

Public Disclosure Authorized

CONFORMED COPY

CREDIT NUMBER 4911-PK (Portion A)
CREDIT NUMBER 4910-PK (Portion B)

Financing Agreement

(Flood Emergency Cash Transfer Project)

between

ISLAMIC REPUBLIC OF PAKISTAN

and

INTERNATIONAL DEVELOPMENT ASSOCIATION

Dated June 9, 2011

Public Disclosure Authorized



FINANCING AGREEMENT

AGREEMENT June 9, 2011, entered into between the 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) constitute an integral 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, on the terms and conditions set forth or referred to in this Agreement, a credit in two portions as follows to assist in financing the project described in Schedule 1 to this Agreement (the “Project”):
 - (a) an amount equivalent to fifty one million five hundred thousand Special Drawing Rights (SDR 51,500,000) (“Portion A of the Credit”); and
 - (b) an amount equivalent to twenty eight million Special Drawing Right (SDR 28,000,000) (“Portion B of the Credit”).

(Portion A of the Credit and Portion B of the Credit collectively referred to as variously the “Credit” or the “Financing”).
- 2.02. The Recipient may withdraw the proceeds of the Financing in accordance with Section IV of Schedule 2 to this Agreement.
- 2.03. The Maximum Commitment Charge Rate payable by the Recipient on the Unwithdrawn Financing Balance shall be one-half of one percent (1/2 of 1%) per annum.

- 2.04. The Service Charge payable by the Recipient on the Withdrawn Credit Balance shall be equal to three-fourths of one percent (3/4 of 1%) per annum.
- 2.05. The Recipient shall pay the Association interest on the amount of Portion B of the Credit withdrawn and outstanding from time to time at a rate equal to three and one fifth of one percent (3.20%) per annum. Such interest shall accrue from the respective date on which the amounts of the Portion B of the Credit are withdrawn and shall be payable semi-annually in arrears on each Payment Date. Such interest shall be computed on the basis of a 360-day year or twelve 30-day months.
- 2.06. The Payment Dates are March 15 and September 15 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 United States Dollars.

ARTICLE III — PROJECT

- 3.01. The Recipient declares its commitment to the objectives of the Project. To this end, the Recipient shall carry out Component 1 of the Project through its Cabinet Division, and shall cause Component 2 of the Project to be carried out by the Project Implementing Entity, all in accordance with the provisions of Article IV of the General Conditions and/or the Project Agreement. Notwithstanding the foregoing, the Project Implementing Entity shall support the Cabinet Division in the carrying out of Component 1, as further elaborated in the Project Agreement.
- 3.02. Without limitation upon the provisions of Section 3.01 of this Agreement, and except as the Recipient and the Association shall otherwise agree, the Recipient shall ensure that the Project is carried out in accordance with the provisions of Schedule 2 to this Agreement.

ARTICLE IV — REMEDIES OF THE ASSOCIATION

4.01. The Additional Events of Suspension consist of the following:

- (a) the Project Implementing Entity’s Legislation has been amended, suspended, abrogated, repealed or waived so as to affect materially and adversely the ability of the Project Implementing Entity to perform any of its obligations under the Project Agreement;
- (b) a situation has arisen that would make it improbable for the Recipient and/or the Project Implementing Entity to carry out the Citizen’s Damage Compensation Program, or a significant part thereof; and
- (c) the Recipient, the Project Implementing Entity and the Participating Provinces and Agencies: (i) shall have failed to entered into the Tripartite Agreement; or (ii) after signing the Tripartite Agreement, shall have amended, suspended, abrogated or waived, whether in whole or in part, the said agreement, so as to materially and adversely affect the ability of the Recipient and/or the Project Implementing Entity to perform any of their obligations under this Agreement or the Project Agreement, respectively.

4.02. The Additional Events of Acceleration consist of the following:

- (a) Any event specified in paragraphs (a), (b) and (c)(ii) of Section 4.01 of this Agreement occurs and is continuing for a period of thirty (30) days after notice of the event has been given by the Association to the Recipient; and
- (b) The event specified in paragraph (c)(i) of Section 4.01 of this Agreement occurs.

ARTICLE V — EFFECTIVENESS; TERMINATION

5.01. The Additional Conditions of Effectiveness consists of the following:

- (a) the Recipient, with the endorsement of either the Council of Common Interests or the Provincial Chief Secretaries, has approved the Project Operations Manual prepared by the Project Implementing Entity;

- (b) the Recipient, through the Cabinet Division, has employed financial management staff for ERC, with qualifications, experience and terms of reference acceptable to the Association;
 - (c) the Recipient and the Participating Provinces and Agencies have entered into Agency Agreements with Payment Agents, under terms of conditions satisfactory to the Association; and
 - (d) the Association, jointly with Development Partners representing, together with the Association, at least sixty percent (60%) of the non-governmental financing for the CDCP, have entered into the Memorandum of Understanding with the Recipient, as set forth in Section I.D(c) of Schedule 2 to this Agreement.
- 5.02. The Effectiveness Deadline is the date ninety (90) days after the date of this Agreement.
- 5.02. For purposes of Section 8.05(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 (20) years after the date of this Agreement.

ARTICLE VI — REPRESENTATIVE; ADDRESSES

- 6.01. The Recipient's Representative is Secretary, Additional Secretary, Joint Secretary, Deputy Secretary or Section Officer of the Recipient's Economic Affairs Division.
- 6.02. The Recipient's Address is:

The Secretary to the Government of Pakistan
Economic Affairs Division
Islamabad
Islamic Republic of Pakistan

Facsimile:

92-51-9202417

6.03. The Association's Address is:

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

Cable:	Telex:	Facsimile:
INDEVAS Washington, D.C.	248423 (MCI)	1-202-477-6391

AGREED at Islamabad, Islamic Republic of Pakistan, as of the day and year first above written.

ISLAMIC REPUBLIC OF PAKISTAN

By/s/ Abdul Wajid Rana

Authorized Representative

INTERNATIONAL DEVELOPMENT ASSOCIATION

By/s/ Rachid Benmessaoud

Authorized Representative

SCHEDULE 1

Project Description

The objective of the Project is to support the recovery of Flood Affected Households by assisting the Recipient in strengthening the implementation of its Citizen's Damage Compensation Program.

The Project consists of the following parts:

Component 1: Effective Delivery of Cash Grants to Flood Affected Households

Provision of Cash Grants to at least one million (1,000,000) Flood Affected Households in accordance with the Citizen's Damage Compensation Program.

Component 2: Strengthening of Program Management, Monitoring & Evaluation

1. Strengthening the management, transparency and accountability of the CDCP at federal, provincial and local level, through the carrying out of: (i) operational audits of the CDCP's performance; (ii) communication and public information campaigns; (iii) IT systems development; (iv) development of the Project Operations Manual; (v) capacity building of the PDMAs/DCOs; and (vi) Project impact evaluations.
2. Strengthening the institutional capacity of the Cabinet Division and Project Implementing Entity to carry out the Project including, compliance with the Project's procurement, financial management and technical requirements, as well as the monitoring and evaluation and reporting requirements.

SCHEDULE 2**Project Execution****Section I. Implementation Arrangements****A. Subsidiary Financing Arrangements**

1. To facilitate the carrying out of the Project Implementing Entity's Respective Part of the Project, the Recipient shall make part of the proceeds of the Financing, allocated from time to time to Category (3), available to the Project Implementing Entity on a grant basis, in accordance with the provision of this Agreement and the Recipient's budgetary policies and procedures.
2. Notwithstanding paragraph one (1) above, in the event that any of the provisions of this Agreement, including the instruction that the Association shall have specified by notice to the Recipient pursuant to Section IV.A.1 of this Schedule were inconsistent with the budgetary procedures of the Recipient, the provisions of this Agreement and related instructions shall govern.

B. Anti-Corruption

The Recipient shall ensure that the Project is carried out in accordance with the provisions of the Anti-Corruption Guidelines.

C. Institutional Arrangements

1. The Recipient agrees that the responsibility for policy formulation and inter-institutional coordination of the Project rests with CCI.
2. The Recipient shall maintain, throughout the period of implementation of the Project, the NODMC with power, functions, resources and composition acceptable to the Association, in order to monitor and evaluate the performance of Component 1 of the Project, and serve as advisory board to the Recipient and the CCI in the carrying out of the CDCP.
3. The Recipient shall maintain throughout the period of implementation of the Project, an Emergency Relief Cell within the Cabinet Division, responsible for the carrying out of the technical coordination and day-to-day implementation of Component 1 of the Project, which cell shall: (i) report to the NODMC on Project performance and implementation; (ii) be provided with qualified and experienced staff, in sufficient numbers and under terms of reference satisfactory to the Association, as well as the necessary resources, powers and functions to comply with the Project's fiduciary requirements, in particular those related to the payment of Cash Grants.

4. The Recipient shall ensure that the Cabinet Division (through ERC) carries out its responsibilities under Component 1 of the Project in accordance with the Project Operations Manual. The Recipient shall refrain from amending, waiving, suspending or abrogating any provision of the Project Operations Manual, whether in whole or in part, without the prior concurrence of the Association.

D. Implementation Arrangements for the Provision of Cash Grants.

In carrying out Component 1 of the Project, the Recipient shall:

- (a) enter, by no later than three (3) months after the Effective Date, into a Tripartite Agreement with the Project Implementing Entity and the Participating Provinces and Agencies, under terms and conditions acceptable to the Association, setting forth the allocation of powers, functions, duties and responsibilities in the implementation of the second phase of the CDCP, including:
- (i) the obligation of Participating Provinces and Agencies to:
 - (A) establish and implement throughout the period of Project execution, an easily accessible grievance redress mechanism, satisfactory to the Association, in order to address grievances relating to errors/omissions in the list of Flood Affected Households eligible for Cash Grants;
 - (B) carry out public awareness/information campaigns, including public disclosure of the house damage assessments and the lists of Cash Grant beneficiaries in coordination with the PDMAs;
 - (C) propose to the Recipient and the Project Implementing Entity the lists of Flood Affected Households to benefit from the Cash Grants in accordance with the methodology and selection criteria set forth in the Project Operations Manual; and
 - (D) cause their respective PDMAs and district/agency governments to cooperate and comply with the data sharing protocols, public disclosures and grievance redress mechanisms set forth in the Project Operations Manual in order to monitor and evaluate the implementation of the CDCP.
 - (ii) the obligation of the Project Implementing Entity to:

- (A) carry out cross checks between the list of proposed Cash Grant beneficiaries, provided by the Participating Provinces and Agencies, and its citizens database to confirm the applicants residence in the Notified Flood Affected Areas; and
 - (B) prepare the final lists of Flood Affected Households eligible for Cash Grants which shall comprise the names of the Most Vulnerable Households to the exclusion of those of the Well-Off Households, in accordance with the Project Operations Manual.
- (b) enter, jointly with the Participating Provinces and Agencies, into agency agreements with the financial intermediaries and/or payment institutions (the “Payment Agents”), and under terms and conditions acceptable to the Association, for purposes of defraying the Cash Grants to Flood Affected Households; said Agency Agreements to include, *inter alia*, the Payment Agents responsibility for: (i) recertifying and/or (re)issuing debit cards and personal identity numbers to Cash Grants beneficiaries; (ii) operating and maintaining an easily accessible grievance redress mechanism for payment-related complaints; (iii) establishing payment centers, automatic teller machines and/or point of sales in publicly accessible places; and (iv) providing monthly reconciliations of Cash Grants amounts defrayed and outstanding or withdrawn by beneficiaries.
 - (c) enter into a Memorandum of Understanding jointly with the Association and the Development Partners in order to, *inter alia*, coordinate the financial support to the second phase of the CDCP, coordinate disbursement arrangements, and ensure monitoring and evaluation cooperation among the parties thereof.

E. Management Information System

The Recipient, through the Cabinet Division, shall establish, by no later than three (3) months after the Effective Date, and thereafter maintain throughout the period of implementation of the Project, a management information system satisfactory to the Association, collecting and analyzing data and information provided by the Payment Agents, the Project Implementing Entity, and the Participating Provinces and Agencies, including, *inter alia*, information on Cash Grant payments, eligible Flood Affected Households, and grievance complaints and related settlements.

F. Future Emergency Response

In carrying out Component 2 of the Project, the Recipient shall, design and develop, in a manner and substance satisfactory to the Association, an action plan describing the basic parameters of a governmental strategy to support potential victims during the recovery phase of a possible future man-made or natural disaster.

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

The Recipient shall monitor and evaluate the progress of the Project and prepare Project Reports in accordance with the provisions of Section 4.08 of the General Conditions and on the basis of indicators acceptable to the Association. Each Project Report shall cover the period of one (1) calendar quarter, and shall be furnished to the Association not later than one (1) month after the end of the period covered by such report.

B. Financial Management, Financial Reports and Audits

1. The Recipient shall maintain or cause to be maintained a financial management system in accordance with the provisions of Section 4.09 of the General Conditions.
2. Without limitation on the provisions of Part A of this Section, the Recipient shall prepare and furnish to the Association not later than one (1) month after the end of each calendar quarter, interim unaudited financial reports for the Project covering the quarter, in form and substance satisfactory to the Association.
3. The Recipient shall have its Financial Statements audited in accordance with the provisions of Section 4.09(b) of the General Conditions. Each audit of the Financial Statements shall cover the period of one (1) fiscal year of the Recipient, commencing with the fiscal year for which the first withdrawal was made under the Project. The audited Financial Statements for each such period shall be furnished to the Association not later than six (6) months after the end of such period.

Section III. Procurement**A. General**

1. **Goods and Non-consulting Services.** All goods and non-consulting services required for the Project and to be financed out of the proceeds of the Financing

shall be procured in accordance with the requirements set forth or referred to in Section I of the Procurement Guidelines, and with the provisions of this Section.

- 2. **Consultants’ Services.** All consultants’ services required for the Project and to be financed out of the proceeds of the Financing shall be procured in accordance with the requirements set forth or referred to in Sections I and IV of the Consultant Guidelines, and with the provisions of this Section.
- 3. **Definitions.** The capitalized terms used below in this Section to describe particular procurement methods or methods of review by the Association of particular contracts, refer to the corresponding method described in the Procurement Guidelines, or Consultant Guidelines, as the case may be.

B. Particular Methods of Procurement of Goods and Non-consulting Services

- 1. **International Competitive Bidding.** Except as otherwise provided in paragraph 2 below, goods, and non-consulting services shall be procured under contracts awarded on the basis of International Competitive Bidding.
- 2. **Other Methods of Procurement of Goods and Non-consulting Services.** The following table specifies the methods of procurement, other than International Competitive Bidding, which may be used for goods and non-consulting services. The Procurement Plan shall specify the circumstances under which such methods may be used:

Procurement Method
(a) National Competitive Bidding (<i>subject to the additional provisions set forth in the Attachment to this Schedule 2</i>)
(b) Direct Contracting
(c) Shopping

C. Particular Methods of Procurement of Consultants’ Services

- 1. **Quality- and Cost-based Selection.** Except as otherwise provided in paragraph 2 below, consultants’ services shall be procured under contracts awarded on the basis of Quality- and Cost-based Selection.
- 2. **Other Methods of Procurement of Consultants’ Services.** The following table specifies methods of procurement, other than Quality and Cost-based Selection, which may be used for consultants’ services. The Procurement Plan shall specify the circumstances under which such methods may be used.

Procurement Method
(a) Selection Based on Consultants Qualifications
(b) Single Source Selection
(c) Individual Consultants

D. Review by the Association of Procurement Decisions

The Procurement Plan shall set forth those contracts which shall be subject to the Association's Prior Review. All other contracts shall be subject to Post Review by the Association.

Section IV. Withdrawal of the Proceeds of the Financing

A. General

1. The Recipient may withdraw the proceeds of the Financing in accordance with the provisions of Article II of the General Conditions, this Section, and such additional instructions as the Association shall specify by notice to the Recipient (including the "World Bank Disbursement Guidelines for Projects" dated May 2006, as revised from time to time by the Association and as made applicable to this Agreement pursuant to such instructions), to finance Eligible Expenditures as set forth in the table in paragraph 2 below.
2. The following table specifies the categories of Eligible Expenditures that may be financed out of the proceeds of the Financing ("Category"), the allocations of the amounts of the Financing to each Category, and the percentage of expenditures to be financed for Eligible Expenditures in each Category:

Category	Amount of Portion A of the Credit Allocated (expressed in SDR)	Amount of Portion B of the Credit Allocated (expressed in SDR)	Percentage of Expenditures to be Financed (inclusive of Taxes)
(1) Cash Grants to be paid to Flood Affected Households	41,330,000		80% of the amounts disbursed under the Cash Grants
(2) Cash Grants to be paid to Flood Affected Households	10,170,000	21,620,000	80% of the amounts disbursed under the Cash Grants

Category	Amount of Portion A of the Credit Allocated (expressed in SDR)	Amount of Portion B of the Credit Allocated (expressed in SDR)	Percentage of Expenditures to be Financed (inclusive of Taxes)
(3) Goods, non-consultant services, consultants' services, Training and Workshops and Incremental Operating Costs for the Project		6,380,000	100%
TOTAL AMOUNT	51,500,000	28,000,000	

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 date of this Agreement, except that withdrawals up to an aggregate amount not to exceed SDR 3,180,000 equivalent may be made for payments made prior to this date, but on or after December 31, 2010, for Eligible Expenditures under Category (3); and
 - (b) for Category (2) unless and until the Recipient has prepared a time-bound action plan, acceptable to the Association, for the development of future responses to disasters/emergency crises through the provision of cash transfers, including appropriate mechanism for asset recovery.

3. Notwithstanding the foregoing, the Recipient shall ensure that the amounts withdrawn, from time to time, from Categories (1) and (2) above shall be used for the defrayment of Cash Grants to Flood Affected Households exclusively in those districts of the Participating Provinces and Agencies that:
 - (a) have undergone statistically representative third-party spot-checks of the list of proposed recipients of Cash Grants, prepared by the respective province on the basis of the house damage assessment in Notified Flood Affected Districts;

- (b) have a proposed list of Cash Grant beneficiaries with a margin of inclusion/exclusion and errors/deviations, as evidenced in the third-party spot-checks referred to in sub-paragraph (a) above, which is acceptable to the Association; and
 - (c) have the afore-mentioned list of Cash Grants beneficiaries cross-checked with the Project Implementing Entity's database to confirm the recipients' residence within Notified Flood Affected Areas, exclude Well-Off Households and include the Most Vulnerable Households.
3. The Closing Date is June 30, 2013.

ATTACHMENT TO SCHEDULE 2**Improvement of Bidding Procedures under
National Competitive bidding**

The following improvement in bidding procedures will apply to all procurements of goods and non-consultant services under National Competitive Bidding pursuant to the provision of (i) Rules 5 and 20 through 36(a) of the Recipient's Public Procurement Rules (2004) (S.R.O. 432(I)/2004), as agreed to with the Association, in order to ensure economy, efficiency, transparency and broad consistency with the provisions of Section 1 of the Procurement Guidelines:

- (i) Invitations to bid shall be advertised in at least one (1) national newspaper with a wide circulation, at least thirty (30) days (exceptions to be reviewed and agreed by the Association on case by case basis) prior to the deadline for the submission of bids.
- (ii) Bid documents shall be made available, by mail or in person, to all who are willing to pay the required fee.
- (iii) Foreign bidders shall not be precluded from bidding and no preference of any kind shall be given to national bidders in the bidding process.
- (iv) Bidding shall not be restricted to pre-registered firms.
- (v) Qualification criteria shall be stated in the bidding documents.
- (vi) Bids shall be opened in public, immediately after the deadline for submission of bids.
- (vii) Single bids shall also be considered for evaluation.
- (viii) Bids shall not be rejected merely on the basis of a comparison with an official estimate without the prior concurrence of the Association.
- (ix) Before rejecting all bids and soliciting new bids, the Association's prior concurrence shall be obtained.
- (x) Contracts shall not be awarded on the basis of nationally negotiated rates.
- (xi) Contracts shall be awarded to the lowest evaluated and qualified bidder.
- (xii) Post-bidding price negotiations shall not be allowed with the lowest evaluated or any other bidders.

- (xiii) Bids shall be solicited and works contracts shall be awarded on the basis of unit prices and not on the basis of a composite schedule of rates.
- (xiv) Draft NCB contract would be reviewed by the Association in accordance with the prior review procedures.
- (xv) A firm declared ineligible by the Association, based on a determination by the Association that the firm has engaged in corrupt, fraudulent, collusive, coercive or obstructive practices in competing for or in executing an Association-financed contract, shall be ineligible to be awarded an Association-financed contract during the period of time determined by the Association.
- (xvi) Each contract financed from the proceeds of the Credit shall provide that the suppliers, contractors and subcontractors shall permit the Association, at its request to inspect their account and records audited by auditors appointed by the Association. The deliberate and material violation by the supplier, contractor or subcontractor of such provision may amount to obstructive practice.

SCHEDULE 3**Repayment Schedule**

Date Payment Due	Principal Amount of the Credit repayable (expressed as a percentage)*
On each March 15 and September 15	
commencing September 15, 2021 to and including March 15, 2031	1.25%
commencing September 15, 2031 to and including March 15, 2046	2.5%

* 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 3.03(b) of the General Conditions.

APPENDIX**Section I. Definitions**

1. “Agency Agreement” means the agreements to be entered between the Recipient, the Participating Provinces and Agencies and the Payment Agents pursuant to Section I.D(b) of Schedule 2 to this Agreement.
2. “Anti-Corruption Guidelines” means 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.
3. “Cabinet Division” means the Cabinet Division as defined in the Rules of Business of the Recipient (1973).
4. “Cash Grants” means the unconditional cash transfer in the amount of PKR40,000 to be paid to Flood Affected Households in two or more installments, not to exceed PKR20,000 each, pursuant to the provisions of the Operations Manual
5. “Category” means a category set forth in the table in Section IV of Schedule 2 to this Agreement.
6. “Citizen’s Damage Compensation Program” and the acronym “CDCP” mean the flood recovery and damage compensation program established pursuant to the CCI Decision Minutes dated November 7, 2010, providing for cash transfers to families and/or households affected by the Recipient’s 2010 monsoon floods.
7. “Consultant Guidelines” means the “Guidelines: Selection and Employment of Consultants under IBRD Loans and IDA Credits and Grants by World Bank Borrowers” published by the Bank in January 2011.
8. “Council of Common Interests” and the acronym “CCI” mean the Recipient’s council constituted pursuant to Article 153 of the Constitution of Pakistan (1973), as amended to the date of this Agreement.
9. “Development Partners” means, collectively, the Department for International Development of the United Kingdom of Great Britain and Northern Ireland, the United States Agency for International Development and the Italian Republic, acting through its Ministry for Foreign Affairs.
10. “DCOs” means, collectively, the District Coordination Officers of the Participating Provinces and Agencies.

11. “ERC” means the Emergency Relief Cell referred to in Section I.C.3 of Schedule 2 to this Agreement.
12. “Flood Affected Households” means: (i) the households in Notified Flood Affected Districts of the Participating Provinces and Agencies, whose houses/shelters have been partially or totally damaged by the 2010 monsoon flood as surveyed by the provincial house damage assessments and confirmed by the Project Implementing Entity’s database cross-checks, but excluding the Well-Off Households; and (ii) including the Most Vulnerable Households.
13. “FY2011/2012 Budget” means the Recipient’s budget for fiscal year commencing on July 1, 2011 and closing on June 30, 2012.
14. “General Conditions” means the “International Development Association General Conditions for Credits and Grants”, dated July 31, 2010.
15. “Incremental Operating Costs” means the reasonable costs of salaries of contractual staff (other than consultants and/or civil servants), per diem and allowances, office rental, office supplies, utilities, conveyance, travel and boarding/lodging allowances, operation and maintenance of office equipment and vehicles, advertising expenses and normal bank charges, insurance costs, media projections, newspaper subscriptions, periodicals, printing and stationary costs in connection with the management and coordination of Project activities, which expenditures would not have been incurred absent the Project.
16. “IT” means information technology.
17. “Memorandum of Understanding” means the memorandum of understanding to be entered by the Recipient, the Association and the Development Partners as set forth in Section I.D(c) of Schedule 2 to this Agreement.
18. “Most Vulnerable Households” means households in Notified Flood Affected Districts of Participating Provinces and Agencies that did not suffer any house/shelter damage during the 2010 monsoon floods, but are headed by a disabled person or a female.
19. “NODMC” means the Recipient’s National Oversight Disaster Management Council, established pursuant to the National Disaster Management Ordinance (Ordinance LIII of 2007).
20. “Notified Flood Affected Districts” means the districts in the Participating Provinces and Agencies affected by the monsoon floods of 2010, as notified by the Participating Provinces and Agencies.

21. “Participating Provinces and Agencies” means the Recipient’s Provinces of Balochistan, Khyber Pakhtunkhwa, Punjab and Sind, as well as the Recipient’s Administrations of Gilgit-Baltistan and Azad Jammu and Kashmir.
22. “Payment Agents” means the financial intermediaries and/or payment institutions to be selected pursuant to the Project Operations Manual for the payment of Cash Grants to Flood Affected Households through electronic means (i.e. ATM – Watan- cards) as provided for in Section I.D(b) of Schedule 2 to this Agreement.
23. “PDMAs” means collectively the Provincial Disaster Management Authorities of Participating Provinces and Agencies.
24. “PKR” means Pakistani Rupees.
25. “Procurement Guidelines” means the “Guidelines: Procurement of Goods, Works and Non-consulting Services under IBRD Loans and IDA Credits and Grants by World Bank Borrowers” published by the Bank in January 2011.
26. “Procurement Plan” means the Recipient’s procurement plan for the Project, dated March 10, 2011 and referred to in paragraph 1.18 of the Procurement Guidelines and paragraph 1.25 of the Consultant Guidelines, as the same shall be updated from time to time in accordance with the provisions of said paragraphs.
27. “Project Implementing Entity” means the Recipient’s National Database & Registration Authority established pursuant to Section 4 of the Project Implementing Entity’s Legislation.
28. “Project Implementing Entity’s Legislation” means National Database and Registration Authority Ordinance 2000, as amended to the date of this Agreement.
29. “Project Operations Manual” means the manual to be prepared by the Project Implementing Entity pursuant to Section I.B(b) of the Schedule to the Project Agreement.
30. “Respective Parts of the Project” means: (i) for the Recipient, acting through the Cabinet Division, Component 1 of the Project; and (ii) for the Project Implementing Entity, certain activities under Component 1 and all activities under Component 2 of the Project.
31. “Training and Workshops” means the reasonable costs of trainings, workshops and conferences conducted in the territory of the Recipient, including the purchase and publications of material, rental of facilities, course fees and travel and subsistence allowances for trainers and/or trainees means.

32. “Tripartite Agreement” means the agreement to be entered between the Recipient, the Participating Provinces and Agencies and the Project Implementing Entity, pursuant to Section I.D(a) of Schedule 2 to this Agreement and Section I.B(a) of the Schedule to the Project Agreement.
33. “Well-Off Households” means households in the Notified Flood Affected Districts of Participating Provinces and Agencies, whose houses/shelters have been partially or totally damaged by the 2010 monsoon flood as surveyed by the provincial house damage assessments, but have remained above the poverty line.