



Finance for Jobs II (P159337)

MIDDLE EAST AND NORTH AFRICA | West Bank and Gaza | Finance, Competitiveness and Innovation Global Practice | Special Financing | Investment Project Financing | FY 2018 | Seq No: 5 | ARCHIVED on 06-Jan-2020 | ISR38995 |

Implementing Agencies: Ministry of Finance and Planning, Project Implementing Agency (DAI), Palestine Liberation Organization (for the benefit of the Palestinian Authority)

Key Dates

Key Project Dates

Bank Approval Date: 27-Jul-2017

Effectiveness Date: 27-Nov-2017

Planned Mid Term Review Date: 24-Feb-2020

Actual Mid-Term Review Date:

Original Closing Date: 29-Oct-2021

Revised Closing Date: 29-Oct-2021

Project Development Objectives

Project Development Objective (from Project Appraisal Document)

To test the effectiveness of selected financial interventions in incentivizing private sector investment and job creation.

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

No

Components

Name

Development Impact Bond (DIB) for Skills Development and Employment:(Cost \$5.00 M)

Investment Co-Financing Facility (ICF):(Cost \$8.00 M)

Entrepreneurship Ecosystem Matching Grant (EE-MG)

Project Management:(Cost \$1.50 M)

Overall Ratings

Name	Previous Rating	Current Rating
Progress towards achievement of PDO	● Moderately Satisfactory	● Moderately Satisfactory
Overall Implementation Progress (IP)	● Moderately Satisfactory	● Moderately Satisfactory
Overall Risk Rating	● High	● High

Implementation Status and Key Decisions

Overall implementation progress for Finance for Jobs II (F4J II) remains *Moderately Satisfactory* based on the progress of individual components and the overall disbursement rate. With respect to the progress towards achievement of the project development objectives (PDO), reported outcomes on private capital mobilization are above-target for year two and some outcomes on jobs are observable from the implementation of the Investment Co-financing Facility (ICF). In the reporting period, a major milestone was reached with the conclusion of the negotiation of the outcomes contract for the Development Impact Bond (DIB) component, followed by a formal launch of the instrument in November 2019. With the launching of the DIB, the team assesses an improved likelihood that the project will achieve outcomes and outputs linked to jobs, private capital mobilization and numbers of beneficiaries supported.

Risks

Systematic Operations Risk-rating Tool

Risk Category	Rating at Approval	Previous Rating	Current Rating
Political and Governance	● High	● High	● High
Macroeconomic	● High	● High	● High
Sector Strategies and Policies	● Substantial	● Substantial	● Substantial
Technical Design of Project or Program	● Substantial	● Substantial	● Substantial
Institutional Capacity for Implementation and Sustainability	● Substantial	● Substantial	● Substantial
Fiduciary	● Substantial	● Substantial	● Substantial
Environment and Social	● Moderate	● Moderate	● Moderate
Stakeholders	● Substantial	● Substantial	● Substantial
Other	--	--	--
Overall	● High	● High	● High

Results

PDO Indicators by Objectives / Outcomes

To test the effectiveness of selected financial interventions in incentivizing private sector invest				
▶Number of jobs created (Number, Custom)				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	23.00	2,200.00
Date	01-Sep-2017	06-Jun-2019	29-Nov-2019	29-Oct-2021
▶Private Capital Mobilized (Amount(USD), Custom)				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	4,580,819.00	8,500,000.00
Date	01-Sep-2017	06-Jun-2019	29-Nov-2019	29-Oct-2021

Overall Comments

Number of jobs created: 23 jobs were created as part of the first mover Gaza solar deal.

Private capital mobilization for ICF component: The cumulative total capital mobilization is recorded in the amount of US\$2,780,819 (sponsor equity to implement the GIE PV Solar Panel Subproject).

Private Capital Mobilized for DIB component from four investors to the DIB SPV as a result of signing the Performance and Funding agreement is (US\$1,800,000).

Intermediate Results Indicators by Components

Development Impact Bond (DIB) for Skills Development and Employment				
▶Number of DIB beneficiaries that start DIB program and complete a career assessment (Number, Custom)				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	2,100.00
Date	01-Sep-2017	06-Jun-2019	29-Nov-2019	29-Oct-2021
▲Number of DIB beneficiaries that start DIB program and complete a career assessment -- Women (Number, Custom Breakdown)				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	600.00
Date	01-Sep-2017	06-Jun-2019	29-Nov-2019	29-Oct-2021
▶Number of DIB beneficiaries accepted into internships or apprenticeship programs (Number, Custom)				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	730.00
Date	01-Sep-2017	06-Jun-2019	29-Nov-2019	29-Oct-2021
▲Number of DIB beneficiaries accepted into internships or apprenticeship programs -- Women (Number, Custom Breakdown)				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	150.00
Date	01-Sep-2017	06-Jun-2019	29-Nov-2019	29-Oct-2021
▶Number of DIB beneficiaries that complete training programs (Number, Custom)				

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	1,400.00
Date	01-Sep-2017	06-Jun-2019	29-Nov-2019	29-Oct-2021
▲Number of DIB beneficiaries that complete training programs -- Women (Number, Custom Breakdown)				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	350.00
Date	01-Sep-2017	06-Jun-2019	29-Nov-2019	29-Oct-2021

Investment Co-Financing Facility (ICF)				
▶Firms benefiting from private sector initiatives (Number, Corporate)				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	2.00	56.00
Date	01-Sep-2017	06-Jun-2019	29-Nov-2019	29-Oct-2021
▶Beneficiaries of job-focused interventions (Number, Corporate)				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	28.50	3,400.00
Date	01-Sep-2017	06-Jun-2019	29-Nov-2019	29-Oct-2021
▲Beneficiaries of job-focused interventions - Youth (Number, Custom Supplement)				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	12.00	2,130.00
▲Beneficiaries of job-focused interventions - Female (Number, Corporate Supplement)				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	6.00	620.00
▶Beneficiaries that feel project investments reflected their needs (percentage) (Percentage, Custom)				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	85.00
Date	01-Sep-2017	06-Jun-2019	13-Dec-2019	29-Oct-2021

Overall Comments

Increase in intermediary targets as a result of the 'first mover' Gaza solar deal.



Data on Financial Performance

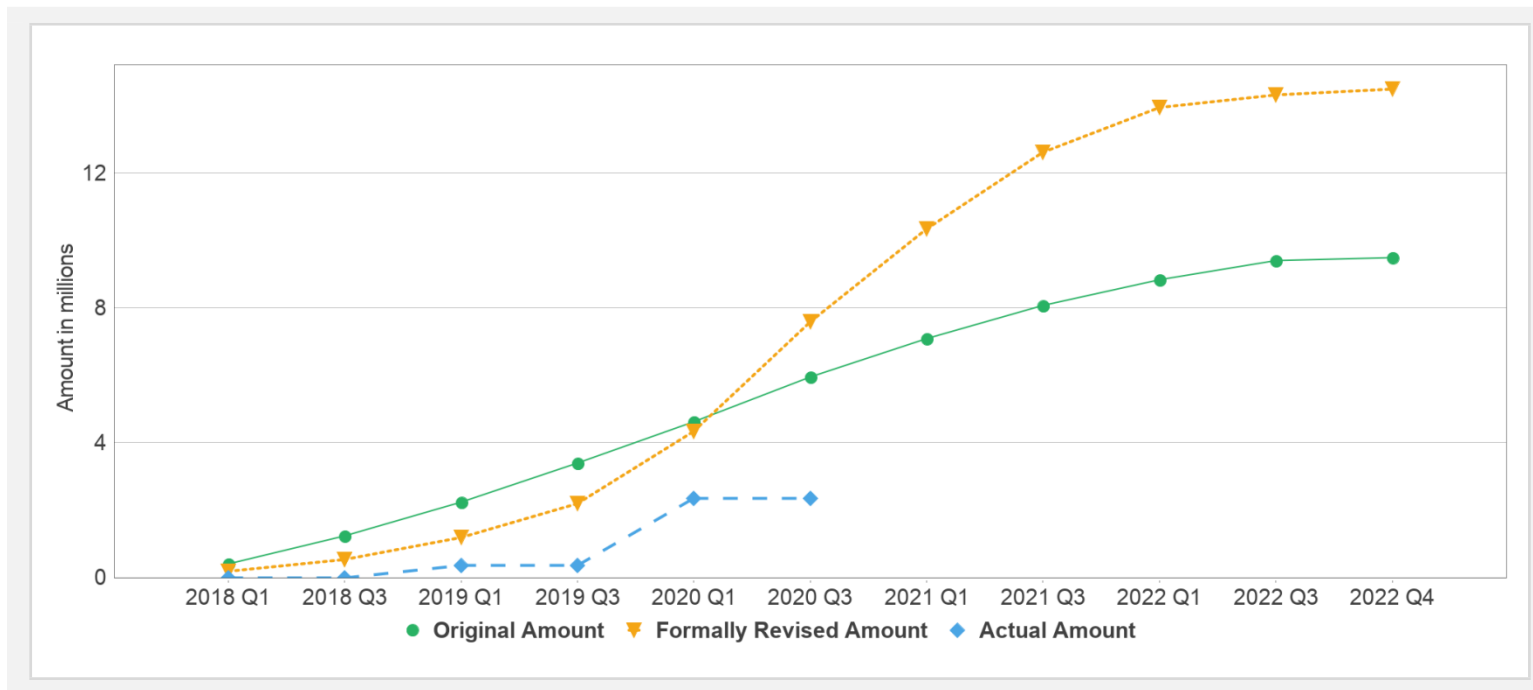
Disbursements (by loan)

Project	Loan/Credit/TF	Status	Currency	Original	Revised	Cancelled	Disbursed	Undisbursed	% Disbursed
P159337	TF-A5114	Effective	USD	1.50	1.50	0.00	0.00	1.50	0%
P159337	TF-A5297	Effective	USD	8.00	8.00	0.00	2.35	5.65	29%

Key Dates (by loan)

Project	Loan/Credit/TF	Status	Approval Date	Signing Date	Effectiveness Date	Orig. Closing Date	Rev. Closing Date
P159337	TF-A5114	Effective	27-Sep-2017	27-Sep-2017	27-Nov-2017	31-Mar-2021	31-Mar-2021
P159337	TF-A5297	Effective	27-Sep-2017	27-Sep-2017	27-Nov-2017	29-Oct-2021	29-Oct-2021

Cumulative Disbursements





Restructuring History

Level 2 Approved on 07-Nov-2018

Related Project(s)

P167675-Finance for Jobs II Additional Financing
