extension agents and to enable farmers to access valuable information.

## 2: Competitiveness and Exports

#### 2.1: Water productive and better integrated Agrifood Value Chains and Exports

Carrying out a program of activities designed to lift structural on and off-farm constraints to improve water use efficiency, agri-food value chain integration across a number of commodities and the ability to export inter alia by (a) carrying out reimbursable matching grant product to accelerate the adoption of effective and water saving technologies at farm developed by the Agriculture Credit Corporation ("ACC"); (b) adopting regulatory reforms to ensure appropriate public sector monitoring of food safety standards, (c) establishing voluntary value chain traceability and added services to improve the differentiation and competitiveness of Jordan's agricultural products, (d) reinforcing facilities with the capacity to monitor and digitally certify the

achievement of expanded food safety standards; (e) establishing a private-public advisory group to observe and advise on agricultural production patterns and trends in local production; (f) facilitating the development of energy efficient post-harvest value chains; and (g) supporting/building critical public infrastructure for plant health.

#### 2.2: Matching skills supply with demand in agri-food sector

Carrying out a program of activities designed to strengthen the supply of skilled human resources in the agricultural sector by, inter alia, carrying out (a) capacity needs assessment in agri-food sector; and (b) expanding job matching program in agri-food sector for unskilled/ semi-skilled job-seekers, with a special focus on women, youth and refugees.

#### II. The Project

The Project consists of the following:

#### Part 1. Jordan Agriculture Plan and Operation Implementation Support

Provision of support to establish a Delivery Unit ("DU") within Ministry of Agriculture (MoA), providing 'just in time' expertise and supporting the overall implementation of the Jordan Agriculture Plan ("JAP") and subsequent plans, as well as supporting the Directorate of Projects Management in the implementation of the Program under this Agreement.

#### Part 2. Inter-Ministerial Coordination and Stakeholder Engagement

Provision of support to (a) establish mechanisms for inter-ministerial and agency coordination at a technical level, (b) collect and analyze the lessons learned to mainstream mechanisms for inclusion into the MoA and inform new regulations or policies and (c) carry out stakeholder consultations, including private sector, civil society, producer and farmer organizations; on strategic priority areas underpinning the JAP, including, *inter alia*, areas of efficiency of water use in agriculture, opportunities for private sector engagement in extension, competitiveness of agriculture value chains and agricultural exports, and enabling environment for the inclusion of vulnerable groups including refugees.

#### Part 3. Capacity Development for Implementing Agencies

Provision of support to the implementing agencies of the JAP, as well as other relevant parties to support of skills development efforts, in response to specific requests and needs identified on themes directly related to the priority areas included in the Program; including strategic planning, project management, procurement, safeguards, inclusion of vulnerable groups, private sector collaboration as well as a range of technical aspects related to agricultural development and value chains. The technical assistance will include, *inter alia*, short- and medium -term trainings programs, policy analysis and development as well as support to the annual and multi-year budgetary programming process.

# Part 4. Contingency Emergency Response Component

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

#### **SCHEDULE 2**

#### **Operation Execution**

#### **Section I Implementation Arrangements**

#### A. Program Institutional and Implementation Arrangements

#### 1. Fiduciary, Environmental and Social Systems

Without limitation on the provisions of Article II of the Standard Conditions, the Recipient, through the MoA and MOPIC as the case may be and to be further detailed in the Operations Manual, shall carry out the Program, or cause the Program to be carried out, in accordance with administrative, financial management, procurement and environmental and social management systems acceptable to the Bank which are designed to ensure that:

- (a) the Grant proceeds are used for their intended purposes, with due attention to the principles of economy, efficiency, effectiveness, transparency, and accountability; and
- (b) the actual or potential adverse environmental and social impacts of the Program are identified, avoided, minimized, or mitigated, as the case may be, all through an informed decision-making process.

#### 2. Program Institutions

- (a) Without limitation on the generality of Part 1 of this Section I.A, the Recipient shall maintain the agencies, offices, units and branches within or under MoA and/or under other relevant ministries, each assigned with technical, social and environmental safeguards, fiduciary and other Program related responsibilities for implementing the Program, all with powers, functions, capacity, staffing and resources appropriate to fulfill their respective functions under the Program.
- (b) Without limitation upon the provisions of paragraphs (a) above, no later than ninety (90) days after the Effective Date, the Recipient, through the MoA, shall establish the Delivery Unit, and thereafter by not later than March 31, 2023, shall appoint staff and maintain the Delivery Unit at all times during the implementation of the Operation, under terms and conditions acceptable to the Bank, which shall (i) review, monitor and evaluate implementation progress of the Program, including the achievement of targets of the Results Framework and DLIs and (ii) provide support for resolving emerging Program implementation issues and bottlenecks, and for building the institutional capacity of the key actors at various levels.

# 3. Additional Program Implementation Arrangements

Without limitation on the generality of Part 1 of this Section I.A, the Recipient shall carry out the Program Action Plan in accordance with the schedule set out in the said Program Action Plan in manner satisfactory to the Bank.

#### 4. DLI Verification Arrangements

The Recipient, through the MoA, shall:

- (a) Appoint by not later than ninety (90) days after the Effective Date and thereafter maintain, at all times during the implementation of the Program, verification agents under terms of reference acceptable to the Bank ("Verification Agents"), to verify the data and other evidence supporting the achievement of one or more DLIs as set forth in the table in Section IV.A.2 of this Schedule 2 and recommend corresponding payments to be made, as applicable.
- (b) (i) Ensure that the Verification Agents carry out verification and process(es) in accordance with the summary protocol for verifying achievement of DLIs (the "Verification Protocol"); and (ii) submit to the Bank the corresponding verification reports in a timely manner and in form and substance satisfactory to the Bank.

#### **B.** Project Institutional and Implementation Arrangements

#### 1. Institutional Arrangements for the Project

The Recipient, through the MoA and MOPIC, as the case may be, and to be further detailed in the Operations Manual, shall implement the Project as follows:

- (a) carry out the Project with due diligence and efficiency in conformity with appropriate administrative, financial, technical, procurement, Environmental and Social Standards and practices, and in accordance with the Environmental and Social Commitment Plan ("ESCP") and the Operation Manual ("OM"), as applicable, and shall promptly provide the funds, facilities, services and other resources required for the Operation.
- (b) Without limitation upon the provisions of paragraphs (a) above, no later than ninety (90) days after the Effective Date, establish the Delivery Unit and thereafter by not later than March 31, 2023, appoint and maintain the Delivery Unit at all times during the implementation of the Operation, under in terms and conditions acceptable to the Bank, which shall (i) prepare the proposed annual work plan and budget; (ii) ensure the implementation of the approved Annual Work Plan and Budget; (ii) prepare and consolidating periodic progress reports; and (iv) support the MoA in monitoring and evaluating the progress in the implementation of the Project, all in accordance with the Operation Manual.
- (c) Without limitation upon the provisions of paragraph (a) immediately above, establish by not later than sixty (60) days after the Effective Date and thereafter maintain at all times during the implementation of the Project, a steering committee within the MoA ("Steering Committee"), chaired by the Minister

of Agriculture, to be responsible for ensuring prompt and efficient overall coordination, implementation, management and communication of Project activities and results, including: (i) reviewing progress and providing strategic guidance on the implementation of the Project; (ii) ensuring coordination between relevant government institutions, including the MoWI, MoENV, MoPIC, ACC and NARC; and (iii) liaising with other stakeholders on issues related to Project implementation; all in accordance with the Operation Manual.

#### 2. Environmental and Social Standards

- (a) The Recipient shall ensure that the Project is carried out in accordance with the Environmental and Social Standards, in a manner acceptable to the Bank.
- (b) 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 Bank. To this end, the Recipient shall ensure that:
  - (i) the measures and actions specified in the ESCP are implemented with due diligence and efficiency, as provided in the ESCP;
  - (ii) sufficient funds are available to cover the costs of implementing the ESCP;
  - (iii) 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
  - (iv) the ESCP, or any provision thereof, is not amended, repealed, suspended or waived, except as the Bank shall otherwise agree in writing, as specified in the ESCP, and ensure that the revised ESCP is disclosed promptly thereafter.
- (c) In case of any inconsistencies between the ESCP and the provisions of this Agreement, the provisions of this Agreement shall prevail.
- (d) The Recipient shall ensure that:
  - (i) all measures necessary are taken to collect, compile, and furnish to the Bank through regular reports, with the frequency specified in the ESCP, and promptly in a separate report or reports, if so requested by the Bank, 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 Bank, 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

- (ii) the Bank 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, including, in accordance with the ESCP, the environmental and social instruments referenced therein and the Environmental and Social Standards.
- (e) 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 Bank.

#### **B.** Operation Manual

- 1. Not later than ninety (90) days after the Effective Date, the Recipient shall through the MoA adopt the Operation Manual ("OM"), on the terms satisfactory to the Bank, which shall include the rules, methods, guidelines, standard documents and procedures for the carrying out of the Operation, including the following:
  - (a) administration and coordination, monitoring and evaluation, financial management, procurement and accounting procedures, environmental and social standards, fraud and corruption mitigation measures for the Project, including compliance with the ESCP and anti-corruption guidelines ("ACGs");
  - (b) provisions regarding the application of the ACGs to the Program, including the Recipient obligation to ensure that of all the agencies involved in the implementation of the Program cooperate with Bank investigations for the Program;
  - (c) detailed arrangements for verification of achievement of the DLIs (including the Verification Protocol);
  - (d) composition, roles and responsibilities of the Delivery Unit, Steering Committee and Program Institutions;
  - (e) a grievance mechanism for the Operation;
  - (f) personal data collection and processing in accordance with the applicable national guidelines acceptable to the Bank; and
  - (g) such other arrangements and procedures as shall be required for the effective implementation of the Operation, in form and substance satisfactory to the Bank.
- 2. The OM may not be assigned, amended, abrogated or waived, or permitted to be assigned, amended, abrogated or waived, or any provision thereof, in a manner which, in the opinion of the Bank, may materially and adversely affect the implementation of

the Project. The OM may only be amended in consultation with, and after approval of, the Bank.

3. In case of any conflict between the terms of the OM and those of this Agreement, the terms of this Agreement shall prevail.

#### **Section II.** Excluded Activities

The Recipient shall ensure that the Program excludes any activities which:

- A. in the opinion of the Bank, are likely to have significant adverse impacts that are sensitive, diverse, or unprecedented on the environment and/or affected people; or
- B. involve the procurement of: (1) works, estimated to cost US\$ 75,000,000 equivalent or more per contract; (2) goods, estimated to cost US\$ 50,000,000 equivalent or more per contract; (3) non-consulting services, estimated to cost US\$50,000,000 equivalent or more per contract; or (4) consulting services, estimated to cost US\$ 20,000,000 equivalent or more per contract.

#### Section III. Operation Monitoring, Reporting and Evaluation

#### A. Program Monitoring, Reporting, Evaluation and Audits

#### 1. Program Reports

The Recipient shall monitor and evaluate the progress of the Program and, more particularly, the progress of the Disbursement-Linked Indicators and, to that end, shall prepare regular Program Reports in accordance with the provisions of Section 2.06 of the Standard Conditions and in such scope and in such detail as shall be determined in accordance with the Verification Protocol. The Program Reports shall be furnished to the Bank in accordance with the schedule as shall be specified by the Verification Protocol.

#### 2. Program Financial and Procurement Audits

Without limitation on the generality of Section III of this Schedule 2 and Section 2.07 of the Standard Conditions, the Recipient shall have the Financial Statements audited in accordance with the provisions of Section 2.07 (b) of the Standard Conditions. The Recipient shall maintain, or cause to be maintained, records in respect of procurement activities related to the Program and shall cause said records to be audited annually. Each audit of the Financial Statements and procurement activities shall cover the period of one fiscal year of the Recipient. The audited Financial Statements and procurement audit report for each such period shall be furnished to the Bank not later than nine (9) months after the end of such period.

#### B. Project Monitoring, Reporting and Evaluation

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

#### Section IV. <u>Withdrawal of Grant Proceeds</u>

#### A. General

- 1. Without limitation upon the provisions of Article III of the Standard Conditions and in accordance with the Disbursement and Financial Information Letter, the Recipient may withdraw the proceeds of the Grant (including, in respect of the Eligible Expenditures under Categories (4) and (6) of the table set out in paragraph 2 below, the "World Bank Disbursement Guidelines for Projects" dated February 2017, as revised from time to time by the Bank and as made applicable to this Agreement pursuant to such instructions) in order to finance:
  - (a) Program Expenditures, on the basis of the results ("Disbursement Linked Results" or "DLRs") achieved by the Recipient, as measured against specific indicators ("Disbursement Linked Indicators" or "DLIs"); as set forth in Category (4) of the table in paragraph 2 of this Part A; and
  - (b) the Project's Eligible Expenditures as set forth in Category (6) of the table in paragraph 2 of this Part A.
- 2. The following table specifies each category of withdrawal of the proceeds of the Grant and allocated amounts for each such Category, including, as the case may be:
  - (a) the Program's Disbursement Linked Indicators financed under Category (4); and
  - (b) the Project's Eligible Expenditures that may be financed out of the proceeds of the Grant under Category (6) as well as the financing percentages thereof.

Notwithstanding the foregoing, for purposes of Categories (1) through (5) of the table below, the actual amounts authorized for disbursement ("Allocated Amount") and/or the formula for their determination upon the achievement of an individual

Disbursement Linked Result for any given DLI financed under such Category, are set forth in the table:

| Category<br>(including<br>Disbursement<br>Linked Indicator<br>as applicable)                | Amount of the<br>Grant<br>Allocated<br>(expressed in<br>USD) | Amount of the Grant<br>Disbursement Linked<br>Result (expressed in<br>USD)   | Disbursement Calculation<br>Formula for the scalable<br>DLRs in the Program and<br>financing percentage for<br>the Project (as applicable) |
|---|--|--|--|
| (1) <b>DLI</b> #1:<br>Adoption of<br>sustainable<br>rainwater harvesting<br>(RWH) practices | 0  |  |  |
|   |  | DLR#1.1.1: National<br>Agricultural RWH plan<br>and operational<br>guidelines for<br>agricultural RWH at<br>farm-/household and<br>community level are<br>adopted by national<br>RWH Committee by<br>December 31, 2023 | Not applicable   |
|   |  | DLR#1.1.2: Piloting of<br>three technological<br>innovations to reduce<br>evaporation in Badia<br>RWH completed by<br>December 31, 2024  | Not applicable   |
|   |  | DLR#1.2: Farm-level<br>RWH capacity created<br>(including 10% of<br>women headed<br>households) - 450,000<br>m³ by December 31,<br>2028<br>0   | US\$ 31.11 for each m <sup>3</sup> of RWH capacity created on a pro rata basis)  |
|   |  | DLR#1.3: Communal RWH capacity is integrated with landscape restoration created or refurbished in Badia area-10,000,000 m³ by December 31, 2028  | US\$ 0.9 for each m <sup>3</sup> of RWH capacity created)  |

| Category<br>(including<br>Disbursement<br>Linked Indicator<br>as applicable)                   | Amount of the<br>Grant<br>Allocated<br>(expressed in<br>USD) | Amount of the Grant<br>Disbursement Linked<br>Result (expressed in<br>USD)   | Disbursement Calculation<br>Formula for the scalable<br>DLRs in the Program and<br>financing percentage for<br>the Project (as applicable) |
|--|--|--|--|
| (2) <b>DLI</b> #2: Innovation and improved performance of extension and animal health services | 0  |  |  |
|  |  | DLR#2.1.1: Data entry software and storage systems are installed and used in at least one area by December 31, 2023                    | Not applicable   |
|  |  | DLR#2.1.2: Registry<br>system is Operational<br>December 31, 2024  | Not applicable   |
|  |  | DLR#2.1.3: Farmers and<br>herders registered:<br>45,000 by December 31,<br>2028<br>0   | (US\$ 60 for each farmer and herder registered)  |
|  |  | DLR#2.2.1: Agriculture extension plan submitted and 300 Extensionists (incl. veterinarians) trained (20% women) by December 31, 2023 0 | Not applicable   |
|  |  | DLR#2.2.2: Survey of<br>technology adoption by<br>FFS alumni farmers<br>completed by December<br>31, 2024                              | Not applicable   |
|  |  | DLR#2.3: Trainees graduate from FFS on CSA technologies (minimum 20 % women and 10 % refugees): 3000 by December 31, 2025              | (US\$ 1,500 for each graduated trainee on pro rata basis)  |

| Category<br>(including<br>Disbursement<br>Linked Indicator<br>as applicable) | Amount of the<br>Grant<br>Allocated<br>(expressed in<br>USD) | Amount of the Grant<br>Disbursement Linked<br>Result (expressed in<br>USD)  | Disbursement Calculation<br>Formula for the scalable<br>DLRs in the Program and<br>financing percentage for<br>the Project (as applicable) |
|--|--|---|--|
|  |  | DLR#2.4.1: 70% of total registered small ruminants vaccinated for FMD by December 31, 2023  | (US\$ 0.444 per small ruminant vaccinated for FMD up to a maximum of 2,580,000 goats and sheep)  |
|  |  | DLR#2.4.2: 75% of total registered small ruminants vaccinated for FMD by December 31, 2024  | (US\$ 0.444 per small ruminant vaccinated for FMD up to a maximum of 3,010,000 goats and sheep)  |
|  |  | DLR#2.4.3: 80% of total<br>registered small<br>ruminants vaccinated for<br>FMD by December 31,<br>2025  | (US\$ 0.444 per small ruminant vaccinated for FMD up to a maximum of 3,440,000 goats and sheep)  |
|  |  | DLR#2.4.4: FMD<br>Control Program<br>developed and submitted<br>to OIE for endorsement<br>by December 31, 2026<br>0   | Not applicable   |
|  |  | DLR#2.4.5: Private veterinarians performing vaccinations under a sanitary mandate program in one governorate by December 31, 2027                           | Not applicable   |
|  |  | DLR#2.5.1: AgTech<br>workshop on digital<br>extension tools held with<br>participation from<br>agribusiness, AgTech<br>stakeholders by<br>December 31, 2023 | Not applicable   |
|  |  | DLR#2.5.2: Roadmap<br>adopted for public<br>private partnership on<br>data, digital technology<br>innovations by<br>December 31, 2024<br>0                  | Not applicable   |
|  |  | DLR#2.5.3: Digital extension tool subscribers: 6,000 by December 31, 2028   | (US\$ 250 for each digital extension tool subscriber)  |

| Category<br>(including<br>Disbursement<br>Linked Indicator<br>as applicable)               | Amount of the<br>Grant<br>Allocated<br>(expressed in<br>USD) | Amount of the Grant<br>Disbursement Linked<br>Result (expressed in<br>USD)   | Disbursement Calculation<br>Formula for the scalable<br>DLRs in the Program and<br>financing percentage for<br>the Project (as applicable) |
|--|--|--|--|
|  |  | 0  |  |
| (3) DLI #3:<br>Enabling services<br>for Value Chain<br>Development and<br>Export Promotion | 0  |  |  |
|  |  | DLR#3.1.1: Reimbursable grant financing instrument for water use efficiency (GFI) adopted and implementation manual for the GFI approved by December 31, 2023                              | Not applicable   |
|  |  | DLR#3.1.2: 1,400 farmers have invested GFI grants in water use efficiency technologies by December 31, 2028 0  | (US\$ 5,714.28 for each farmer adopting water-efficiency technologies)   |
|  |  | DLR#3.2.1: Market<br>Intelligence Mechanism<br>established, Market<br>Opportunity Diagnostic<br>submitted; and<br>simplified regulation on<br>cooperatives adopted by<br>December 31, 2023 | Not applicable   |
|  |  | DLR#3.2.2: De-risking financial instrument for post-harvest infrastructure investments approved by December 31, 2024   | Not applicable   |
|  |  | DLR#3.2.3: Additional post-harvest SOPs approved by MoA and trials initiated for at least two crops by December 31, 2025   | Not applicable   |
|  |  | DLR#3.3.1: Traceability regulation approved and traceability system implementation roadmap adopted by December 31, 2023  | Not applicable   |

| Category<br>(including<br>Disbursement<br>Linked Indicator<br>as applicable)                       | Amount of the<br>Grant<br>Allocated<br>(expressed in<br>USD) | Amount of the Grant<br>Disbursement Linked<br>Result (expressed in<br>USD)   | Disbursement Calculation<br>Formula for the scalable<br>DLRs in the Program and<br>financing percentage for<br>the Project (as applicable) |
|--|--|--|--|
|  |  | DLR#3.3.2: Pilots for<br>three commodities<br>completed by December<br>31, 2024<br>0                                       | Not applicable   |
|  |  | DLR#3.3.3: Value of commodities covered by traceability systems by December 31, 2028 (US\$ 5,000,000 target value) 0       | (US\$ 0.4 for each USD covered by traceability systems)  |
|  |  | DLR#3.4.1: Private laboratory accrediting mechanism adopted by December 31, 2023   | Not applicable   |
|  |  | DLR#3.4.2: Seed testing<br>laboratory ESTA<br>accredited by December<br>31, 2024   | Not applicable   |
|  |  | DLR#3.4.3: Reduction<br>in test turnaround time<br>by 20% compared to<br>baseline by December<br>31, 2025<br>0             | Not applicable   |
|  |  | DLR#3.4.4: Reduction<br>in average test<br>turnaround time by 30%<br>compared to baseline by<br>December 31, 2026<br>0     | Not applicable   |
| (4) DLI #4: On and<br>off farm<br>employment skills<br>improved including<br>women and<br>refugees | 1,000,000  |  |  |
|  |  | DLR#4.1: Needs-based<br>skills training program<br>approved by Technical<br>Committee by December<br>31, 2023<br>1,000,000 | Not applicable   |

| Category<br>(including<br>Disbursement<br>Linked Indicator<br>as applicable) | Amount of the<br>Grant<br>Allocated<br>(expressed in<br>USD) | Amount of the Grant<br>Disbursement Linked<br>Result (expressed in<br>USD)  | Disbursement Calculation<br>Formula for the scalable<br>DLRs in the Program and<br>financing percentage for<br>the Project (as applicable) |
|--|--|---|--|
|  |  | DLR#4.2: at least 12121 trainees completed Skills Upgrading and Job Matching Program (including a minimum of 4040 women, 4040 youth and 2424 refugees) by December 31, 2028 0 | (US\$ 577.51 for each trainee completing the program)  |
| (5) DLI #5: MoA<br>Delivery Capacity<br>Secured                              | 0  |   |  |
|  |  | DLR#5.1.1: In FY 2023, minimum increase in MoA CapEx allocation of JD2,000,000 over baseline in 2022.   | Not applicable   |
|  |  | DLR#5.1.2: In FY 2024, minimum increase in MoA CapEx allocation of JD2,000,000 over the previous FY's minimum CapEx increase  | Not applicable   |
|  |  | DLR#5.1.3: In FY2025 minimum increase in MoA CapEx allocation of JD2,000,000 over the previous FY's minimum CapEx increase 0  | Not applicable   |
|  |  | DLR#5.1.4: In FY 2026<br>minimum increase in<br>MoA CapEx allocation<br>of JD2,000,000 over the<br>previous FY's minimum<br>CapEx increase 0                                  | Not applicable   |
|  |  | DLR#5.1.5: In FY 2027 minimum increase in MoA CapEx allocation of JD2,000,000 over the previous FY's minimum CapEx increase.  | Not applicable   |
|  |  | DLR#5.1.6: In FY 2028<br>minimum increase in<br>MoA CapEx allocation<br>of JD2,000,000 over the   | Not applicable   |

| Category<br>(including<br>Disbursement<br>Linked Indicator<br>as applicable)                                       | Amount of the<br>Grant<br>Allocated<br>(expressed in<br>USD) | Amount of the Grant<br>Disbursement Linked<br>Result (expressed in<br>USD) | Disbursement Calculation<br>Formula for the scalable<br>DLRs in the Program and<br>financing percentage for<br>the Project (as applicable) |
|--|--|--|--|
|  |  | previous FY's minimum<br>CapEx increase<br>0                               |  |
| (6) Works, goods, non-consulting services, and consulting services, Training and Operating Costs under the Project | 4,500,000  | NA   | 100%   |
| Total  | 5,500,000  |  |  |

# B. Withdrawal Conditions, Withdrawal Period for the Program

- 1. Notwithstanding the provisions Part A of this Section, with respect to the Program, no withdrawal shall be made:
  - (a) on the basis of DLRs achieved prior to the Signature Date, except that withdrawals up to an aggregate amount not to exceed fifty thousand Dollars (US\$ 50,000) may be made on the basis of DLRs achieved prior to this date but on or after March 1, 2022, and/or
  - (b) for the DLR under Category (4), until and unless the Recipient has furnished evidence satisfactory to the Bank that said DLR has been achieved in accordance with the table in this Section to this Agreement.
- 2. Notwithstanding the provisions of Part B.(1)(b) of this Section, the Recipient may withdraw an amount not exceeding two hundred and fifty thousand Dollars (US\$ 250,000) as an advance against DLR(s) to be met; provided, however that, if the DLR(s) in the opinion of the Bank is/are not achieved (or only partially achieved) by the Closing Date, the Recipient shall refund such advance to the Bank (or portion of such advance as determined by the Bank in accordance with the provisions of paragraph (3) of this Part B) to the Bank promptly upon notice thereof by the Bank.
- 3. Notwithstanding the provisions of Part B.(1)(b) of this Section, if any of the DLRs has not been achieved by the date by which the said DLR is set to be achieved, the Bank may, by notice to the Recipient:
  - (a) authorize the withdrawal of such lesser amount of the unwithdrawn proceeds of the Grant then allocated to said Category which, in the opinion of the Bank, corresponds to the extent of achievement of said DLR, said lesser amount to be calculated in accordance with the respective formula set out in Table in this Section to this Agreement;
  - (b) reallocate all or a portion of the proceeds of the Grant then allocated to said DLR to any other DLR; and/or

- (c) cancel all or a portion of the proceeds of the Grant then allocated to said DLR.
- 4. With respect to the Program, notwithstanding the foregoing provisions of this Section IV, if at any time after the Closing Date the Recipient has failed to provide evidence satisfactory to the Bank that the Withdrawn Grant Balance does not exceed the total amount of Program Expenditures, the Recipient shall, promptly upon notice from the Bank, refund to the Bank such excess amount of the Withdrawn Financing Balance. The Bank shall cancel the refunded amount of the Withdrawn Financing Balance.

#### C. Withdrawal Conditions for the Project

Notwithstanding the provisions of Section IV.A of this Schedule, no withdrawal shall be made for payments made in respect of the Project prior to the date of this Agreement.

#### D. Operation Withdrawal Period

The Closing Date is June 30, 2024.

#### **APPENDIX**

#### **Definitions**

- 1. "ACC" means Agriculture Credit Corporation, the Borrower's agency specialized in agricultural finance pursuant to the Borrower's Agricultural Credit Institution Act of 1963, or its successor thereof.
- 2. "Agriculture Extension Plan" means the implementation roadmap for the expansion of the crop extension service, budgets for staff and equipment, timelines for deploying FFS geographically and by subject-matter, the opportunities for engagement by the for private sector, the use of digital technology, deliverables and intended results using key performance indicators.
- 3. "AgTech" means agriculture technologies.
- 4. "Anti-Corruption Guidelines" means, for purposes of paragraph 2 of the Appendix to the Standard 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.
- 5. "CapEx" means capital expenditure.
- 6. "Category" means a category set forth in the table in Section IV.A.2 of Schedule 2 to this Agreement.
- 7. "CERC Manual" means the manual referred to in Section I.B.3 of Schedule 2 to this Agreement, as such manual may be updated from time to time with the agreement of the Bank, and which is an integral part of the Operational Manual.
- 8. "Contingent Emergency Response Part" means any activity or activities to be carried out under Part 4 of the Project to respond to an Eligible Crisis or Emergency.
- 9. "CSA" means climate-smart agriculture technologies.
- 10. "Disbursement Calculation Formula" means the formula set forth in the table in Section IV.A of Schedule 2 to this Agreement.
- 11. "Disbursement Linked Indicator" or "DLI" means in respect of a given Category of the Program, the indicator related to said Program Category as set forth in the table in Section IV.A of Schedule 2 to this Agreement.
- 12. "Disbursement Linked Result" or "DLR" means in respect of a given Category of the Program, the result under said Program Category as set forth in the table in Section IV.A of Schedule 2 to this Agreement, on the basis of the achievement of which, the amount of the Loan allocated to said result may be withdrawn in accordance with the provisions of said Section IV.
- 13. "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.

- 14. "Emergency Expenditures" means any of the eligible expenditures set forth in the CERC Manual referred to in Section I.B.3 of Schedule 2 to this Agreement and required for the Contingent Emergency Response Part.
- 15. "Emergency Action Plan" means the plan referred to in Section I.B.3 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.
- 16. "Environmental and Social Commitment Plan" or "ESCP" means the environmental and social commitment plan for the Project, dated August 29, 2022, 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.
- 17. "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"; (x) "Environmental and Social Standard 10: Stakeholder Engagement and Information Disclosure"; effective on October 1, 2018, as published by the Bank.
- 18. "FFS" means farmer field schools.
- 19. "FMD" means foot and mouth disease.
- 20. "GFI" means the reimbursable grant financing instrument for water use efficiency, through agricultural production technologies that improve on-farm water use efficiency as further detailed in the design of the GFI to be adopted under DLI #3.1, under terms acceptable to the Bank.
- 21. "JAP" means the Recipient's Sustainable Agriculture Plan (2022-2025) adopted pursuant to the Recipient's Cabinet of Ministers' decision dated January 16, 2022.
- 22. "JEDCO" means the Jordan Enterprise Development Corporation a government entity founded by Law 33 of 2008, or its successor thereof.

- 23. "JVA" means the Jordan Valley Authority or its successor thereof.
- 24. "Loan Agreement" means the Loan Agreement between the Recipient and the Bank, dated [*insert date of signing*] (Loan No. [*insert loan number*]) for the Operation, as described under Schedule 1 to this Agreement.
- 25. "Market Intelligence Mechanism" means a multi-disciplinary advisory group comprised of key public entities (MoA, NARC, Jordan Export, JEDCO, among others), private sector representatives, farmer associations, development partners and international experts that to be established within the MoA, or its successor thereof.
- 26. "Market Opportunity Diagnostic" means an analytical report which maps the current operators and infrastructure available in Jordan for relevant post-harvest value chain activities; identifies gaps, reviews international approaches for attracting private sector investment in energy efficient post-harvest value chain development using de-risking instruments; and identifies approaches for advancing the readiness of farmers, cooperatives, and small and medium enterprises to engage.
- 27. "Ministry of Agriculture" or "MoA" means the ministry responsible for agriculture of the Hashemite Kingdom of Jordan or any successor thereto.
- 28. "Ministry of Planning and International Cooperation" or "MoPIC" means the ministry responsible for planning and international cooperation in the Hashemite Kingdom of Jordan or any successor thereto.
- 29. "Ministry of Environment" or "MoE" means the ministry responsible for environment in the Hashemite Kingdom of Jordan or any successor thereto.
- 30. "MoWI" means the ministry responsible for water and irrigation in the Hashemite Kingdom of Jordan or any successor thereto.
- 31. "NARC" means National Agriculture Research Council of the Hashemite Kingdom of Jordan or its successor thereof.
- 32. "OIE" means the World Organisation for Animal Health.
- 33. "Operation" means, collectively, all activities described under the Program and the Project of Schedule 1 to this Agreement.
- 34. "Operation Manual" means the manual to be prepared and adopted in accordance with the provisions of Section I.C of Schedule 2 to this Agreement, as such manual may be amended from time to time with the written approval of the Bank.
- 35. "Operational" means the ongoing operations of the digital farmer registry system, including specification of the number of farmers registered (of which women), identification of channels used to incentivize registration; staffing and equipment for registration efforts; ongoing improvement mechanism of the underlying software; lessons learned and adjustments undertaken from initial stages of implementation and evidence of updating of at least 5% of existing registry entries per year.

- 36. "PforR Expenditures" means expenditures for the Program that are satisfactory to the Bank.
- 37. "Program Action Plan" means the Borrower's plan referred to in Schedule 2 Section I.A.3 of this Agreement, as may be amended from time to time with the agreement of the Bank.
- 38. "RWH" means rainwater harvesting.
- 39. "Signature Date" means the later of the two dates on which the Recipient and the Bank signed this Agreement and such definition applies to all references to "the date of the Grant Agreement" in the Standard Conditions.
- 40. "Standard Conditions" means:
  - (a) for purposes of Part I of the Operation (the Program), implementation of the Program and the financing of Program Expenditures: the "International Bank for Reconstruction and Development and International Development Association Standard Conditions for Program for-Results Financing Made by the Bank Out of Trust Funds", dated December 12, 2019; and
  - (b) for purposes of Part II of the Operation (the Project) implementation of the Project and the financing of the Project's Eligible Expenditures: the "International Bank for Reconstruction and Development and International Development Association Standard Conditions for Grant Financing Made by the Bank out of Trust Funds", dated March 29, 2019.
- 41. "Verification Agents" means the agents to be appointed pursuant to Section I.A.4 of Schedule 2 to this Agreement.
- 42. "Verification Protocol" means the DLI verification protocol table specifying the means by which the achievement of each DLR will be verified under the Program.