



Mozambique - Integrated Growth Poles Project (P127303)

AFRICA | Mozambique | Trade & Competitiveness Global Practice |
IBRD/IDA | Investment Project Financing | FY 2013 | Seq No: 10 | ARCHIVED on 02-Jan-2018 | ISR30658 |

Implementing Agencies: Ministry of Economy and Finance (MEF), Government of Mozambique

Key Dates

Key Project Dates

Bank Approval Date:25-Apr-2013

Effectiveness Date:23-Aug-2013

Planned Mid Term Review Date:17-Oct-2016

Actual Mid-Term Review Date:23-Nov-2016

Original Closing Date:31-Oct-2019

Revised Closing Date:31-Oct-2019

Project Development Objectives

Project Development Objective (from Project Appraisal Document)

The Project Development Objective (PDO) is to improve the performance of enterprises and smallholders in the Zambezi Valley and Nacala Corridor, focusing on identified high growth potential zones (growth poles).

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

No

Components

Name

Support for the Tete agribusiness growth pole in the Zambezi Valley:(Cost \$35.00 M)

Support for the Nacala Special Economic Zone in the Nacala Corridor:(Cost \$44.00 M)

Institutional development and capacity building:(Cost \$8.00 M)

Project implementation:(Cost \$13.00 M)

Overall Ratings

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



Implementation Status and Key Decisions

The Integrated Growth Poles Project was approved on April 25, 2013. The project is effective since August 23, 2013. The project lasts until October 31, 2019. The last supervision mission was completed on December 7, 2017.

Component 1: Support for the Tete agribusiness growth pole in the Zambezi Valley

Sub-component 1A: Upgrading of local infrastructure:

- The 215km roads rehabilitation to provide easier market access for the local producers in the agricultural rich area of Angonia and Tsangano has advanced with the hiring and mobilization of the contractor to rehabilitate the two roads. While mobilization on the ground is at 80% for R604 and 40% for R605, and the firm has started with road maintenance works, it is anticipated that the rehabilitation works will fully commence in January 2018.

Sub Components 1B and 2B: Innovation and Demonstration Catalytic Fund (IDCF):

- A third and fourth Investment Committee meetings were held in December 2017 that resulted in the conditional approval of 6 grants for subprojects. Overall, a total of 10 grants have been approved in the value of US\$ 13 million with a contribution of approximately US\$ 11 million by the private sector – 6 for the Zambezi Valley Region (1B) and 4 for the Nacala Corridor (2B).

Component 2: Support for the Nacala Special Economic Zone (SEZ) in the Nacala Corridor

Sub-component 2A: Upgrading of Nacala SEZ physical infrastructure:

- The works on the expansion of water supply capacity of Nacala City are progressing well despite some delays. The new water distribution network developed with Project support already extends over 120kms (surpassing the set target of 110kms).
- The project will upgrade the bridges and water passages along the Nacala Porto-Nacala-a-Velha road, which will improve the road circulation conditions during the rainy season. The design for the bridges rehabilitation work has been completed. Additionally, the National Roads Administration (ANE) has commissioned a resettlement action plan and environmental and social impact study according to WB guidelines for a full rehabilitation of the 20km of the road.

Component 3: Institutional Development and Capacity Building

Sub-Component 3A: Strengthening capacity for planning, coordination and implementation, monitoring and evaluation of public investment programs and improving the business environment:

- Public Investment Management activities (PIM) undertaken include the elaboration and adoption of a PIM Manual and training of GoM officials on the Manual implementation as to ensure a rigorous evaluation of public investment projects.
- The Project is supporting the review of the Property Registration Law and the dissemination of the Insolvency Law. The Draft Law is going through public consultations after technical approval in Parliament.

Sub component 3B: Strengthening capacity of the ZVDA and Provincial authorities in the Zambezi Valley:

- The Zambezi Valley Region Development Plan has been concluded. The Project is also promoting the development of linkages between smallholder associations and large businesses.

Subcomponent 3C: Strengthening capacity of GAZEDA, UCODIN and Provincial authorities in the Nacala Corridor:

- The demand analysis of the Nacala SEZ Airport City and Industrial Zone is delayed but underway and a consultancy is ongoing supporting the creation and operationalization of a Public-Private-Dialogue (PPD) platform in the Nacala Corridor.

Risks

Systematic Operations Risk-rating Tool

Risk Category	Rating at Approval	Previous Rating	Current Rating
Political and Governance	--	● High	● High



Macroeconomic	--	● High	● High
Sector Strategies and Policies	--	● Moderate	● Moderate
Technical Design of Project or Program	--	● Moderate	● Moderate
Institutional Capacity for Implementation and Sustainability	--	● Substantial	● Substantial
Fiduciary	--	● Substantial	● Substantial
Environment and Social	--	● Moderate	● Moderate
Stakeholders	--	● Moderate	● Moderate
Other	--	--	--
Overall	--	● Substantial	● Substantial

Results

Project Development Objective Indicators

► Direct project beneficiaries (Number, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	16,365.00	17,764.00	140,000.00
Date	25-Apr-2013	01-Jun-2016	01-Dec-2017	31-Oct-2019

► Average increase in agricultural output sold per smallholder farm in formal partnership with IDCF recipients (Percentage, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	20.00
Date	25-Apr-2013	01-Jun-2016	01-Dec-2017	31-Oct-2019

► Average share of agricultural output sold per smallholder farm within 2km of rehabilitated rural roads (Percentage, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	35.00	35.00	35.00	42.00
Date	01-Dec-2016	01-Jun-2017	01-Dec-2017	31-Oct-2019



Overall Comments

Intermediate Results Indicators

► Roads rehabilitated, Rural (Kilometers, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	215.00
Date	25-Apr-2013	01-Jun-2017	01-Dec-2017	31-Oct-2019

Comments

Contracts for 215 Km of roads rehabilitation were signed. Implementation is starting.

► Number of smallholders within 2 km of rehabilitated rural roads (Number, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	8,580.00	0.00	0.00	10,000.00
Date	30-Dec-2016	01-Jun-2017	01-Dec-2017	31-Oct-2019

Comments

Contracts for 215 Km of roads rehabilitation were signed. Implementation is starting.

► Number of smallholders in formal partnerships with IDCF subproject recipients (Number, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	1,220.00	4,000.00
Date	25-Apr-2013	01-Jun-2017	01-Dec-2017	31-Oct-2019

Comments

Farmers in partnership with initial two sub-projects signed and under implementation with disbursements.



► Number of people in urban areas provided with access to Improved Water Sources under the project (Number, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	16,563.00	17,426.00	27,500.00
Date	25-Apr-2013	01-Jun-2017	01-Dec-2017	31-Oct-2019

► Number of potential investments rigorously evaluated by MPD under the new Public Investment Management Program (Number, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	4.00	4.00	25.00
Date	25-Apr-2013	01-Jun-2016	01-Dec-2017	31-Oct-2019

► Number of bridges and water passages rehabilitated and upgraded in the Nacala-a-Velha a Nacala-Porto Road (R702) (Amount(USD), Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	42.00
Date	30-Nov-2016	01-Jun-2017	01-Dec-2017	31-Oct-2019



► Number of recommended laws / regulations / amendments / codes enacted (Number, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	1.00
Date	30-Nov-2016	01-Jun-2017	01-Dec-2017	31-Oct-2019

Comments

Draft Property Registration Law was approved by Parliament in November and public consultations occurred in December for finalization of Law.


► New water distribution network developed in Nacala-Porto (Kilometers, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	121.20	121.20	110.00
Date	30-Dec-2016	01-Jun-2017	01-Dec-2017	31-Oct-2019

Overall Comments

Data on Financial Performance

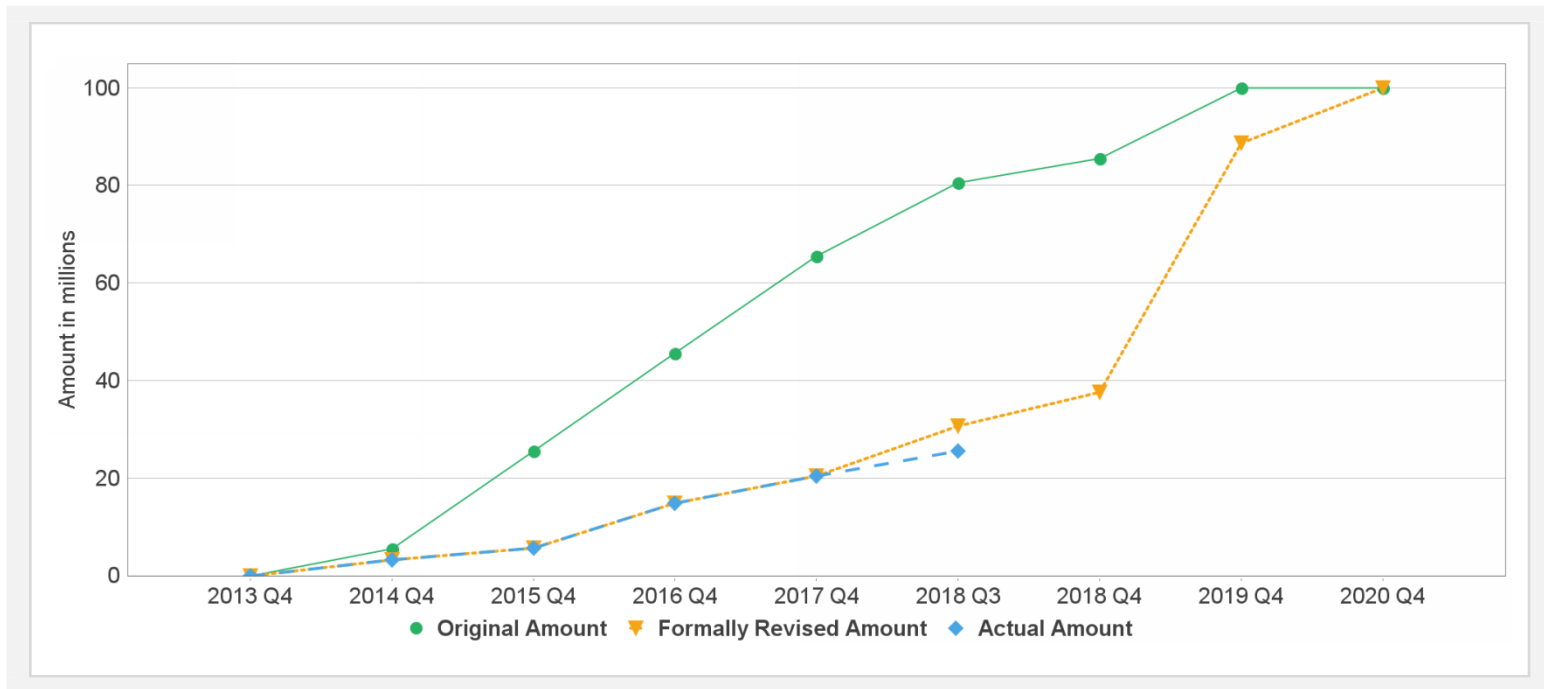
Disbursements (by loan)

Project	Loan/Credit/TF	Status	Currency	Original	Revised	Cancelled	Disbursed	Undisbursed	Disbursed
P127303	IDA-52370	Effective	USD	100.00	100.00	0.00	25.55	68.22	 26%

Key Dates (by loan)

Project	Loan/Credit/TF	Status	Approval Date	Signing Date	Effectiveness Date	Orig. Closing Date	Rev. Closing Date
P127303	IDA-52370	Effective	25-Apr-2013	27-May-2013	23-Aug-2013	31-Oct-2019	31-Oct-2019

Cumulative Disbursements



Restructuring History

Level 2 Approved on 13-Jun-2017

Related Project(s)

There are no related projects.