



MSME Development Project for Inclusive Growth (P132314)

MIDDLE EAST AND NORTH AFRICA | Jordan | Finance, Competitiveness and Innovation Global Practice | IBRD/IDA | Investment Project Financing | FY 2013 | Seq No: 13 | ARCHIVED on 28-Jun-2020 | ISR42387 |

Implementing Agencies: Central Bank of Jordan, Government of Jordan

Key Dates**Key Project Dates**

Bank Approval Date: 05-Mar-2013

Effectiveness Date: 09-Jun-2013

Planned Mid Term Review Date: 15-Jun-2014

Actual Mid-Term Review Date: 15-Jun-2014

Original Closing Date: 31-Dec-2015

Revised Closing Date: 31-Dec-2020

Project Development Objectives

Project Development Objective (from Project Appraisal Document)

The objective of the Project is to contribute to the improvement of access to finance for micro, small and medium enterprises in the Hashemite Kingdom of Jordan.

Has the Project Development Objective been changed since Board Approval of the Project Objective?

No

Components Table

Name

Line of Credit to MSMEs:(Cost \$70.00 M)

Overall Ratings

Name	Previous Rating	Current Rating
Progress towards achievement of PDO	<input type="checkbox"/> Satisfactory	<input type="checkbox"/> Satisfactory
Overall Implementation Progress (IP)	<input type="checkbox"/> Satisfactory	<input type="checkbox"/> Satisfactory
Overall Risk Rating	<input type="checkbox"/> Low	<input type="checkbox"/> Low

Implementation Status and Key Decisions

The MSME Development for Inclusive Growth Project-Additional Financing (US\$ 50 million):

- The line of credit was fully disbursed to nine participating financial intermediaries (PFIs); namely, Cairo Amman Bank, Jordan Kuwait Bank, Blom Bank, Arab Bank, Ahli Bank, Capital Bank, Housing Bank for Trade and Finance, Arab International Islamic Bank and the Jordan Islamic Bank.
- 92 percent of this amount (US\$ 45million) has been on-lent to 3,360 project beneficiaries (MSMEs).



- The Project is achieving effective targeting of women (77.9 percent of project beneficiaries) and youth [1] (47.5 percent of project beneficiaries).
 - The Project increased its geographical outreach as 67 percent of the beneficiaries are in Governorates outside Amman.
1. (1) youth is defined as those below the age of 35.





Risks

Systematic Operations Risk-rating Tool



Risk Category	Rating at Approval	Previous Rating	Current Rating
Political and Governance	--	<input type="checkbox"/> Moderate	<input type="checkbox"/> Moderate
Macroeconomic	--	<input type="checkbox"/> Moderate	<input type="checkbox"/> Moderate
Sector Strategies and Policies	--	<input type="checkbox"/> Low	<input type="checkbox"/> Low
Technical Design of Project or Program	--	<input type="checkbox"/> Low	<input type="checkbox"/> Low
Institutional Capacity for Implementation and Sustainability	--	<input type="checkbox"/> Low	<input type="checkbox"/> Low
Fiduciary	--	<input type="checkbox"/> Moderate	<input type="checkbox"/> Moderate
Environment and Social	--	<input type="checkbox"/> Moderate	<input type="checkbox"/> Moderate
Stakeholders	--	<input type="checkbox"/> Moderate	<input type="checkbox"/> Moderate
Other	--	<input type="checkbox"/> Low	<input type="checkbox"/> Low
Overall	--	<input type="checkbox"/> Low	<input type="checkbox"/> Low

Results

PDO Indicators by Objectives / Outcomes

Improve MSMEs access to finance in Jordan				
▶ Direct project beneficiaries (Number, Custom)				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	12,595.00	12,610.00	3,500.00
Date	31-Mar-2012	30-Jun-2019	31-Dec-2019	31-Dec-2020
Comments:	9,250 MSME beneficiaries under the parent project and 3,360 MSME beneficiary under the Additional financing project			
□ Female beneficiaries (Percentage, Custom Supplement)				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	79.00	77.90	35.00
▶ Overall MSME portfolio of participating banks (Percentage, Custom)				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	9.00	9.00	9.00	10.00
Date	31-Mar-2012	30-Jun-2019	31-Dec-2019	31-Dec-2020



► Portfolio at Risk - SME (Percentage, Custom)				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	5.00	2.00	4.90	4.00
Date	31-Mar-2012	30-Jun-2019	31-Dec-2019	31-Dec-2020
► Number of jobs created by MSMEs Project Beneficiaries (Number, Custom)				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	8,386.00	8,386.00	5,500.00
Date	31-Mar-2012	30-Jun-2019	30-Jun-2019	31-Dec-2020
Comments:	The number of Jobs created is as follows: 7,682 under the (parent project) and 704 under the (AF).			

Intermediate Results Indicators by Components

Line of Credit to MSMEs				
► Volume of Lending to MSMEs under the Line of Credit (Amount(USD), Custom)				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	146.70	147.70	120.00
Date	31-Mar-2012	30-Jun-2019	31-Dec-2019	31-Dec-2020
► Enterprises in Governorates other than Amman as a percent of total businesses served by the line of credit (Percentage, Custom)				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	67.00	67.00	30.00
Date	31-Mar-2012	30-Jun-2019	31-Dec-2019	31-Dec-2020
Comments:	Enterprises in Governorates other than Amman as a percent of total businesses served by the line of credit recorded 66.9% as of December 31, 2019.			
► Youth owned businesses as a percent of total businesses served by the line of credit (Percentage, Custom)				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	48.00	47.50	20.00
Date	31-Mar-2012	30-Jun-2019	31-Dec-2019	31-Dec-2020
Comments:	Youth owned businesses as a percent of total businesses served by the line of credit recorded 47.5% as of December 31, 2019.			



▶ Number of term loans to MSMEs (Number, Custom)				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	13,568.00	13,587.00	1,500.00
Date	31-Mar-2012	30-Jun-2019	31-Dec-2019	31-Dec-2020
Comments:	This includes both the additional financing and the parent project out of which the number of term loans to MSMEs under the additional financing is 2,926.			
▶ Number of MFIs engaged in micro enterprise lending under the line of credit (Number, Custom)				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	4.00	4.00	2.00
Date	31-Mar-2012	30-Jun-2019	31-Dec-2019	31-Dec-2020
▶ Number of banks engaged in MSME lending (Number, Custom)				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	9.00	9.00	12.00
Date	31-Mar-2012	30-Jun-2019	31-Dec-2019	31-Dec-2020

Performance-Based Conditions

Data on Financial Performance

Disbursements (by loan)

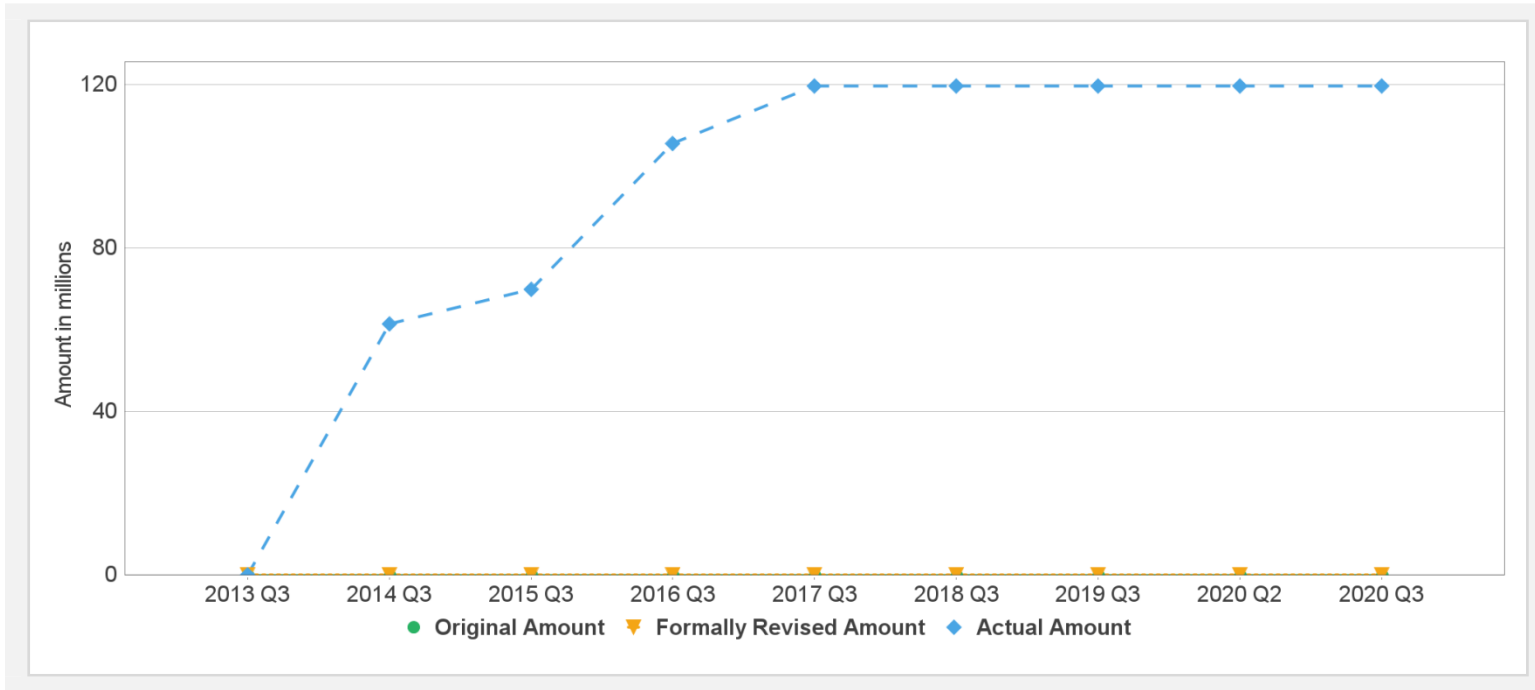
Project	Loan/Credit/TF	Status	Currency	Original	Revised	Cancelled	Disbursed	Undisbursed	% Disbursed
P132314	IBRD-82320	Effective	USD	70.00	70.00	0.00	70.00	0.00	100%
P132314	IBRD-84970	Effective	USD	50.00	50.00	0.00	50.00	0.00	100%

Key Dates (by loan)

Project	Loan/Credit/TF	Status	Approval Date	Signing Date	Effectiveness Date	Orig. Closing Date	Rev. Closing Date
P132314	IBRD-82320	Effective	05-Mar-2013	12-Mar-2013	09-Jun-2013	31-Dec-2015	31-Dec-2020
P132314	IBRD-84970	Effective	10-Apr-2015	17-Apr-2015	15-Jul-2015	31-Dec-2020	31-Dec-2020



Cumulative Disbursements



PBC Disbursement

PBC ID	PBC Type	Description	Coc	PBC Amount	Achievement Status	Disbursed amount in Coc	Disbursement % for PBC
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Restructuring History

There has been no restructuring to date.

Related Project(s)

P153987-JO-MSME Development for Inclusive Growth