



DOCUMENT OF THE WORLD BANK

RESTRUCTURING PAPER  
ON A  
PROPOSED PROJECT RESTRUCTURING  
OF  
HORTICULTURE DEVELOPMENT PROJECT  
APPROVED ON JUNE 12, 2014  
TO  
REPUBLIC OF UZBEKISTAN

AGRICULTURE  
EUROPE AND CENTRAL ASIA

Regional Vice President:	Cyril E Muller
Country Director:	Mariam J. Sherman
Senior Global Practice Director:	Juergen Voegelé
Practice Manager/Manager:	Julian A. Lampietti
Task Team Leader:	Dilshod Khidirov



**I. BASIC DATA**

**Product Information**

Project ID P133703	Financing Instrument Investment Project Financing
Original EA Category Partial Assessment (B)	Current EA Category Partial Assessment (B)
Approval Date 12-Jun-2014	Current Closing Date 30-Jun-2021

**Organizations**

Borrower Republic of Uzbekistan	Responsible Agency Rural Restructuring Agency
------------------------------------	--

**Project Development Objective (PDO)**

Original PDO

The project development objective is to enhance the productivity and profitability of horticulture sector in the project area.

**Summary Status of Financing**

Ln/Cr/Tf	Approval	Signing	Effectiveness	Closing	Net Commitment	Disbursed	Undisbursed
IBRD-83930	12-Jun-2014	08-Apr-2015	05-Oct-2015	30-Jun-2021	150.00	132.06	17.94

**Policy Waiver(s)**

Does this restructuring trigger the need for any policy waiver(s)?

No

**II. SUMMARY OF PROJECT STATUS AND PROPOSED CHANGES**



Proposed project changes. This restructuring entails reallocation of funds, and no PDO, indicator and component content changes or other significant changes are envisaged.

Project status. The project development objective and project implementation progress are rated Moderately Satisfactory. The Project was approved by the Board on June 12, 2014, the Loan Agreement was signed on April 8, 2015, and became effective on October 5, 2015. The Project has experienced a slow start and initial implementation delays due to Borrower’s internal approval process. The implementation speeded up considerably during the last two years and nearly 90 percent has disbursed to date mainly due to the high demand for the sub-loans from the project beneficiaries for investments in fruit processing and packaging, cold storage, greenhouses, and intensive orchards under Component 2. The Implementation of Component 1 “Agricultural Support Services” currently rated MU, is lagging behind while the EU grant financing this component is being processed and expected to be effective in October 2017.

Responding to the high demand and successful implementation of credit lines the Borrower in its letter, dated July 28, 2017, has requested the Bank to reallocate funds in the amount \$8.867 million including \$4.126 mln from the Unallocated and \$4.741 mln from the "Incremental Operating Costs" categories to the category “Investment, Capital Expenditures and Sub Project Leasing”. Operating costs in amount of \$4.741m are unutilized. The regional offices of RRA have been restructured and integrated eliminating duplicating functions and synchronizing implementation of donor-funded agricultural projects. Relocation of \$4.471m will not affect project implementation. The RRA is adjusting the Project Implementation Manual accordingly.

### III. DETAILED CHANGES

#### REALLOCATION BETWEEN DISBURSEMENT CATEGORIES

Ln/Cr/TF	Current Expenditure Category	Current Allocation	Actuals + Committed	Proposed Allocation	Disbursement % (Type Total)	
					Current	Proposed
IBRD-83930-001 Currency: USD	GOODS	1,207,600.00	62,485.89	1,207,600.00	100.00	100.00
	WORKS & CS					
	INCDG AUDIT & TRNG	1,476,200.00	8,618.87	1,476,200.00	100.00	100.00
	INV. & WORK.CAP. SUBLOANS & LEASE	135,599,200.00	126,214,306.17	144,466,200.00	100.00	100.00
	INCREMENTAL	7,216,000.00	398,536.76	2,475,000.00	100.00	100.00



# The World Bank

Horticulture Development Project (P133703)

## OPERATING COSTS

UNALLOCATED	4,126,000.00	0.00	0.00
-------------	--------------	------	------

<b>Total</b>	<b>149,625,000.00</b>	<b>126,683,947.69</b>	<b>149,625,000.00</b>
--------------	-----------------------	-----------------------	-----------------------