

Implementation Status & Results
Pakistan
Competitive Industries Project for Khyber Pakhtunkhwa (P143661)

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Operation Name: Competitive Industries Project for Khyber Pakhtunkhwa (P143661) Project Stage: Implementation Seq.No: 3 Status: ARCHIVED Archive Date: 13-Oct-2014

Country: Pakistan Approval FY: 2013
 Product Line: Recipient Executed Activities Region: SOUTH ASIA Lending Instrument: Emergency Recovery Loan
 Implementing Agency(ies): Department of Industries

Key Dates

Board Approval Date 06-Jun-2013 Original Closing Date 30-Jun-2015 Planned Mid Term Review Date 27-Nov-2014 Last Archived ISR Date 03-Mar-2014
 Effectiveness Date 17-Sep-2013 Revised Closing Date 30-Jun-2015 Actual Mid Term Review Date

Project Development Objectives

Project Development Objective (from Project Appraisal Document)

The proposed development objective of this project is to improve the competitiveness of the marble and food processing sectors in KP by providing shared infrastructure and relevant skills along the marble sector value chain and by addressing knowledge and coordination gaps along the food processing sector value chain.

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

Yes No

Component(s)

Component Name	Component Cost
Increasing Productivity and Employment in the Marble Sector	7.40
Supporting the Development and Enhancing the Impact of Food Processing Cluster	1.00
Institutional Capacity Building	0.60

Overall Ratings

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

Implementation Status Overview

The Project became effective on September 17, 2013, and is being funded through the KP/FATA/Balochistan Multi Donor Trust Fund (MDTF). It is being implemented by the Department of Industries of KP through a Project Management Unit (KP-PMU), in coordination with the Directorate of Mines and Minerals (DGMM) of KP. Pakistan Stone Development Company (PASDEC) is providing technical inputs for the implementation of the marble sector component.

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The PMU made progress in the implementation of CIPK, since the last implementation support mission in April 2014. Most of the key issues, that were identified in the last implementation status report have been addressed by the Government of Khyber Pakhtunkhwa (GoKP). The KP-PMU is now fully staffed, the PASDEC-agreement was signed in February 2014, and the procurement process for the two components of CIPK is moving forward gradually. The pace of implementation picked up considerably during the Q3 of FY14, however, the Project Director took a long leave, and was replaced in August 2014 by an incumbent Project Director, who added the CIPK to his existing responsibilities for the Economic Revitalization of KP and FATA (ERKF) Project, and to his current assignment of Additional Director (Department of Industries). Directly, as a result of the hiatus in leadership, implementation progress on CIPK slowed down. The new PD provides oversight on two projects – both the ERKF and CIPK. The hope is that management of the CIPK will retain the focused attention that it requires.

CIPK’s disbursement remain at US\$0.5 million, since March 2014. With the initiation of the process for the procurement of machinery, the disbursement rate is expected to pick up in Q2 of FY15.

KP PMU has awarded the first contract under International Competitive Bidding (ICB), to the selected firm, for the procurement of excavators for Marble City Risalpur. The following actions need to be taken to expedite implementation and disbursements;

- 1) The remaining steps for the procurement of machinery for the Common Facility and Training Center (CFTC) need to be completed. The Bank has given its no-objection on the relevant bidding documents for the ICB. The PMU is yet to publish the Invitation for Bids (IFBs).
- 2) Implementation of Component 2 of CIPK must be expedited. The PMU is to publish Expressions of Interest (EOIs) for the TORs of the feasibility study of a Dates Processing Unit.

Locations

Country	First Administrative Division	Location	Planned	Actual
Pakistan	North-West Frontier Province	Risalpur	✓	

Results

Project Development Objective Indicators

Indicator Name	Core	Unit of Measure		Baseline	Current	End Target
Number of mines that enhance production by 40 percent through use of new technologies supported by the project	<input type="checkbox"/>	Number	Value	0.00	0.00	25.00
			Date	17-Sep-2013	20-Aug-2014	30-Jun-2015
			Comments		Implementation yet to commence	
Direct and indirect jobs created for relevant skills developed by the project for the marble sector in KP	<input type="checkbox"/>	Number	Value	0.00	0.00	750.00
			Date	17-Sep-2013	20-Aug-2014	30-Jun-2015
			Comments		Activities have not started yet.	
Improved sector knowledge through identification of priority public sector shared infrastructure interventions for KP's food processing sector	<input type="checkbox"/>	Number	Value	0.00	0.00	2.00
			Date	17-Sep-2013	20-Aug-2014	30-Jun-2015
			Comments			

Intermediate Results Indicators

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Indicator Name	Core	Unit of Measure		Baseline	Current	End Target
Number of marble mines that will reduce waste from 85% to 65% by adopting better mining technology provided by infrastructure established by project (no.)	<input type="checkbox"/>	Number	Value	0.00	0.00	39.00
			Date	17-Sep-2013	20-Aug-2014	30-Jun-2015
			Comments		The Component 1 activities are yet to go into implementation.	
Number of workers trained by the CFTC over the life of the project	<input type="checkbox"/>	Number	Value	0.00	0.00	100.00
			Date	17-Sep-2013	20-Aug-2014	30-Jun-2015
			Comments		CFTC not functional yet.	
Processing facilities in KP that make use of the CFTC for the improved processing of marble blocks (cutting, polishing, sorting andgrading, netting and filling, and quality packing)	<input type="checkbox"/>	Number	Value	0.00	0.00	40.00
			Date	17-Sep-2013	20-Aug-2014	30-Jun-2015
			Comments		CFTC is yet to become operational.	
Firms (SMEs) participating in awareness campaigns and public-private dialogue	<input type="checkbox"/>	Number	Value	0.00	0.00	30.00
			Date	17-Sep-2013	20-Aug-2014	30-Jun-2015
			Comments		The activities under this component are yet to commence.	
Feasibility studies completed and disseminated	<input type="checkbox"/>	Number	Value	0.00	0.00	5.00
			Date	17-Sep-2013	20-Aug-2014	30-Jun-2015
			Comments		The TORs for two reports have been finalized	
Cluster Action Plan agreed upon by all stakeholders	<input type="checkbox"/>	Number	Value	0.00	0.00	1.00
			Date	17-Sep-2013	20-Aug-2014	30-Jun-2015
			Comments		Not Applicable at this stage	
Staff trained; disaggregated by institution, level of administration, and gender.	<input type="checkbox"/>	Number	Value	0.00	2.00	10.00
			Date	17-Sep-2013	20-Aug-2014	30-Jun-2015
			Comments		No additional training conducted since September 2013. Officials from Mines Department (GoKP) would attend an international conference on mining in Canada during March 2014.	
Increase in institutional effectiveness through strengthened capacity	<input type="checkbox"/>	Percentage	Value	0.00	0.00	20.00
			Date	17-Sep-2013	20-Aug-2014	30-Jun-2015
			Comments		Survey yet to be done.	

Data on Financial Performance (as of 20-Jun-2014)

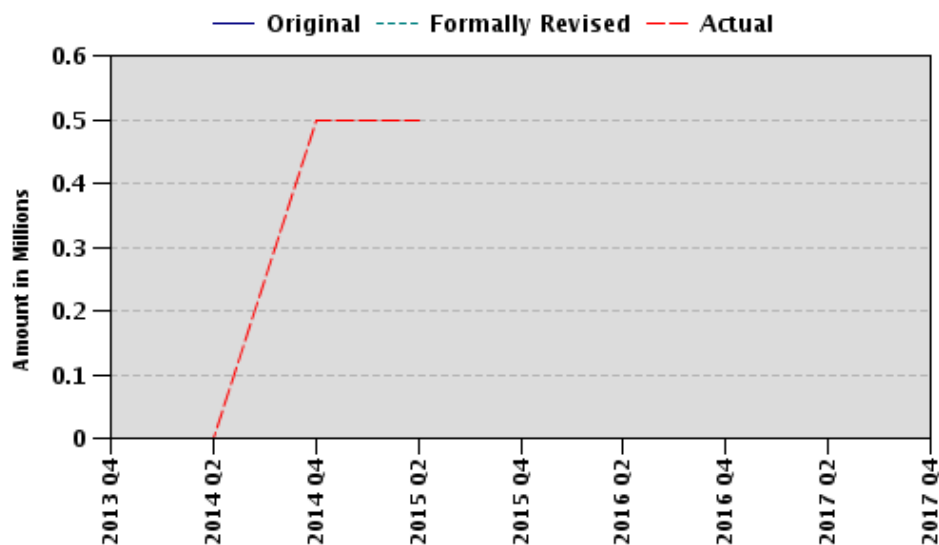
Financial Agreement(s) Key Dates

Project	Ln/Cr/Tf	Status	Approval Date	Signing Date	Effectiveness Date	Original Closing Date	Revised Closing Date
P143661	TF-14957	Effective	17-Sep-2013	17-Sep-2013	17-Sep-2013	30-Jun-2015	30-Jun-2015

Disbursements (in Millions)

Project	Ln/Cr/Tf	Status	Currency	Original	Revised	Cancelled	Disbursed	Undisbursed	% Disbursed
P143661	TF-14957	Effective	USD	9.00	9.00	0.00	0.50	8.50	6.00

Disbursement Graph



Key Decisions Regarding Implementation

The PMU needs to expedite the procurement of machinery for the Machinery pool and CFTC by completing the remaining steps on procurement of equipment for these two facilities.

Further, the PMU should initiate the implementation of horticulture sector development activities under Component 2, including consultations with sector stakeholders. The procurement activities for the feasibility study commenced already, but the pace remains slow.

Lastly, the PMU and PASDEC are discussing the possibility of locating the machinery pool and CFTC on the same site, instead of the initially agreed plan of developing two different sites for these. It is important to reach closure on this discussion, so that PASDEC can continue developing the land to ensure that it is ready by the time the procured machinery is dispatched.

Restructuring History

There has been no restructuring to date.

Related Projects

There are no related projects.