



YEAR BOOK 2018-19



**GOVERNMENT OF PAKISTAN
ECONOMIC AFFAIRS DIVISION
ISLAMABAD**



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Foreword

This Year Book 2018-19 of Economic Affairs Division, has been prepared in pursuance of sub rule [2], Rule 25 of the Rules of Business, 1973 for information of the Cabinet and the general public.



The Year Book will provide readers an insight into working, functions and performance of Economic Affairs Division during the year 2018-19 as it contains information on Foreign Economic Assistance, Debt Management, Economic Cooperation with foreign countries and international organizations. In addition, it provides information on activities undertaken by various Wings of Economic Affairs Division covering diverse areas of cooperation with both multilateral as well as bilateral development partners.

It also provides a donor-wise overview of the economic and technical cooperation. In addition, the volume includes information about commitments of foreign economic assistance and debt servicing during 2018-19.

I hope this document will be informative and a valuable resource for the readers and researchers. This document is also being made available on EAD's website.

(Noor Ahmed)
Secretary

Islamabad, , 2020

Acronyms

ADB	Asian Development Bank	JICA	Japan International Cooperation Agency
AFD	French Development Agency	KKH	Karakoram Highway
AJK	Azad Jammu & Kashmir	MDGs	Millennium Development Goals
CCPD	Common Country Programme Document	MIGA	Multilateral Investment Guarantee Agency
COBP	Country Operations Business Plan	MOFCOM	Ministry of Finance and Commerce, China
CPEC	China-Pakistan Economic Corridor	MOU	Memorandum Of Understanding
CPS	Country Partnership Strategy	MFF	Multi-tranche Financing Facility
CCPAP	Common Country Program Action Plan	NIM	National Implementation Modality
DIM	Direct Implementation Modality	NPGA	Non Project Grant Assistance
DFID	Department for International Development	OFID	OPEC Fund For International Development
DM	Debt Management	OP II	One Programme II
DMFAS	Debt Management and Financial Analysis System	OCR	Ordinary Capital Resources
DPs	Development Partners	PC	Paris Club
EAD	Economic Affairs Division	PBC	Preferential Buyer Credit
EC	Economic Cooperation	PEPA	Pakistan Enhanced Partnership Agreement
ECC	Economic Coordination Committee	PTAP	Pakistan Technical Assistance Programme
EU	European Union	RMB	Ren Min Bi
FAPF	Foreign Assistance Policy Framework	SOGA	Strategic Objective Grant Agreement
FATA	Federally Administered Tribal Areas	TDPs	Temporarily Displaced Persons
FEA	Foreign Economic Assistance	TVET	Technical and Vocational Education and Training
GoP	Government of Pakistan	TC	Technical Cooperation
GCL	Government Concessional Loan	UN	United Nations
IBRD	International Bank For Reconstruction and Development	UNDP	United Nations Development Programme
IDA	International Development Assistance	UNESCO	United Nations Educational, Scientific and Cultural Organization

IsDB	Islamic Development Bank	UNICEF	United Nations International Children's Emergency Fund
IFAD	International Fund for Agriculture Development	USAID	United States Agency for International Development
IFC	International Finance Corporation	WHO	World Health Organization
ITFC	International Islamic Trade Finance Corporation	JC	Joint Commission
JCC	Joint Coordination Committee	JEC	Joint Economic Committee/Commission

Functions of Economic Affairs Division

Economic Affairs Division is the lead Division for mobilization of external financial resources from bilateral and multilateral development partners; promotion of economic relations with partner countries; management of public and publically guaranteed external debt; provision of technical assistance to friendly countries and signing of MoUs with local NGOs seeking foreign funding. The organogram of EAD is at (**Annex-I**).

a. Main Objectives of the Ministry:

- i. To mobilize foreign economic assistance from multilateral & bilateral development partners for improving lives and livelihood of the masses of the country.
- ii. To manage public and publically guaranteed external debt.
- iii. To have economic consultations with partner countries for promotion of bilateral economic cooperation through trade, investment and financial assistance.
- iv. To provide technical assistance to friendly countries.
- v. To sign MoUs with local NGOs seeking foreign funding.

b. Core Functional Areas of Economic Affairs Division are:

i. Project Financing:

- To arrange loans and grants from external sources for implementation of development projects.
- To conduct regular tripartite portfolio review meeting to monitor implementation progress of foreign funded development projects. These projects are implemented by relevant federal & provincial ministries and departments.

ii. Program Financing:

- To arrange external financial resources for restructuring/ reforming the economy. These finances help government to support budgetary activities and balance of payments. It also helps Government to build external buffers and foreign exchange reserves of the country.
- Liaison with Finance Division to arrange program financing from multilateral development partners.

iii. **External Public Debt Management:**

- To manage the centralized database of public and publically guaranteed external debt.
- Responsible for timely payments of debt servicing and retirement obligations.
- Coordination/ liaison with Finance Division pertaining to legal and policy mandate of public and publically guaranteed external debt.

iv. **Economic Consultations with Partner Countries:**

- To establish bilateral economic relations with partner countries.
- To provide a platform for promotion of trade, investment and financial assistance. Also provide an opportunity to resolve disputes and barriers, if any.

v. **Signing of MoU with Local NGOs Seeking Foreign Funds:**

- To process cases for signing of MoUs with local NGOs seeking foreign funding.
- To consult with relevant stakeholders for clearance from security point of view.

vi. **Provision of Technical Assistance to Friendly Countries:**

- To provide long term educational facilities to friendly countries in the disciplines of medical, dentistry, medicine and engineering.
- To offer short term training courses in the fields of banking & finance, railways and postal services.

BILATERAL DEVELOPMENT PARTNERS

CHINA

Pakistan and China share a historic and strategic partnership, which has fostered and developed over the time. China is one of the most important and reliable Development Partner of Pakistan. China Wing processes, negotiates and arranges foreign economic assistance with China on favorable terms for the Government of Pakistan. China Wing is dealing with economic assistance from Government of People's Republic of China (China) and Asian Infrastructure Investment Bank (AIIB).

2. Pak-China JEC was established in October 1982 with the purpose to review progress on bilateral protocols and agreements and explore possibilities of further strengthening development cooperation between the two sides. JEC is a high-level ministerial forum led by Economic Affairs Division and the Chinese Ministry of Commerce (MOFCOM). It has met fourteen times so far.

3. The Asian Infrastructure Investment Bank (AIIB) was established on 25 December, 2015 with the aim to provide financing support to developing countries in Asia and Pacific for infrastructure development to promote regional connectivity. Memorandum of Understanding (MoU) for establishment of AIIB was signed by the Finance Minister on 24-10-2014 on behalf of the Government of Pakistan along with other Prospective Founding Members. Asian Infrastructure Investment Bank (AIIB) is a multilateral international bank established for financing support to developing countries for infrastructure development in order to promote regional connectivity in the Asia-Pacific region.

a. CURRENT PORTFOLIO AND MAJOR ACHIEVEMENTS DURING FY 2018-19:

i. China:

China is providing economic assistance to Pakistan under loans, grants and technical cooperation in the shape of trainings to Government officers. China is also providing assistance to Pakistan under the China-Pakistan Economic Corridor which is being carried out between the two countries as per MOU signed between the Governments of Pakistan & China on 5th July, 2013. The fields of cooperation under CPEC include the connectivity through construction of Road & Railway Networks, Oil & Gas Pipelines, Fiber-Optics & Wireless Broadband Links between Western China and Pakistan, Industrial Park Construction / Economic Zones, Manufacturing and Energy Sectors; and strengthening of cooperation in Education, Culture, and Tourism & Media. China-Pakistan Economic Corridor is a collection of infrastructure projects that are currently under construction throughout Pakistan. This Division is involved in CPEC

project like KKH Phase-II (Thakot-Havellian), Peshawar Karachi Motorway, Orange Line, Construction of East Bay Expressway, New Gwadar International Airport Project, Gwadar Smart City Port Master Plan. A Joint Working Group on Socio Economic Development has been established to steer grant financing in six priority areas.

ii. **Asian Infrastructure Investment Bank (AIIB):**

Pakistan has appointed the Minister for Finance & Economic Affairs as the Governor and Secretary EAD as the Alternate Governor to the AIIB Board of Governors, while Joint Secretary, EAD holds the position of the Alternate Director of AIIB Board of Directors. AIIB has financed its first project of US\$ 100 million in Pakistan (M-4 Motorway Shorkot-Khanewal Section). Second project of Tarbella-V extension project of US\$ 300 million was signed on 18th Jan 2017. The details of the ongoing projects are at **(Annex-II-C)**.

2. The following Agreements/Letter of Exchanges were signed with China:

Sr. No.	Type of Agreement	Name of Project
i.	Loan Agreements	No Loan agreement has been signed in last financial year i.e. 2018-19
ii.	Grant Agreements	Three Agreements on Economic and Technical Cooperation amounting to 4 billion RMB were signed during FY 2018-19
iii.	Letter of Exchanges (LoE) for Grant projects	Three LoE amounting to 203.3 Million RMB were signed during FY 2018-19

3. There are 07 ongoing loan projects worth US\$ 6,764.5 million from Government of China **(Annex-II)**. Three agreements on Economic and Technical Cooperation worth of RMB 4,000.0 million have been signed. Also, Letters of Exchange (LOEs) of three projects were signed during FY 2018-19 **(Annex-II-B)**. Ten loans projects were under negotiation with the EXIM Bank China and AIIB during financial year 2018-19 **(Annex-II-D)**.

b. Grant Agreements (FY 2018-19):

Three Agreements on Economic and Technical Cooperation Between the Government of the People’s Republic of China and The Government of the Islamic Republic of Pakistan amounting to 4,000.0 million RMB were signed for the CPEC and Social Sector Area Project.

Under the agreements on Economic and Technical Cooperation Letters of Exchange (LoE) of three projects amounting to 203.3 million RMB were signed (**Annex-II-A**).

c. Training Facilities under Technical Cooperation during 2018-19:

China offered fully funded 60 trainings courses including 09 Master Degree Programmes, 13 bilateral training programmes and 38 multilateral/ short term seminars for capacity building of public sector officials. More than 450 officers/technocrats from Government of Pakistan availed this opportunity in various disciplines.

JAPAN

Japan and Pakistan established diplomatic relations on 28th April, 1952. Since then Japan has also become an important bilateral development partner of Pakistan with a substantial development assistance portfolio. Japanese technical assistance was initiated in 1954, however, Official Development Assistance (ODA), was started in mode of loan in 1961 and in mode of grant in 1970. The various forms of assistance have contributed considerably in Pakistan's development over the years. Japan has remained one of the major source of economic assistance, a leading trading partner as well as an important provider of foreign investment for Pakistan.

2. Japan's ODA comprises Yen Loans, Project Grants/ Non Project Grant Aid (NPGA) and Technical Cooperation. Loan assistance is extended on soft terms for basic economic, social and infrastructure projects, thereby providing support to government efforts for poverty reduction and economic growth. Grant aid is provided for development projects and social sector activities including health, education, water management etc. Under technical cooperation programme, Government of Japan extends assistance in the shape of experts, equipment and trainings.

Current Portfolio

i. Yen Loans:

7 Projects are on-going with total loan assistance of JPY 85,772 million (equivalent to US\$ 720.71 million).

ii. Grants:

10 Grant Projects are on-going with a total of JPY 20,632 million (equivalent to US\$ 179.38 million) in various sector i.e. Water & Sanitation, Disaster Management, Counter Terrorism, Energy, Health and Education.

iii. Grants in the shape of Scholarships:

2 grants projects in the shape of scholarships are on-going with a total of JPY 650 million (US\$ 5.92 million).

b. Agreements signed during 2018-2019

i. Yen Loans 2018-19:

No yen loan signed.

ii. **Grant Assistance 2018-19:**

- a. Project for Installation of Weather Surveillance Radar in Multan City amounting to JPY 2042 million (US\$ 18.40 million) signed on 31st August 2019.
- b. Project for the Extension of Intensive Care at Maternal and Child Health Care Centre and Children's Hospital in PIMS amounting to JPY 3620 million (US\$ 32.40 million) signed on 23rd April, 2019.

iii. **Grants in the shape of Scholarships 2018-19:**

Project for Human Resource Development Scholarship to JPY 328 million (US\$ 2.96 million) signed on 31st August, 2018.

iv. **Non-Project Grant Aid (in shape of equipments) 2018-19:**

Project for Economic and Social Development Programme amounting to JPY 1900 million (US\$ 16.99 million) signed on 23rd April, 2019.

v. **Technical Cooperation 2018-19:**

Technical Cooperation Programme signed on 30th April, 2005 between government of Pakistan and Government of Japan. Under this programme Government of Japan extends assistance in the shape of experts, equipment and trainings. 21 projects under Technical Cooperation are on-going. In addition, JICA offered 65 slots during 2018-19 for various short/long training courses for Government Officials.

c. **Request Survey for Technical Cooperation Projects 2018-19:**

Under the Government of Japan's Request Survey for implementation of projects under Technical Cooperation Programme, three projects were considered under Category (approved status) by Government of Japan and are currently under the process of implementation.

PARIS CLUB (PC)

Countries of the Paris Club are historic development partners of Pakistan. Pakistan had established diplomatic relations with these countries decades ago and they have become important bilateral development partners with a substantial assistance portfolio in social and economic sectors. Details of social and economic assistance provided by Paris Club are as under:

UNITED KINGDOM (UK):

The UK has a sizable development assistance programme in Pakistan. The total amount of development assistance provided by UK in the form of grant in the financial year 2018-19 stood at £ 65.2 million, (US\$ 81.65 million), including bilateral, multilateral and humanitarian assistance. UK provides grant assistance to Pakistan for Education, Health, Nutrition, Poverty Reduction, Stability & Growth, Humanitarian, Financial Inclusion and Skill Development, assistance for Benazir Income Support Program (BISP), Pakistan Poverty Alleviation Fund (PPAF) and State Bank of Pakistan (SBP) etc. Currently, the UK has 4 on-going on-budget projects.

a. Instruments of Cooperation:

The basis of relationship with the UK is the MOU signed in 1992 between the Governments of Pakistan and United Kingdom. Pakistan and UK entered into a long-term development assistance relationship in 2006 through the 10-year Development Partnership Arrangement (DPA). DPA reaffirmed the partnership between the two sides and laid down a joint vision to:

- Reduce poverty and achieve MDG's;
- Strengthen financial management and accountability;
- Respect international human rights obligations; and,
- Improve coordination between donors;

2. New draft Development Partnership Arrangement (DPA) proposed by UK-DFID is under consideration in consultation with all the relevant GoP stakeholders.

b. UK's Activities during 2018-19:

The following amendment to the Activity Agreements of UK funded on-budget grant projects have been acknowledged/signed by EAD during 2018-19:

- Amendment No.2 of Khyber Pakhtunkhwa Education Sector Program worth £283.2 million (US\$ 364.71 million) was signed on 2nd April, 2019.

- Amendment No.4 of Punjab Education Sector Programme II (PESP-II) worth £ 420.5 (US\$ 541.53 million) was signed on 17th April, 2019.

Annual Bilateral Assistance Talks:

The Pakistan – United Kingdom Annual Bilateral Assistance Talks 2019 were held in Islamabad on 22nd March, 2019. The session was co-chaired by Secretary EAD from Pakistan side and Ms. Joanna Reid, Head of DFID from UK side.

MOU with British Council:

Memorandum of Understanding between Pakistan & British Council was renewed for a term of another five years on 31st May, 2019. MOU aims to provide support in education field in Pakistan.

Future Areas of Cooperation:

Future areas of cooperation between the two countries including Macroeconomic Stability, improve Conditions for High and Sustained Growth, Job Creation and Poverty Reduction.

Open Government Partnership (OGP):

After intensive interaction with relevant stakeholders, EAD has finalized the National Action Plan (NAP) which is in the final stages of approval by the Federal Government.

ITALY:

Republic of Italy has a long term development assistance programme in Pakistan. Italy has provided assistance to Pakistan in the priority areas i.e. Poverty Reduction and Rural Development, Technical and Vocational Training, Health, Education, Agriculture, Microfinance and Environment etc. Currently, Italy has 2 on-going on-budget project and 3 Pipeline projects.

a. Instruments of Cooperation:

The basis of relationship with the Republic of Italy is the agreement signed in June 2001, on consolidation of Pakistan's debt. Governments of Pakistan and Italy signed a Joint Declaration on 14th July, 2005 for expansion of bilateral co-operation in the economic and commercial fields.

b. Main Development Activities during 2018-19:

i. Economic Transformation Initiative in Gilgit Baltistan (ETI):

Economic Transformation Initiative (ETI) is a program that aims to provide infrastructural support, capacity building and technical assistance to stakeholders in Gilgit-Baltistan. Italian Government agreed to join hands with IFAD for providing a soft loan of Euro 20.5 million. Financing Agreement of ETI in Gilgit-Baltistan has been signed by Pakistan and Italy on 8th August, 2019.

ii. Pak-Italy 4th Joint Economic Commission (JEC):

The 4th of Pak-Italy JEC is scheduled to be held on 29th October, 2019. Federal Minister for Economic Affairs will co-chair the session from Pakistan side. Consultation with relevant GoP stakeholders is underway to finalize the agenda of JEC.

SWITZERLAND:

The basis of donor relationship is the agreement signed in 1966 on Technical & Scientific Cooperation. Switzerland provides assistance for Poverty alleviation, empowering people by improving good governance and livelihoods and supporting disadvantaged population groups. Pak-Swiss Annual Bilateral Consultation are held annually in Pakistan. Currently, Switzerland provides aid to Pakistan through off-budget channels.

SPAIN:

Development Cooperation with Spain is currently dormant stages and there is only one project in the pipeline. Efforts are being made to reinvigorate cooperation between the two countries.

EUROPEAN UNION:

European Union has a sizable development assistance programme in Pakistan. The total amount of development assistance provided by EU in the form of grant till the year 2018 stands at Euro 1.85 Billion as given by EU including bilateral and humanitarian assistance. EU provides grant assistance for Rural Development, Natural Resource Management, and Education & Human Resource Development. Some of the non-focal areas of Pak-EU development cooperation are trade and economic cooperation, democracy, human rights, counter terrorism, security and humanitarian assistance.

a. Instruments of Cooperation:

The basis of development assistance is the MoU signed in 1991 between the Commission of the European Commission and Pakistan. Another agreement entitled Cooperation Agreement was signed between Pakistan and European Commission in 2004. Since 2014, EU and Pakistan have signed the Multi Indicative Programme (2014-2020).

b. Overview of the Portfolio:

Currently, the EU has 22 on-going Off-Budget projects and 4 On-Budget projects.

The following Financing Agreements are in advanced stages of processing:

- Public Financial Management Support Programme-II (PFM-II) - Total Financial Assistance for € 13 Million.
- Rule Of Law Support To Pakistan - Total Financial Assistance for € 20 Million.

c. Pakistan - EU Financing Agreements:

In December 2018, Pakistan and EUD signed three financing agreements i.e. “Support to Parliamentary Development in Pakistan (Euro 15 M), Growth for Rural Advancement and Rural Sustainable Progress (Euro 50 M), and Development through Enhanced Education Programme, (Euro 50 M)”.

d. Current Activities:

Both sides engage through various institutional arrangements including Programming Steering Committee meetings, Biannual Portfolio Review meetings and other engagements to discuss progress on on-going projects. Recently, Portfolio Review of all EU-funded projects was held in the EAD.

2 Programming Steering Committee (PSC) – The PSC offers a major forum for portfolio review between the two sides.

3. EU-Pakistan 9th Joint Commission - The 9th Joint Commission between Pakistan and EU was held in Islamabad from 13 – 16 November, 2018. It served as a forum to discuss future areas of cooperation, recent economic and political developments in Pakistan and the EU provided an opportunity to address outstanding issues. The next session is scheduled to be held in Brussels from 13-15 November, 2019.

e. Future Areas of Cooperation:

- Rehabilitation of people from FATA and Balochistan who are now being brought forward to ensure equal participation and inclusive growth in Pakistan.
- Cooperation in sectors of Human Resource Development through initiatives in Education and Skills Development as Pakistan has a youth bulge and the need to not only create jobs but ensure that young men and women are skilled and employable.
- Strengthening SME's to help them find a voice in competitive markets.

GERMANY:

Pakistan has been a recipient of German Development Assistance since the founding of German Federal Ministry for Economic Cooperation and Development in 1961. The two sides celebrated the 50th anniversary of development cooperation in 2011. The total development assistance encompassing both technical and financial cooperation since 1961 amounts to € 109.1 million. The volume of development assistance and priority areas are identified through biennial Negotiations between BMZ and Economic Affairs Division, held alternately in Berlin and Islamabad. The focus of development cooperation has largely been on KP, FATA and Punjab. Projects in other areas in the past pertain to Strengthening Civil Law Enforcement in Sindh, Rehabilitation of Vocational Training Centers in Quetta, Baluchistan Water Supply, Water and Sanitation Extension Program in Gilgit-Baltistan etc.

2. Assistance is focused on the following sectors:

- i. Good governance
- ii. Renewable energy and energy efficiency
- iii. Basic education/vocational training
- iv. Health

3. The German government stands committed to remaining engaged in cross-cutting issues such as gender equality, human rights, corruption and climate change. It also plans to continue support to multilateral organizations, German political foundations, NGOs and private-sector organizations working in these areas.

a. Instrument of Cooperation:

Bilateral Agreement on Technical Cooperation between Pakistan and Federal Republic of Germany, signed in 1972, forms the basis of bilateral cooperation.

b. Overview of Portfolio:

Currently, Germany has 19 on-budget and 18 off-budget projects. The following Financing Agreements are in advanced stages of processing.

- Technical Cooperation 2017 - Total Financial Assistance for € 23.4 million
- Technical Cooperation 2018 - Total Financial Assistance for € 4 million
- Financial Cooperation 2018 - Total Financial Assistance for € 19.5 million

2. EAD signed the following FA's in 2018-19:

- Polio Eradication Programme Phase-II (Euro 5 M)
- Financial Cooperation Agreement-2016 (Euro 58.8 M) (Loan € 26.8 million & Grant € 31.9 million)
- Financial Cooperation Agreement-2017 (Euro 22.4 M)
- Social Health Protection Phase II – KP € 9.4 M & GB € 2.6 M (Euro 12 M)

3. Government to Government (G2G) Consultations - The EAD recently, hosted a German delegation in Islamabad on November 22, 2018 for G2G Consultations. These are held as a preparatory measure to discuss future areas of cooperation, new ideas and proposals for the G2G Negotiations.

4. Government to Government (G2G) Negotiations - The Secretary EAD chaired the Government to Government Negotiations, 2019 which were held in Berlin on September 11-12- 2019. These are held to discuss the future areas of cooperation and new commitments. The Federal Republic of Germany committed over € 100 Million for Development Cooperation with Pakistan. The German Federal Ministry for Economic Cooperation and Development committed the new additional funding in three sectors:

- Good Governance,
- Energy
- Sustainable Economic Development

5. The new funds will be allocated to different projects including the Billion tree afforestation project, resilience against natural disasters, local governance, revenue generation and support to people affected by migration and displacement, promotion of renewable energies and better energy efficiency, social health protection and provision of health services and improving social and labour standards.

6. The Pakistani delegation briefed the German counterparts about new development priorities of the Pakistani Government including a stronger focus on transparency, institutional

reforms, poverty alleviation, human development and green energy. Both sides exchanged views how to increase the cost effectiveness of development assistance and how to enhance cooperation with the private sector.

FRANCE:

France, as a member of Aid to Pakistan Consortium, has been extending development assistance to Pakistan since 1961. The bilateral economic cooperation revived with the 2008 meeting of Friends of Democratic Pakistan. Cooperation with France is taking place under the “Joint Declaration on Economic and Commercial partnership” signed in May 2011 between the Governments of Pakistan and France.

2. France carries out its development activities mostly through the French Development Agency (AFD). AFD is a public financial institution that implements the policy defined by the French government, and was founded in 1998. Government of Pakistan granted permission to AFD and its subsidiary PROPARCO, a development finance company for the private sector, to establish their office in Pakistan on 02-12-2008.

A. Overview of the Portfolio:

An overview of AFD portfolio is as under:-

Sr. No.	Portfolio	Number of Projects	Amount (Euro in M)
i.	Ongoing projects	9	553.36
ii.	Projects in Pipeline	03	170.5
Total		12	723.86

2. AFD has been involved in development activities in Pakistan since 2007. In 2019, the total portfolio of AFD funded projects amounted to Euro 723.86 million as soft loan, out of which € 553.36 is reserved for ongoing and € 170.5 million is for projects in the pipeline. There are a total of twelve (12) projects (9 ongoing and 3 pipeline projects).p

- The total disbursement under the AFD portfolio in 2018-19 stood at € 144.53 million mainly in energy and power sectors.

b. Loans signed during FY 2018-19:

Sr. No.	Country	Loan/Grant Signed	Total amount	Signing Date
i.	France/AFD	Peshawar Sustainable Bus Rapid Transit Corridor Project, Khyber Pakhtunkhwa	\$ 160.74 Million € 130 Million	22-01-2019
ii.		Extension of Water Resources for Faisalabad City Phase-II	\$ 115.28 Million € 94.010 Million	25-04-2019
Total			\$ 276.02 Million € 224.01 Million	

c. Instruments of Cooperation:

Pakistan and France have upgraded the Administrative Economic and Trade Committee (AETC) to the level of the Joint Economic Commission (JEC). Its first meeting is expected to be held in France in 2019.

d. Future Area of Cooperation:

AFD is currently supporting Pakistan mainly in Environment and Energy sectors. Potential areas for cooperation in future are the renewable Energy, Energy Efficiency, Urban Mobility and Sanitation sectors.

RUSSIA:

Cooperation with Russia is taking place under the “Agreement between Pakistan and Russia on Trade and Economic Cooperation” signed in April 1999. Pakistan and Russia reviewed their bilateral development and trade cooperation and agreed to establish an Inter-Governmental Commission (IGC) on Trade, Economic, Scientific and Technical Cooperation in March, 2000.

a. Instruments of Cooperation:

- 5th session of Pak-Russia Inter Governmental Commission (IGC) on Trade, Economic, Scientific and Technical Cooperation was held on November 28-30, 2017 at Moscow, Russia.
- 6th Session of Pak-Russia Inter Governmental Commission (IGC) is to be held on 3rd December, 2019 in Islamabad.

b. Future Area of Cooperation:

Potential areas for cooperation in future are Defense, Energy, Industries & Production, Trade & Investment, Transport & Logistics, Cyber Security, and Education & Professional Training.

NORWAY:

Norway Joined Pakistan Development Forum (PDF) in 1969 formally known as Aid to Pakistan Consortium and since then has been providing assistance to Pakistan.

a. Overview of the Portfolio:

Earlier, Pakistan and Norway worked together in the areas of Energy, Education, Environment, Telecommunication Sector and Human Rights. Now Norwegian Government provides assistance to GoP in areas of basic Education and Capacity Building only.

b. Type of Non-Government Assistance:

Norwegian Government provides grant assistance which is completely off-budget and disbursed through INGO's and UN agencies.

The Government of Pakistan, through Economic Affairs Division, signed a Grant Agreement, with total worth of NOK 217.6 million with the Government of Norway during the period 2003 to 2012 in areas as education and governance.

c. Future Areas of Cooperation:

Norway has good expertise in hydropower and can extend cooperation to Pakistan in this sector.

UNITED STATE OF AMERICA (USA)

United States of America (USA) is providing economic assistance principally through Economic Support Fund (ESF) for social sector development in Pakistan. ESF has been managed through different bilateral instruments signed with USA. These include the Strategic Objective Grant Agreement (SOGA) 2001, Pakistan Enhanced Partnership Agreement (PEPA) 2010, Unilateral (Cash transfers to BISP, ERRA, Citizen Damage Compensation Program etc and International Narcotics and Law Enforcement – Pakistan 1982 (INL-P).

a. INTERNATIONAL NARCOTICS AND LAW ENFORCEMENT-PAKISTAN (INL-P):

The Embassy of the USA has been extending financing facility for continuation of projects like Drug Interdiction, Rule of Law, and crop control. For this, a Letter of Agreement (LoA) was signed with the International Narcotics and Law Enforcement-Pakistan (INL-P) in 1982. Till now, 78 revisions to the LoA have been signed wherein a total US \$ 842.2 million has been provided.

2. During 2018-19, US wing of EAD has acknowledged 10 Project Implementation Letters (PILs) of INL-P, US Embassy, Islamabad total worth of US\$ 83.05 million.

Programme of activities and target under process:

Amendment/Revision No. 79 of the Letter of Agreement, 1982 in which INL-P, US Embassy spells out their yearly program for on-going/ pipeline projects.

b. USAID:

The USAID provides economic assistance in two modes i.e. On-budget (G2G) and Off-budget (Non G2G). On-budget assistance is provided through Government of Pakistan whereas Off-budget assistance is channeled through INGO's and Implementing Partners of the USAID which are mostly for-profit companies based in USA, and are selected independently. During the period US wing, EAD has acknowledged 6 amendments to the Activity Agreement and PILs total worth US\$ 31.3million.

c. AUSTRALIA:

During 2018-19, Economic Affairs Division issued NoC regarding the project titled "Enhancing small Ruminant Production to Benefit Farming Families in Sindh and Punjab, Pakistan". It is stated that the said project of technical cooperation will be executed under

Australian Center for International Agriculture Research (ACIAR) in the field of agriculture research and development. The aim of the said project is to improve the livelihoods and wellbeing of small ruminant farming families, focusing on the inclusion of women, by developing strategies for improved, sustainable production and value chain engagement.

2. In 2018-19, Australia offered nearly 40 Australia Awards Scholarships to Pakistani citizens, and at least half, for women. Fifty percent of these are reserved for public policy practitioners, reformers and leaders. Scholarship will also be awarded to professionals working in civil society and the private sector.

d. GLOBAL AFFAIRS, CANADA:

Government of Canada writes off eligible expenditure based on its verification and approval of Project's Bi-national Steering Committee (BSC) on annual basis. So far BSC in its last eleven (11) meetings has approved Rs. 6,680.97 million for write-off for the period of 2006-17, details of which are as under:

Year of Expenditure	Rs./ million	BSC Meeting Held on
2006-08	252.146	04-06-2009
2008-09	761.867	01-06-2010
2009-10	1,273.330	14-11-2011
2010-11	638.100	06-12-2012
2011-12	628.880	16-01-2014
2012-13	775.400	16-01-2014
2013-14	743.460	19-02-2015
2014-15	623.764	22-06-2016
2015-16	383.870	12-06-2017
2016-17	420.151	21-02-2018
2017-18	180	23-09-2019
Total	6680.97	

2. The remaining amount of Rs. 301.84 million will be written-off after verification of the expenditure for FY 2018-19 and 2019-20. Presently, verification of expenditure for FY 2018-19 is underway based on which write-off proposals will be finalized and submitted by the Canadian side to next meeting of BSC for approval.

3. During 2018-19, Global Affairs, Canada has informed that they are adopting a Feminist International Assistance Policy that seeks to eradicate poverty and build a more peaceful, more inclusive and more prosperous world. Canada firmly believes that promoting gender equality and empowering women and girls is the most effective approach to achieving this goal. It is an off-budget program.

MULTILATERAL ORGANIZATIONS/ DEVELOPMENT PARTNERS

ASIAN DEVELOPMENT BANK (ADB)

Asian Development Bank (ADB) is a multilateral development bank owned by 68 countries including 49 from Asia and the Pacific region and 19 from other parts of the world. ADB's main instruments for helping its developing member countries are policy dialogue, loans, equity investments, guarantees, grants, and technical assistance.

2. Pakistan is one of the founding members of the Asian Development Bank since 1966. ADB has since worked with the Government of Pakistan to strengthen the country's key infrastructure, social services, and economic growth. ADB helps to address Pakistan's development needs for energy, transport, agriculture, natural resources, rural development, water supply, urban infrastructure & services, public sector management, and finance. ADB's cumulative disbursement stands at \$22.8 billion for Pakistan.

a. Portfolio Performance:

ADB's ongoing portfolio is USD 6.14 billion for 33 projects in Energy, Road & Transport, Water & Agriculture, Urban Development, Public-Private Partnerships, Disaster Reduction & Social Sector. ADB disbursed an amount of US\$ 541 million for on-going projects in FY 2018-19.

2. During the FY 2018-19, the following new loan and grant agreements were signed with the Asian Development Bank:

(US\$ Million)

Sr. No.	Loan Title	Type of Financing	Date of Signing	Loan Amount
i.	MFF Power Transmission Enhancement Investment Program II - Tranche 3 (NTDC)	Loan	13-12-2018	280.0
ii.	MFF Power Transmission Enhancement Investment Program II - Tranche 3 (NTDC)	Grant	13-12-2018	4.0
iii.	Balochistan Water Resources Development Sector Project	Loan	05-01-2019	100.0
iv.	Balochistan Water Resources Development Sector Project	Grant	05-01-2019	2.0
v.	Piloting High-Value Agriculture in Balochistan	Grant	05-01-2019	3.0
vi.	KP Provincial Roads Improvement Project (Additional Financing) - Swabi-Mardan Road	Loan	26-02-2019	75.0
vii.	National Disaster Risk Management Fund	Grant	22-03-2019	1.5
viii.	Khyber Pakhtunkhwa Cities Improvement Project - Project Readiness Financing	Loan	29-03-2019	7.0
ix.	Khyber Pakhtunkhwa Cities Improvement Project - Project Readiness Financing	Grant	29-03-2019	2.0
Total				474.500

Major Events:

- i. Pakistan participated in the 17th Central Asia Regional Economic Cooperation (CAREC) Ministerial Conference held in Ashgabat, Turkmenistan on 15th November 2018. The Ministerial Conference functions as a high-level strategy-setting and policy body. It provides overall strategic guidance and serves as a platform to discuss and debate important policy and strategic issues of regional relevance.

- ii. The 52nd Annual Meeting of the Board of Governors of Asian Development Bank (ADB) was held in Nadi, Fiji from 1– 6 May, 2019. A high-level Pakistani delegation comprising of Dr. Ishrat Husain, Advisor to the Prime Minister on Institutional Reforms & Austerity as Governor ad-Interim / Head of Delegation, Mr. Noor Ahmed, Secretary EAD / Alternate Governor, attended the Annual Meeting. The Annual Meeting of the BOGs is an opportunity to provide guidance on the ADB's administrative, financial and operational matters. ADB's annual meetings have become a premier forum for the discussion of economic and social development issues in Asia and the Pacific region.

ISLAMIC DEVELOPMENT BANK (IsDB)

IsDB is an International Financial Institution, established in 1975 with the aim to foster economic development and social progress of 57 Muslim member countries in accordance with the principles of Shari'ah. IsDB's total project portfolio during 2018-19 for Pakistan was US\$ 265.28 million, out of which an amount of US\$ 9.689 million was disbursed by the IsDB during 2018-19.

2. The Member Country Partnership Strategy (MCPS) is a detailed document of IsDB through which the strategic thrust of the IsDB Vision 1440H (2020) was aligned with development priorities of the GOP. MCPS (2012-17) Group Strategy was developed based on extensive consultations with key stakeholders in Pakistan including Federal and Provincial Governments, private sector, business community and civil society. The resource envelope of US\$ 2.75 billion available under the strategy is distributed among three pillars i.e. the infrastructure sector envisaged to receive the majority share of 50% (energy 30% and transport 20%) followed by agriculture and rural development 20% and human development 15% (education 8% and health 7%). The allocated amount has been fully utilized by GOP during the period of 2013-17. The overall implementation of the MCPS is 137% (i.e. approval of US\$ 3.768 billion against US\$ 2.75 billion indicative financing by IsDB Group. The next MCPS for the period of 2020-22 is expected for negotiation with IsDB during the first quarter of year 2020. During the year 2018-19, under the IsDB financing an agreement amounting to US\$ 35 million for CASA-1000 project was signed on 17-03-2019.

3. In addition to the loans, following two TA Grant amounting to US\$ 0.56 million were also provided by IsDB during the year 2018-19.

Sr. No.	Project Name	Signing Date / Maturity Date	Grant Amount (US\$ Million)
i.	TA Grant for Enhancement of Agricultural Production Using Efficient Irrigation System in Balochistan	02-05-2019 30-09-2020	0.28
ii.	TA Grant for Operationalization of EXIM Bank of Pakistan	02-05-2019 31-12-2020	0.28
Total			0.56

4. Moreover, 8 Medical Mobile Units for Rural Areas of Pakistan worth US\$ 27 million were also donated by the Bank during the financial year 2018-19. The Mobile Units have been allocated for the 5 districts of Sindh & Khyber Pakhtunkhwa provinces.

INTERNATIONAL ISLAMIC TRADE FINANCE CORPORATION (ITFC):

On the successful completion of the 1st Framework Agreement (2015-2017), a new Framework Agreement was signed with ITFC on April 05, 2018. Under the new Framework agreement ITFC will make its best efforts to mobilize financial resources amounting to US\$ 4.5 billion during the coming three years 2018-2020 (US\$ 1.5 billion on yearly basis). Under the new Framework Agreement following three agreements amounting to US\$ 926 million were signed for import of oil & LNG during the year 2018-19.

Sr. No.	Project No	Amount US\$ million	Signing Date	Effective Date	Maturity Date	Interest/Mark up Rate
i.	Pak-0016	100.0	27-07-2018	30-08-2018	29-08-2019	One year US\$ LIBOR + 2.70% p.a.
ii.	Pak-0017	275.0	03-12-2018	02-01-2019	01-01-2020	One year US\$ LIBOR + 2.70% p.a.
iii.	Pak-0200	551.0	22-04-2019	09-05-2019	08-05-2020	One year US\$ LIBOR + 3.5% p.a.
Total		926.0				

OPEC FUND FOR INTERNATIONAL DEVELOPMENT (OFID):

OFID started its operations in August 1976 and became a full-fledged permanent international development agency in May 1980. Its main aim is to foster social and economic progress in the developing world through provision of concessional financing.

2. OFID's total Project Portfolio was US\$ 130 million. An amount of US\$ 8.45 million has been disbursed during 2018-19.

UNITED NATIONS (UN)

UN System for sustainable economic development and social uplift through efficient, effective and transparent interventions of UN Agencies under the national ownership. Economic Affairs Division (EAD), on behalf of the Government of Pakistan, coordinates with the achievements of Government of Pakistan since August, 2018 are as follows:-

a. Formulation of the Country Programme Documents:

The Country Programme Documents (CPDs) of the UN Agencies namely; UNICEF, UNFPA, WFP and UNDP were formulated and finalized with the respective UN Agencies after extensive meetings and deliberations to align them with GoP vision 2025. In this regard, series of consultations were held with the Federal and Provincial governments as well as the UN agencies.

b. Signing of OP-III/UNSDF:

The One UN Programme-III (2018-22) was finalized between UN System and Government of Pakistan in April, 2018 with a total budget of US \$ 1.4 billion for 25 years. The document was developed by working closely with federal, provincial and regional government, key donors and wide spectrum of civil society actors. The OP-III encompasses ten outcome areas around which the UN System will develop its Joint Work Plans for 2018-22 period. Each outcome reflects priorities jointly identified by the UN and the Government of Pakistan, based on areas in which the UN has a strong comparative advantage. The ten outcomes are the foundation of the UNSDF/OP-III (2018-2022). The outcomes are listed below:-

- Economic Growth
- Decent Work
- Health & WASH
- Nutrition
- Food Security and Sustainable Agriculture
- Resilience
- Education & Learning
- Gender Equality and Dignity
- Governance
- Social Protection

2. The progress on the above mentioned objectives is to be tracked from time to time. For this progress check, the concept of an Oversight Committee is introduced in the One UN Programme. The Oversight Committee (OC) is chaired by Secretary, EAD along with the United Nations Resident Coordinator (UNRC). The stakeholders include federal and provincial

governments, civil society member and the donors. The OC needs to meet twice a year. Recently, EAD held the meeting of the Oversight Committee on 10th June, 2019.

c. Capacity Development of Government Officers through Foreign Training Committee:

As part of Government manifesto of capacity development of Government officers Economic Affairs Division played a proactive role and for the FY 2018 a total of 1,078 (One Thousand and Seventy-Eight only) officers were nominated in 396 (three hundred and ninety six only) courses. These officials were sent abroad from various Ministries/Division/Departments in short and long term training courses in various disciplines. Apart from this UN Wing has also sent innumerable officers from various Ministries/Divisions/Departments on trainings/workshops/seminars offered by UNESCAP in Bangkok, Thailand.

WORLD BANK (WB)

The World Bank Group comprises of the International Bank for Reconstruction and Development (IBRD) and its affiliates, the International Development Association (IDA), the International Finance Corporation (IFC), The International Centre for Settlement of Investment Disputes (ICSID), and Multilateral Investment Guarantee Agency (MIGA). The World Bank Wing deals with the financial and technical assistance from the World Bank Group and International Fund for Agriculture Development (IFAD).

2. Economic Affairs Division (EAD) and World Bank (WB) have jointly prepared the Country Partnership Strategy (CPS) 2015-19 (extended upto 2020) which focuses on transforming the energy sector, supporting private sector development, breaking through “good enough” barrier on services, reaching out to the underserved neglected and poor, and leveraging regional markets. Under the CPS, the World Bank has agreed to provide financial support to the tune of US\$ 8.7 billion (approximately US\$ 2.0 billion under IBRD and US\$ 6.7 billion under IDA).

3. EAD has signed Sindh Solar Energy Project of US\$ 100.00 million, Pakistan Raises Revenue Program of US\$ 400.00 million, Assisting Governance and Access in Higher Education for Quality Enhancement Program of US\$ 400.00 million, Khyber Pakhtunkhwa Revenue Mobilization and Public Resource Management Program of US\$118.0 million and an advance of US\$ 4.00 million for conducting feasibilities for Khyber Pakhtunkhwa Hydro Power Projects, with the World Bank during FY 2018-19.

4. EAD also negotiated first phase of Karachi Water and Sewerage Services Improvement Project of US\$ 40.0 million, Karachi Urban Mobility Project of US\$ 382.00 million, Competitive and Livable City of Karachi of US\$ 230.00 million, Additional Financing for CASA-1000 Project of US\$ 65.00 million, Khyber Pakhtunkhwa Irrigated Agriculture and Rural Development Project of US\$ 171.00 million, Khyber Pakhtunkhwa Integrated Tourism Project of US\$ 70.00 million and. These projects will formally be signed with World Bank in early FY 2020.

5. The World Bank’s commitments for ongoing projects for Pakistan remained at US\$ 9.20 billion, out of which an amount of US\$ 650.00 million was disbursed by the World Bank during FY 2018-19 (**Annex-III**). Pakistan paid contribution of US\$1.57 million towards IDA-18 Replenishment during FY 2018-19.

6. International Finance Corporation (IFC) provides support to private sector development in Pakistan. IFC planned to invest US\$ 3.5 to 4.2 billion in Pakistan during the CPS period.

IFC's committed investment exposure (own account) in Pakistan, as of June, 2019 was US\$ 1.30 billion in 40 companies. IFC committed around US\$ 337.00 million funding to support (i) Engro Polymer (US\$35 million, debt) (ii) Shifa International Hospital (US\$19.00 million equity); and (iii) US\$ 283.00 million in short-term trade finance with 11 local banks.

7. The Multi-Donor Trust Fund (MDTF) for KP/FATA and Balochistan was established for restoration of economic and social assets and activities in crisis affected areas by improving local governance and service delivery, provincial economic management capacity and community driven initiatives. Under the Multi Donor Trust Fund (Round-I), being administered by the World Bank, total projects undertaken were of worth US\$ 147.1 million. The MDTF moved onto to Round-II during FY2017 after benefitting approximately 5.7 million people under Round-I. Till date, thirteen contributing partners have pledged US\$275.0 million.

8. Under MDTF Round-II an amount of US\$ 385.6 million would be required (KP 40%, FATA 35% and Balochistan 25%) for growth and job creation, policy reforms and governance & service delivery projects. So far, US\$124.00 million are made available for MDTF Round-II. Currently six (6) projects worth US\$ 103.00 million are ongoing under MDTF Round-II. EAD signed Khyber Pakhtunkhwa Digital Jobs Project of US\$ 2.00 million (grant) with World Bank during FY2019. Similarly, EAD negotiated additional financing of US\$15.00 million (grant) for ongoing project titled Early Recovery Program for Temporarily Displaced People of Erstwhile FATA with the World Bank during FY 2018-19. One project titled "FATA Rural Livelihoods and Infrastructure" has been closed during FY2018-19. The World Bank has disbursed an amount of US\$ 12.79 million during FY2018-19 under MDTF projects (**Annex-III-A**).

INTERNATIONAL FUND FOR AGRICULTURAL DEVELOPMENT (IFAD):

The International Fund for Agricultural Development (IFAD) is a membership based international financial institution with a mandate focused exclusively on eradicating rural poverty through low-interest loans and grants. IFAD works with governments to develop and finance programmes that enable the rural poor people to overcome poverty. IFAD operations in Pakistan are guided by the government's strategies and initiatives for rural poverty reduction and an IFAD Country Strategy called Country Strategic Opportunities Program (COSOP). Pakistan being one of the founding members of IFAD had pledged US\$ 9.00 million for 11th Replenishment. Presently total commitment from IFAD for Pakistan is US\$ 242.10 million out of which an amount of US\$ 18.50 million was disbursed by IFAD during 2018-19 (**Annex-III-B**). Pakistan paid contribution of US\$ 2.192 million towards 10th Replenishment of IFAD Resources during FY 2018-19.

ECONOMIC COOPERATION WITH DEVELOPING COUNTRIES

ECONOMIC COOPERATION (EC)

Economic Cooperation (EC) is responsible for Bilateral Economic Cooperation, which is mainly undertaken through an institutional mechanism in the form of Joint Ministerial Commissions (JMC), Joint Economic Commissions (JEC), Inter Governmental Commissions (IGC) and Joint Commissions (JC). Besides, EC Wing coordinates the Official Development Assistance (ODA) from the Gulf Region (Saudi Arabia), Oman, UAE (Abu Dhabi), Kuwait and Korea (through Korean International Cooperation Agency-KOICA) as well as concessional loans from Economic Development Cooperation Fund (EDCF) of the Republic of Korea for financing various development projects in Pakistan.

2. EC Wing also administers Pakistan Technical Assistance Programme (PTAP), which provides long-term educational facilities and short-term trainings in various fields to more than fifty friendly developing countries as well as to overseas Pakistanis.

3. Activities undertaken by EC Wing during the financial year 2018-19 are given below:

a. Joint Ministerial Commissions (JMCs) Bilateral Consultations:

- i. 4th session of Pak-Kuwait, Joint Ministerial Commission (JMC) held on 27-28 September, 2018 in Islamabad.
- ii. 7th session of Pak-Oman, Joint Economic Commission (JEC) held on 30-31st January 2019 in Muscat, Oman.
- iii. 2nd Session of Pak-Bulgaria, Inter Governmental Commission (IGC) held on 20-21 May, 2019 in Islamabad

b. Visit of Foreign Missions/Delegations:

- i. EAD and Saudi Fund for Development (SDF) jointly held an inauguration ceremony regarding Saudi Housing Complex in Ayub Medical Institute Abbottabad on 27th November 2018.
- ii. Korean Prime Minister's Office delegation visited EAD on 6th December, 2018 and held meeting with EAD for feedback on Official Development Assistance (ODA).
- iii. Export Import Bank Korea (EXIM) Mission of Korea visited EAD to discuss the automation of Pakistan Post Offices Project and signed Minutes of Discussion (MOD) on 23rd November, 2018.
- iv. For strengthening economic relation between Pakistan and Turkey, a delegation from EAD visited Ankara, Turkey on 9-10 May 2019 to hold negotiations on Pak-Turkey Strategic Economic Framework.

- v. To discuss the on-going and potential projects to be financed under Economic Development Cooperation Fund (EDCF), a delegation from EXIM Bank, Korea visited Pakistan in the month of February, 2019 and held different meetings at EAD.
- vi. Saudi Fund for Development (SDF) Mission visited Pakistan on 20-22 April, 2019 to inaugurate District Complex Bagh and District Complex Rawalakot, AJK.

c. MOUs/Agreements Signed:

In the context of bilateral economic cooperation following MOUs/Agreements were signed during 2018-19:

Country	MOU/Agreements Signed	Signing Date
Bosnia & Herzegovina	Ratification of the signed Agreement between Pakistan and Bosnia & Herzegovina on the Establishment of Joint Economic Commission was done with approval of Federal Cabinet	16 th April, 2019
Brazil	An Agreement on Technical Cooperation between Pakistan and Brazil was signed	6 th August, 2018
	The Federal Cabinet approved EAD's proposal for ratification of the signed Agreement on Technical Cooperation between Pakistan and Brazil	7 th May, 2019
Korea	In Pursuance of Federal Cabinet decision No.219/10/19 Dated 28-2-2019, Framework Arrangement FA (2018-20) amounting US\$ 500 Million was signed with Republic of Korea for financial assistance in various development projects during 2018-20.	24 th April, 2019
Saudi Arab	In pursuance of Federal Cabinet decision No 160/Rule-19/2019, Dated 13-02-2019, Framework MOU regarding Saudi Fund participation in financing of Power Generation projects in Pakistan was signed.	17 th February, 2019

d. Economic Assistance (Grants /Loans):

i. Grant Assistance:

Developing Partner/ Country	Name of Project	Grant allocation (US\$)
Korea/ KOICA	For Technical up gradation of Radio Station Multan, Korean equipment was provided by KOICA on December, 2018	0.183 Million
	Letter of Exchange (LOE) between Islamic Republic of Pakistan and Republic of Korea regarding provision of six (6) Police vehicles to Baluchistan Police was signed on 18.4.2019.	0.173 Million

Saudi Arab / SDF	MoU for furnishing the campus of King Abdullah Bin Abdulaziz University of Azad Jammu and Kashmir was signed with SDF on 27-09-2018 (No. 2/1440)	10 Million
	MoU for equipping King Abdullah Bin Abdulaziz Teaching Hospital (KATH), Mansehra with Medical Equipment and Furniture was signed with SDF on 27-09-2018 (No. 3/1440)	5.5 Million
	MoU for equipping Hayaseraiy Hospital with Medical Equipment and Furniture KPK was signed with SDF on 27-09-2018 (MoU No. 1/1440).	0.6 Million
Turkey	Grant assistance disbursed by Government of Republic of Turkey in 2017-18 was utilized for flood affectee's of Punjab and Temporary Displaced Persons (TDP-ERP Unit) during FY 2018-19.	10 Million
Oman	A total of US\$ 27.5 million of Omani grant has been allocated to Small Development Projects in District Gawadar, Balochistan. An amount of US\$ 0.4 Million has been disbursed for Development Projects in infrastructure and health sectors under Omani Grant during Financial Year 2018-19	27.5 Million

ii. **Loans:**

Saudi Development Fund (SDF) agreed to provide USD 322 Million loan for financing the following five Power projects and accordingly Framework MOU was signed on 17.2.2019

- i. Diamer-Bhasha Dam Project
- ii. Mohmand Dam Project
- iii. Shounter Hydropower Project
- iv. Jamshoro Power Generation
- v. Jagran IV (22MV) Hydropower Project

2. Exim Bank Korea agreed to provide USD 20.6 Million Loan for automation of Pakistan Post offices project and Minutes of Discussion (MOD) were signed on 23-11-2018.

e. **Technical Assistance/ Trainings/ Scholarships:**

i. **Pakistan Technical Assistance Programme [PTAP]:**

Pakistan Technical Assistance Program (PTAP) consists of two components i.e (a) Long Term Educational Facilities to students of Developing Countries and Dual National Pak-Origin students and (b) Short Term Trainings to Friendly Developing Countries.

2. Under the Long term component, degree courses in Medicine, Dentistry, Pharmacy and Engineering are offered to students of 51 Friendly Developing Countries and Dual National Pak-Origin students. During last year, 310 admissions were granted in various professional institutions of Pakistan as per following details: -

Sr. No.	Disciplines	Seats Utilized 2018-19
i.	MBBS	113
ii.	BDS	22
iii.	D. Pharmacy	46
iv.	B.Sc Engineering	129
Total		310

ii. **Short Term Training Courses Offered by PTAP during 2018-19:**

Under the short term component, short term trainings to more than 83 developing countries/organizations are offered in the fields of Banking and Finance, Railways, Postal Services and English language or literature. All these Courses are fully funded by GOP. During FY 2018-19 three (03) short-term courses were conducted for friendly Developing Countries which were attended by 45 participants. The detail is as under:-

Sr. No.	Course/Description	Organized by	Utilization status FY 2018-19
i.	International Central Banking Courses	National Institute of Banking & Finance, Islamabad.	21
ii.	International Commercial Banking Courses	-do-	12
iii.	Advance Railway	Railway Walton Academy, Lahore	12
Total			45

iii. **Colombo Plan Secretariat:**

Being focal point of Colombo Plan, Economic Affairs Division nominated 15 officers against 06 short term trainings offered by Colombo Plan during the year 2018-19 in the fields of Gender Integration, Climate Change, Public Policy & Management, Community Based Microcredit and Sufficiency Economy Development, Gender Equality and Women Empowerment, Capacity Building Program on Enhancing the Development of Small and Medium Industry and Climate School in Indonesia, etc.

iv. **Incoming Technical Assistance:**

Pakistan regularly receives offers for technical assistance for capacity building of the Government employees in the form of short term and long term training courses, workshops and

seminars. The EAD circulates these offers to relevant Federal and Provincial agencies and also regularly uploads the same on its, official website. The position of training / scholarships availed during 2018-19 (July, 2018 to June, 2019) are tabulated below:-

Sr. No.	Name of Sponsoring Agency	Trainings availed
i.	Thailand	12
ii.	Republic of Korea (KOICA)	43
iii.	Singapore	10
iv.	Malaysia	00
v.	Colombo Plan	15
Total		80

RESEARCH & STATISTICS

RESEARCH AND STATISTICS (R&S)

Many developing countries including Pakistan do not have sufficient funds to provide public goods such as education, health, transportation, clean water or waste disposal facilities. Although such goods are essential for socio-economic development, their economic rate of return is so uncertain that private investors are unwilling to provide them on a large scale. Foreign aid can substitute for private capital in those instances, providing the funds for investment in public goods that the international capital market either will not supply to Pakistan or would supply at a high interest rate. In principle foreign aid could be a major source of capital, fueling the Pakistan's economic growth and helping to promote socio-economic and human development.

2. Our major development partners such as World Bank, Asian Development Bank, Islamic Development Bank, China, Japan, and France are providing Foreign Economic Assistance (FEA) in the form for project and non-project aid. Details of FEA provided during the FY 2018-19 are as under:

a. Aid Inflow:

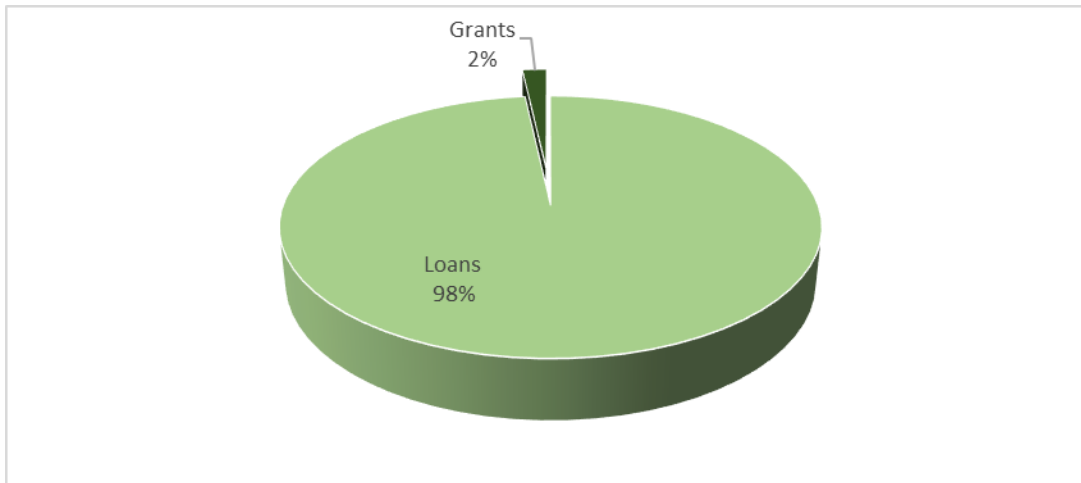
Substantial aid inflows i.e. commitments and disbursements of foreign economic assistance took place during FY 2018-19. EAD maintains systematic record of commitments and disbursements in the shape of "Status Report on Commitments and Disbursements of Foreign Economic Assistance". It is prepared on quarterly basis and is designed to satisfy the diverse needs of different stakeholders.

b. Commitments:

Total commitments of foreign economic assistance by the various donors amounted to US\$ 12,653.94 million during FY 2018-19. It includes:

- a) Loans amounting to US\$ 12,431.59 million; and
- b) Grants amounting to US\$ 222.35 million

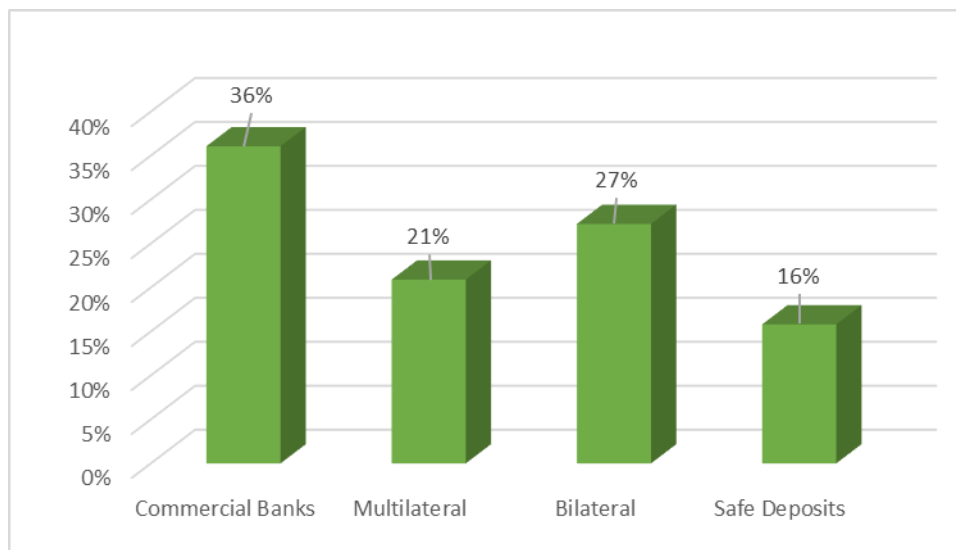
Figure 1 Type – wise Commitments



i. Source-Wise Commitments:

Commitments from Bilateral sources were higher than that of the Multilateral sources. Multilateral sources committed an amount of US\$ 2,644 million while commitments from Bilateral sources were US\$ 3,446 million. Similarly US\$ 4,564 were committed from commercial banks and US\$ 2,000 million were committed as Safe deposits¹ during the FY 2018-19. Break-up is given as under:

Figure 2 Source- wise Commitments

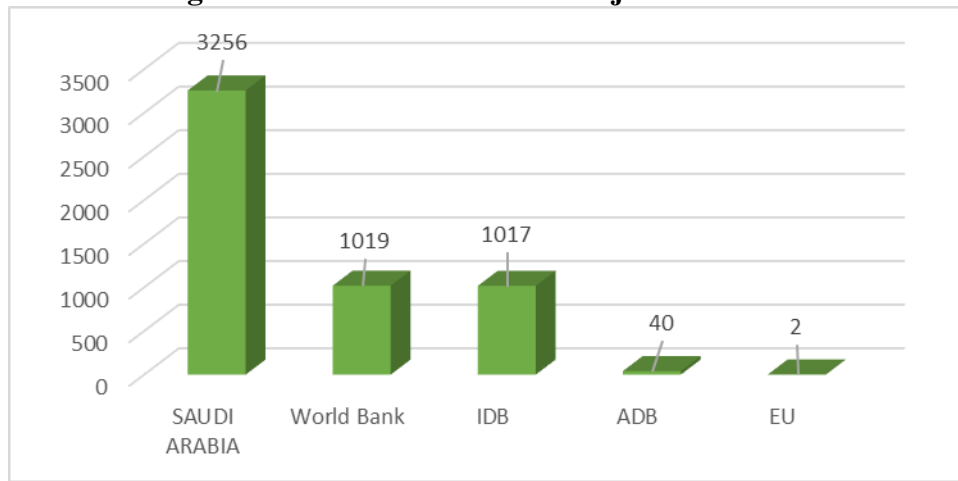


- a. Commitments of US\$ 2,644 million from the multilateral sources consisted of US\$ 2,480 million loans and US\$164 million grants;

¹ State Administration of Foreign Exchange, China.

- b. In the multilateral group, World Bank with commitments of US\$ 1,019 million was the largest contributor. Other major contributors were IDB [US\$ 926 million] and ADB [US\$ 492 million].
- c. Commitments of US\$ 3,446 million from the bilateral sources consisted of US\$ 3,388 million loans and US\$ 58 million grants;
- d. In the bilateral group, Saudi Arabia with commitments of US\$ 3,256.148 million was the largest donor.

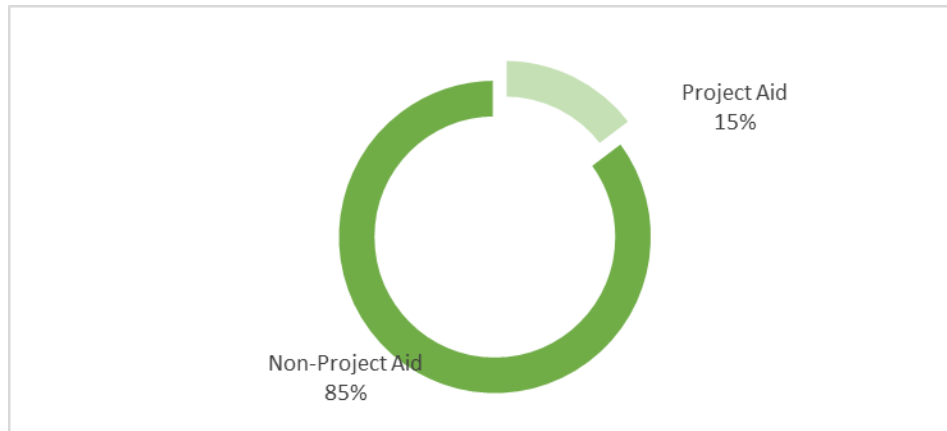
Figure 3 Commitments from Major Donors



ii. Project Vs Non-Project Commitments:

Commitments for the Project Aid (US\$ 1,862 million) were lower than that for the Non Project Aid (US\$ 10,792 million) during the period under review.

Figure 4 Project vs Non Project aid



2. Foreign assistance was committed for different purposes during the year. A summarised position is presented in table below:

Table 1 Purpose of the Commitments

[US\$ Million]

Purpose	Grant	Loan	Total
Program/BOP Cash	21.12	9,414	9,435
Short Term	-	1,356	1,356
Project Aid	200.36	1,662	1,862
Afghan Refugees	0.87		0.87
Grand Total	222.35	12,432	12,654

iii. Sector-Wise Commitments of project aid:

The commitments of project aid were made in different sectors of the economy, like Energy/Power, Education, Transport & Communications, Health, Rural Development and Poverty Reeducation and Governance. Sector-wise commitments of Project Aid during the period under review are tabulated below:

Table 2 Sector – Wise Commitments of project aid

(US\$ Million)

Economic Sector	Grant	Loan	Total
Education & Training	70		70
Energy/Power	4	412	416
Finance and Revenue		519	519
Governance, Research & Statistics	17		17
Health & Nutrition	45		45
Higher Education		401	401
Information Technology	2		2
Physical Planning & Housing	2	7	9
Rural Development & Poverty Reduction	57		57
Transport & Communications		223	223
Water	3	100	103
Grand Total	200	1,662	1,862

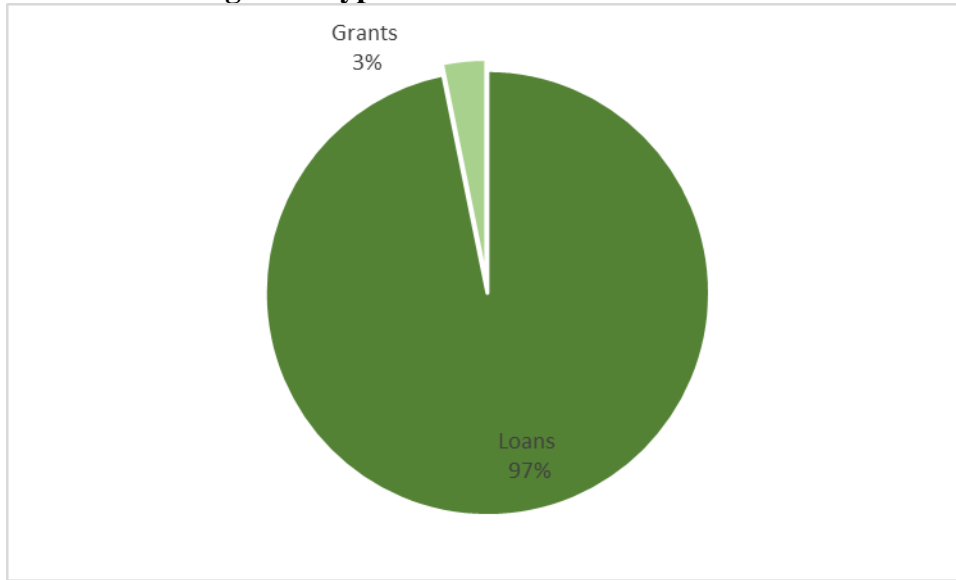
2. Donor and project-wise details of commitments of foreign economic assistance made during FY 2018-19 are at (**Annex-IV**).

c. Disbursements:

Total disbursements of foreign economic assistance amounted to US\$10,593 million during FY 2018-19, including:

- a. Grants of US\$ 339 million; and
- b. Loans of US\$10,254 million.

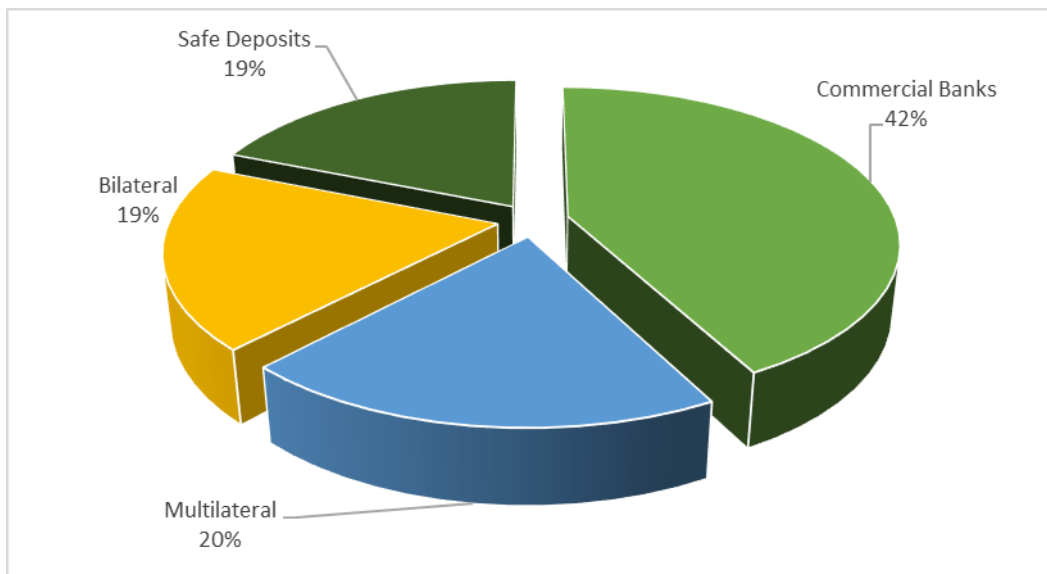
Figure 5 Type - wise of Disbursements



i. Source-Wise Disbursements:

Disbursements from bilateral sources were higher than that from the multilateral sources.

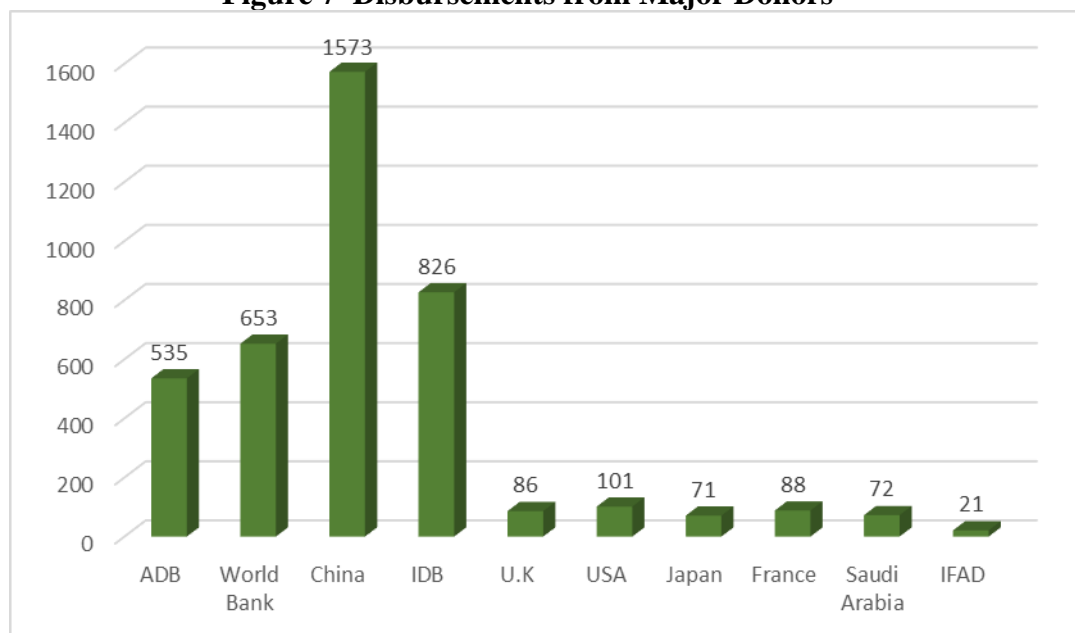
Figure 6 Source of Disbursements



- a. Disbursements from the multilateral sources were dominated by loans which were about 96% of total disbursements from multilateral sources;
- b. 13% disbursements from the bilateral sources came in the shape of grants while 87% were loans;
- c. Share of multilateral and bilateral sources was 20% and 19% respectively in the total disbursements. Safe deposits and commercial banks contributed 19% and 42% respectively of the total disbursement;
- d. In the bilateral group, major disbursements were from China [US\$ 1,573 million], USA [US\$ 101 million], France [US\$ 88 million], UK [US\$ 86 million], Japan [US\$70 million] and Saudi Arabia [US\$ 72 million]
- e. Among Multilateral agencies, IDB was the largest partner by disbursing US 819 million followed by the World Bank [US\$ 652 million] and ADB [US\$ 535] out of the total US\$ 2,108 million.

The overall donor wise disbursements are illustrated in the graph below:

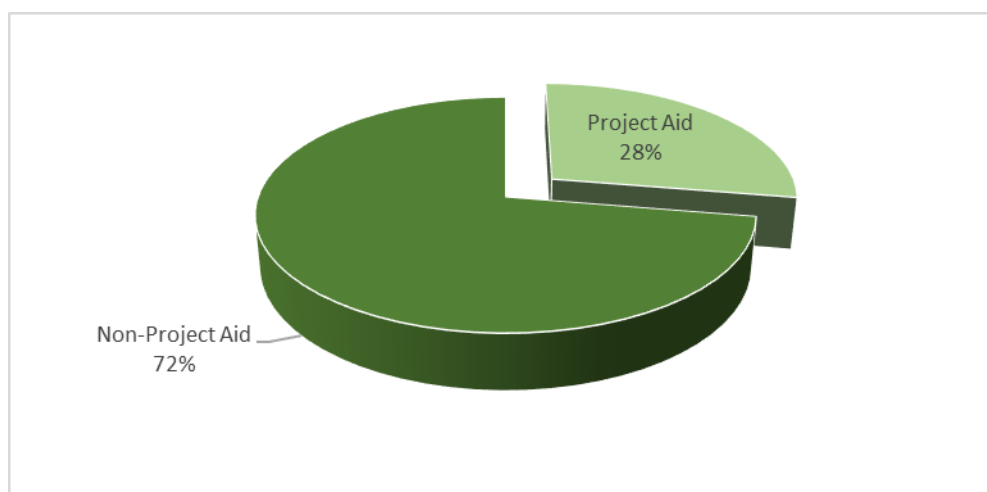
Figure 7 Disbursements from Major Donors



ii. Project Vs Non Project Disbursements:

Disbursement of Non-Project Aid and Project Aid amounted to US\$7,667 million and US\$ 2,926 million, respectively, which shows disbursements of Non Project Aid were higher than that of the Project Aid.

Figure 8 Project vs Non-Project Disbursements



2. In the Non Project Aid, highest disbursements were for Budgetary/Balance of Payments support followed by Short term loans and K. Lugar. A summarized position of purpose-wise disbursements during FY 2018-19 is tabulated below:

Table 3 Purpose Wise Disbursements

[US\$ Million]

Purpose	Grant	Loan	Total
Program/ BOP Cash	31	6314	6345
Project Aid	256	2670	2926
Short Term	-	1270	1270
K. Lugar	50	-	50
Earthquake R.A.	0	-	0
Afghan Refugees	1	-	1
Grand Total	339	10254	10592

iii. Sector-Wise Disbursements of Project aid:

Disbursements of Project aid were made in different sectors of the economy. Major sectors were Energy/Power, Transport and Communication, Education and Training, Agriculture, Rural Development and Poverty Reduction, Health & Nutrition, Floods and Governance. Sector-wise disbursements during the period under review are tabulated below:

Table 4 Sector – Wise Disbursements of Project aid

[US\$ Million]

Economic Sector	Grants	Loans	Total
Afghan R.R.A.	9.99		9.99
Agriculture		98.34	98.34
Earthquake R.A.	0.18		0.18
Education & Training	54.95	72.33	127.28
Energy/Power	15.97	338.91	354.88
Environment	8.34	169.97	178.31
Finance and Revenue	1.69	56.99	58.68
Floods-2010 - others	44.33	29.19	73.52
Governance, Research & Statistics	7.82	30.76	38.58
Health & Nutrition	22.38	9.40	31.78
IDPs	2.50	19.56	22.06
Information Technology	0.01	2.80	2.81
Misc.	0.09		0.09
Physical Planning & Housing	0.30	63.10	63.40
Rural Development & Poverty Reduction	7.89	39.37	47.26
Tourism		3.21	3.21
Transport & Communications	42.60	1,692.51	1,735.11
Water	0.22	43.71	43.93
K.Lugar	36.92		36.92
Grand total	256.18	2,670.15	2,926.33

d. Higher Forum Meetings:

During the FY 2018-19 EAD participated in various higher forum meetings. Details are as under:

i. Central Development Working Party (CDWP):

Eleven meetings of CDWP were held during this period, forty-three foreign aided projects were approved by the forum.

ii. **Executive Committee of the National Economic Council (ECNEC):**

Four meetings of ECNEC were held during this period. Ten foreign funded projects were approved by the forum.

iii. **PC-Is & PC-IIs received from Planning Commission:**

Two hundred & Seventy Nine PC-Is/PC-IIs were received from Planning Commission during the period. Eighty two PC-Is & PC-IIs were concerned with EAD due to involvement of foreign funding which were forwarded to concerned Wings of EAD for their consideration.

iv. **Federal Cabinet Decisions:**

Eleven meetings of the Federal Cabinet were held during this period, ten decisions pertained to EAD out of which nine have been implemented and one is under implementation.

v. **Economic Coordination Committee of the Cabinet (ECC):**

Twenty two meetings of the ECC were held during this period. Five items pertained to EAD out of which decisions of four items have been implemented and one is under implementation.

vi. **National Economic Council (NEC):**

One meeting of NEC was held during the period, one items pertained to EAD which have been implemented.

DEBT MANAGEMENT

DEBT SERVICING

EAD is responsible for making timely debt servicing (principal repayments and interest payments) of foreign loans. Actual debt servicing of foreign loans during financial year 2018-19 amounted to \$9,121 million, comprising \$8,947 million central loans and \$174 million guaranteed loans. Central loans were about 98.09% of the total debt servicing of external loans. Out of the total debt servicing of \$9,121 million, comprising \$7,054 million principal repayments and \$2,067 million interest payments. About 18.26% (\$1,666 million) of the total debt servicing went to the bilateral creditors and 69.31% (6,322 million) to the multilateral creditors. about 87.58% (7,988 million) was against the medium- and long-term loans while 12.43% (1,134 million) was against the short-term loans. A summarized view of the total debt servicing (central + guaranteed) is tabulated below, while details are at Annex-V.

Debt-Servicing of Foreign Loans:

(Rs in million)			
Particulars	Principal	Interest	Total
A-Medium & Long Term			
(I) Bilateral	1,037	629	1,666
Paris Club	644	230	874
Non-Paris Club	393	398	792
(II) Multilateral	4,935	1,387	6,322
Total: A (I+II)	5,972	2,016	7,988
B-Short Term	1,082	52	1,134
Grand Total: (A+B)	7,054	2,067	9,121

COMPUTER CENTRE

The Computer Centre (CC) is responsible for maintaining an up-to-dated data bank of foreign aid [loans/grants]. Maintaining such a database by recording and analysis of all loans/grants transactions needs a user-friendly Management Information System [MIS]. The EAD has been using DMFAS 5.3 which has been upgraded to new version i.e DMFAS version 6.during 2018-19 for the purpose.

2. Functions of the CC are of two types:

- Functional
- Technical

Functional:

- Maintaining external debt database through “Debt Management and Financial Analysis System [DMFAS]”;
- Liaison with UNCTAD’s DMFAS Team;
- Collection, compilation and entry of fresh commitments [loans/grants], disbursements, interest payments and repayment transactions;
- Debt-servicing projections till final maturity;
- Generation of the user-defined and pre-defined Reports;
- Downloading of daily exchange rates, LIBOR and CIRR rates from the respective web-sites and making adjustments into the DMFAS;
- Data downloading from the secure websites of World Bank, ADB and other Financial Institutes;
- Provision of external debt data to World Bank/IMF under debtor Reporting System;
- Verification and validation of external debt data in consultation with DM and R&S wing.

Technical:

- Provision of Technical Support / Trouble Shooting on user end / server end as and when required;
- Network Administration, Database Administration and Webpage publishing;
- Event Management and Support i.e., installation and configuration of Network, Internet on ad hoc basis on events like WIEF, PDF , JMCs and JECs;
- Maintenance of the EAD’s Intranet;
- Support in creation and demonstration of Multimedia Presentations; and
- Customized software development [as and when required].

External Information Sources:

- Policy Wings
- State Bank of Pakistan
- Executing Agencies
- Donor information:

- Asian Development Bank
- World Bank
- Islamic Development Bank

Following activities have been performed during the year 2018-19:

i. Up-gradation of Debt Management Financial Analysis System (DMFAS) Database:

- Fresh Commitments during 2018-19 i.e. all new loans / grants General Information, Tranche Information, Interest Terms and Amortization Schedules have been entered into DMFAS.
- Entry of Disbursement transactions during 2018-19.
- Debt Service Payments i.e. (principal/interest/commission/commitment charges, other charges) during 2017-18 have been entered.
- External Debt Stock position has been prepared on monthly basis showing end month position from 1-7-2018 to 30-06-2019 with the following specifications:
 - External Debt and Liabilities
 - Segregation in respect of following:
 - a. External Debt Stock into Public and Publicly Guaranteed
 - b. External Debt Stock into Fixed and Floating
 - c. External Debt Stock into Concessional and Non-Concessional
 - d. External Debt Stock into Currencies (Currency Composition)
- **Periodical Reports Generated and Issued during 2018-19:**

Following periodical reports were issued:

- a. Monthly disbursement report.
- b. Reconciliation of disbursement/payments report.
- c. Debt Service Projections Quarterly basis (From 2018-19 to 2023-24)
- d. Debt Service Projections Annually (From 2018-19 till final maturity).
- e. Quarterly Status Reports on Commitments and Disbursements for the following quarters:
 - i. 1st Quarter July-September, 2018-19
 - ii. 2nd Quarter October-December, 2018-19
 - iii. 3rd Quarter January-March, 2018-19
- f. World Bank Report (Form I) for calendar 2018
- g. World Bank Report (Form II) for calendar 2018

- Customized Reports for National Assembly / Senate / Standing Committee on Economic Affairs / IMF / Finance Division / PIFRA / Debt Policy & Coordination (DPCO) and State Bank of Pakistan were prepared as per their requirements.

ii. **Maintenance of EAD official Website:**

Regular Updation and Maintenance of EAD's Official Website which includes:

- i. Tenders
- ii. News and Press Releases
- iii. Jobs
- iv. Foreign Trainings:
 - a. Short term
 - b. Long term
- v. Highlights e.g. Foreign Assistance for Flood Relief, Events like PDF
- vi. Contacts of EAD's Officials
- vii. Views/Feedbacks/Suggestions/Complaints by general users

iii. **Technical support:**

Technical Support Team of EAD is responsible for Trouble Shooting and Maintenance of following:

- i. Maintenance, updation and Troubleshooting of 250+ Clients hooked up with EAD's Computers Network both in terms of Domains, Servers and Clients on following platform:

Server Side Operating Systems:

- Windows Server 2008,
- Windows Advance Server 2003,

Client Side Operating Systems:

- Windows XP,
- Windows 7 ,

Client Side Operating Systems:

- Windows XP,
- Windows 7 ,

Database:

- Maintenance of Oracle 10g Server dedicated for Debt Management and Financial Analysis System (DMFAS 5.3).

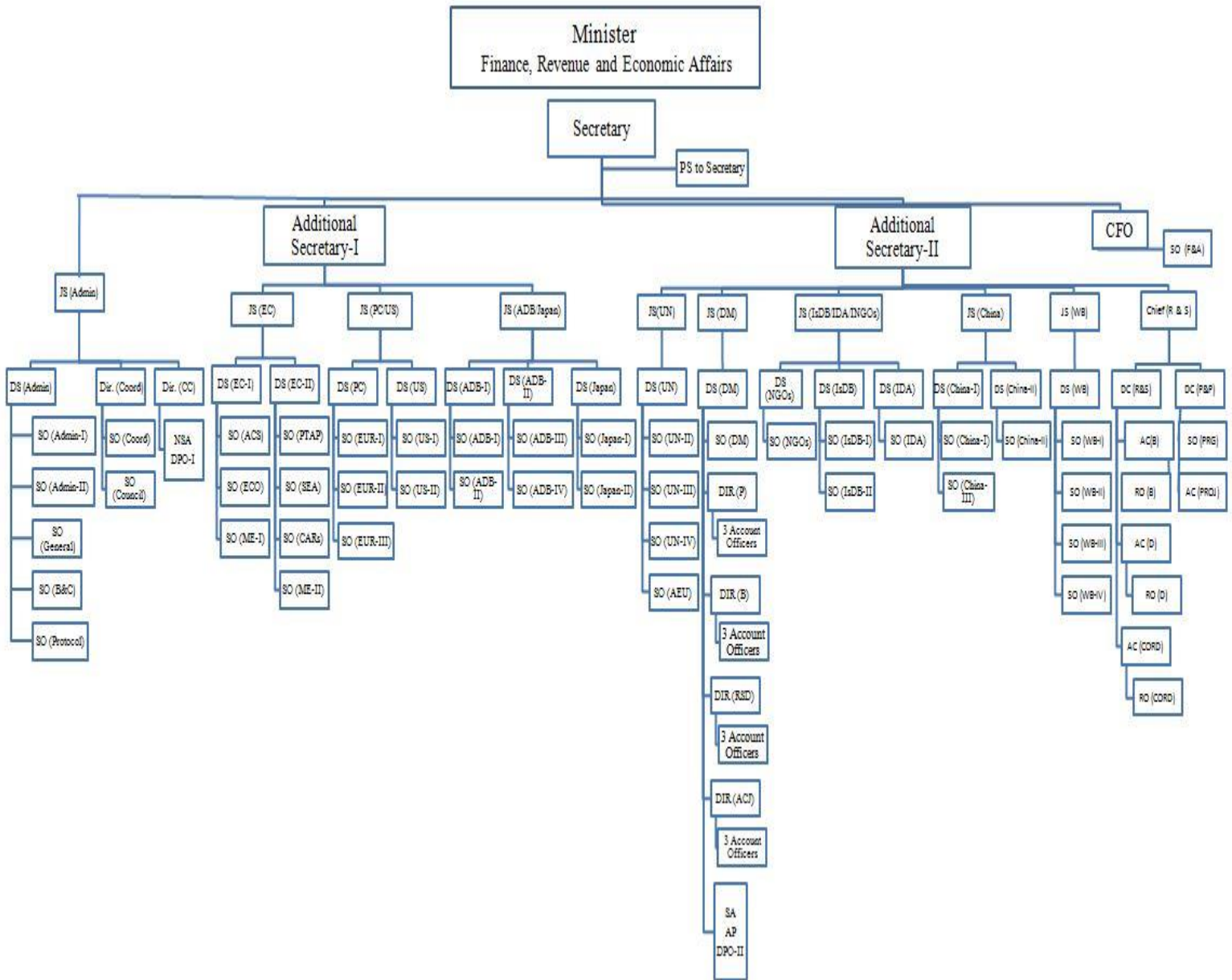
Others:

- Symantec Antivirus implementation and updation on both servers and client's end.
 - Configuration and Implementation of Firewall
 - Configuration of Proxy Server etc.
- ii. Technical Support to other Wings of EAD for Multimedia Presentations.

ANNEXURES

Annex-I

Organogram of Economic Affairs Division



Annex-II**LIST OF ONGOING LOAN PROJECTS**

Sr. No.	Name of Project	Date of Signing	Date of completion of project	Loan Component (US\$ in millions)/ Kind of Loan	Total Disbursements (as on June 2019) (US\$ in millions)
i.	Additional Financing for 969 MW NJHPP Project	29-9-2016	28-12-2018	576 (BC)	350.38
ii.	Karachi Lahore Motorway (Sukkur-Multan Section.	28-04-16	30-06-2021	USD 2889/ (Mixed Credit loans)	2450.6
iii.	Construction of Cross Border Optical Fiber Cable System Project	08-11-2014	09-03-2020	37.50/ GCL	29.52
iv.	KKH Phase-II (Thakot-Havellian Section)	28-04-2016	30-06-2021	USD 1315/ (Mixed Credit loans)	877.05
v.	Orange Line Metro Train Project	21-12-2015	21-12-2018	1626.00 (Mixed Credit loans)	1289.14
vi.	Pakistan Remote Sensing satellite (PRSS-I)	13-05-2017		153/GCL	139.82
vii.	Gwadar Eastbay Express Way Project	13-05-2017	31-12-2021	168	55.58
Total				6764.5	5192.09

CHINESE GRANT ASSISTANCE

Agreements Signed during FY 2018-19			
Sr. No.	Agreements	Date of Signing	Amount (Billion RMB)
i.	Agreement on Economic and Technical Cooperation Between the Government of the People's republic of China and The Government of Islamic Republic of Pakistan (for utilization of CPEC and Social Area Sector Projects)	3-11-2018	2
ii.	Agreement on Economic and Technical Cooperation Between the Government of the People's republic of China and The Government of Islamic Republic of Pakistan (for utilization of CPEC and Social Area Sector Projects)	24-04-2019	1
iii.	Agreement on Economic and Technical Cooperation Between the Government of the People's republic of China and The Government of Islamic Republic of Pakistan (for utilization of CPEC and Social Area Sector Projects)	26-05-2019	1

Letter of Exchange signed during FY 2018-19

Sr. No.	Project	Amount (RMB in Millions)	Status
i.	vaccine freezing items	63.5	LoE signed on 03 rd November, 2018
ii.	SSD Equipment	99.5	LoE signed on 21 st December, 2018
iii.	Provision of Emergency Relief Supplies for Enhancing NDMA Disaster Preparedness Capacity	40	LoE signed on 26 th May, 2019
Total (RMB Million)		203	
Total (US\$ Million)		29.85	

GRANT PROJECTS UNDER NEGOTIATION / PIPELINE

Currently, following priority projects are in the pipeline and are expected to be signed during the 2019-20:

Sr. No.	Project	Amount (FEC)
i.	Smart Universities: Transformation Through Smart Classrooms	25.826 Million USD (RS.2969.987 Million) at Dollar rate @115
ii.	Gwadar Seawater Desalination Plant	Rs. 535.05 million
iii.	Economic Affairs Division Capacity Building Equipments	5 Million RMB

Annex-II (B)

LIST OF COMPLETED PROJECTS

Sr. No.	Project	Type of assistance	Amount
i.	Safe City Islamabad Project	Loan	RMB 850 Million
ii.	Chashma Nuclear Power Project Units 3 /4 (C-3/ 4)	Loan	US\$ 1578.00 Million (Mix Credit)
iii.	969 MW Neelum Jhelum Hydropower Project	Loan	US\$ 448.00 Million (BC)

Annex-II (C)

LIST OF ONGOING PROJECTS FUNDED BY AIIB

Sr. No.	Name of Project	Date of Signing	Date of completion of project	Loan Component (US\$ in millions)	Disbursements (as on June 2019) (US\$ in millions)
i.	National Motorway M4 (Shorkot-Khanewal Section)	25-06-2016	31-12-2020	100	69.07
ii.	Tarbella V Hydropower Project	18-01-2017	30-03-2022	300	--
Total				400	69.07

Annex-II (D)**LIST OF PROJECTS UNDER NEGOTIATION WITH AIIB**

Sr. No.	Name of Project	Amount (US \$ Million)
i.	Construction of Rawalpindi Ring Road.	409
ii.	Lahore Water and Waste Water Treatment Project	436
iii.	Construction of Mohmand Dam Hydropower Project	500
iv.	Karachi BRT Project – Co-financing with ADB	100 (Total Cost 570)
v.	Karachi Water and Sewerage Services Improvement project – co-financing with World Bank	640 (Total Cost 1600)

LIST OF PROJECTS UNDER NEGOTIATION WITH EXIM BANK, CHINA

Sr. No.	Project Name	Project Cost
i.	Pakistan Space Center (PSC)	USD 145.35million
ii.	Attabad Hunza Hydro Power Project	USD 73.098Million
iii.	26 MW HPP Shagarthang, Skardu	USD 67.68Million
iv.	48MW Shounter Hydro Power Project, AJK	USD 72.766 Million
v.	22MW Jagran-IV Hydro Power Project, AJK	USD 37.681 Million

Annex-III**World Bank Ongoing Projects**

Project Name	Signing Date	Closing Date	IDA/IBRD	Net Commitment (US\$ m)	Total disbursed (as of end June, 2019)	FY19 Total disbursement (\$m)
Water Sector Capacity Bldg. & Adv.	07/14/2008	06/30/2021	IDA	72.1	37.90	0.4
National Social Protection Prog.	03/30/2017	06/30/2021	IDASUF	100.0	37.36	0.0
Tarbela 4th Extension Hydropower	04/12/2012	06/30/2022	IDA/IBRD	1114.9	576.1	29.5
Dasu Hydropower Stage-1 Project	08/25/2014	06/30/2022	IDA	588.4	209.57	33.0
Disaster Resilience Improvement	07/30/2015	12/01/2019	IDA	125.0	57.04	16.00
FATA TDPs-ERP	23/09/2015	06/30/2020	IDA	189.0	119.18	19.56
Sindh Water Sector Improvement	10/05/2007	12/31/2019	IDA	283.0	256.13	32.8
Transmission Modernization-I Prj.	12/19/2017	1/31/2024	IBRD	425.0	1.20	0.1
Financial Inclusion (SUF \$100M)	06/15/2017	12/31/2022	IDA	137.0	75.67	0.41
PFM & Accountability Prj.	12/29/2017	11/30/2021	IDA	400.0	180.0	100.0
Khyber Pass Economic Corridor	06/14/2018	06/28/2024	IDA	460.6	0.0	0.0
Pakistan Hydromat & DRM Services	05/25/2018	06/30/2023	IDA	188.0	0.0	0.0
Pakistan Housing Finance	06/14/2018	06/30/2023	IDA	145.0	98.04	40.0
Higher Education Development	06/18/2019	06/30/2024	IDA	400.0	0.0	0.0
Sindh Solar Energy Project	06/14/2018	09/29/2023	IDA	100.0	0.0	0.0
Sindh Agricultural Growth	08/25/2014	06/30/2019	IDA	76.4	44.90	10.80
Enhanced Nutrition for Mother & Children (Sindh)	10/31/2014	12/31/2019	IDA	36.24	30.66	6.80
Sindh Public Sector Mgt. Reform	03/11/2015	08/31/2020	IDA	50.0	34.88	4.80
Sindh Irrigated Agri Productivity	08/07/2015	12/31/2021	IDA	187.0	78.11	21.2
Sindh Barrage Improvement Proj	08/26/2015	12/22/2020	IDA	328.0	37.29	10.0
Punjab Irrigated Agriculture Product.	04/12/2012	12/31/2021	IDA/IBRD	380.0	243.06	29.80
Punjab Cities Program	05/25/2018	09/30/2023	IDA	200.0	9.52	9.52

(PCP)							
Punjab Green Development Program	05/25/2018	06/30/2023	IDA	200.0	23.75	23.75	
Punjab Jobs & Competitiveness P4R	03/31/2016	12/31/2021	IBRD	100.0	60.13	19.90	
Punjab Skills Development	06/04/2015	06/30/2020	IDA	50.0	32.38	8.10	
Punjab Agriculture & Rural Transform. Prog	02/02/2018	06/30/2023	IBRD	300.0	63.33	19.70	
Balochistan GPE	03/25/2015	12/31/2019	TF	34.0	34.0	7.4	
Enhanced Nutrition for Mother & Children(Baloch)	08/29/2014	12/31/2019	TF	11.7	8.61	3.16	
Balochistan Water Management & Community Support Project	08/31/2016	10/31/2022	IDA	200.0	5.83	0.0	
National Immunization Support Prj.	08/31/2016	12/31/2021	IDA/TF	106.9	30.9	8.81	
Punjab Education-III	08/31/2016	12/31/2021	IBRD	300.0	176.46	60.8	
Punjab Tourism Growth Project	08/02/2017	04/30/2023	IDA SUF	50.0	3.84	3.2	
Sindh Disaster Resilience Improv.	08/31/2016	02/28/2022	IDASUF	100.0	40.94	30.4	
Karachi Neighborhood Improvement	07/26/2017	11/30/2021	IDASUF	86.0	11.96	0.0	
Sindh Response to Stunting	05/26/2017	12/31/2021	IDA	61.62	4.95	0.0	
Sindh Multi-Sectoral Action for Nutrition	10/24/2017	12/31/2020	TF	5.0	2.50	0.0	
Enhanced Nutrition for M & C KP	02/02/2018	12/31/2019	TF	5.0	1.0	1.0	
KP Irrigated-Agri. Improvement Proj	-	12/31/2025	IDA	171.0	0.0	0.0	
KP Integrated Tourism Project	-	06/30/2025	IDA	70.0	0.0	0.0	
KP Revenue Mobilization Program	06/18/2019	12/31/2024	IDA	118.0	11.99	11.99	
CASA-1000 HPP	05/11/2015	06/30/2020	IDA	185.0	14.60	14.60	
Competitive & Livable City of Karachi	-	06/30/2024	IBRD	230.0	0.0	0.0	
Pakistan Raises Revenue Program	06/18/2019	06/30/2024	IDA	400.0	26.49	26.49	
Karachi Water & Sewerage Services	-	06/30/2025	IBRD	40.0	0.0	0.0	
Karachi Mobility Project	-	12/31/2025	IBRD	382.0	0.0	0.0	
Total				9191.86	2680.27	603.99	

Annex-III (A)**Detail of Ongoing Projects under MDTF**

Sr. No.	Project Name	Signing Date	Closing Date	IDA/IBRD	Net Commitment (US\$ m)	Total disbursed (as of end June, 2019)	FY18 Total disbursement (US\$ m)
i.	KP/FATA Economic Revitalization	10/11/2011	12/31/2020	MDTF	39.0	30.18	6.50
ii.	KP Southern Area Development	02/06/2013	12/31/2019	MDTF	22.0	16.13	0.00
iii.	FATA Governance and Policy	01/18/2017	06/30/2020	MDTF	14.0	1.81	1.10
iv.	Balochistan Governance & Policy	01/18/2017	06/30/2020	MDTF	16.0	5.39	2.39
v.	KP Governance & Policy	05/23/2017	06/30/2020	MDTF	10.0	6.11	2.70
vi.	KP Digital Jobs	17/10/2018	06/30/2020	MDTF	2.0	0.10	0.10
Total					103.0	59.72	12.79

Annex-III (B)**IFAD Funded On-going Projects**

Sr. No.	Project Name (On-going)	Date of Signing	Closing Date	IFAD Funding (US\$ in m)	Total Loan Disbursement (FY 2018-19)
i.	Southern Punjab Poverty Alleviation Project	30-09-2011	31-03-2020	62.30	3.50
ii.	Gwader-Lasbella Livelihoods Support Project	31-01-2013	30-09-2019	30.00	5.27
iii.	Economic Transformation Initiative in Gilgit Baltistan	16-09-2015	03-03- 2023	67.20	9.73
iv.	National Poverty Graduation Program	14-11-2017	30-06-2024	82.60	0.00
Total				242.10	18.50

Annex-IV

COMMITMENTS OF ECONOMIC ASSISTANCE DURING FY 2018-19

(Figure in Million)

Donor	Type of Aid	Project No.	Name of Project / Programme	Signing Date	Closing Date	Base Currency [BC]	Amount Committed in BC	Amount Committed in US\$ Eqv. (Currency Exchange Rate applied as of 30-Jun-2019)
ADB	Grant	0578-PAK(EF)	SEC. POW. TRAN. ENH INV. P-P-3	13-DEC-18	31-DEC-23	USD	4.00	4.00
ADB	Loan	3677-PAK	SECOND POW. TRAN ENH INV P.P-3	13-DEC-18	31-DEC-23	USD	280.00	280.00
ADB	Loan	3756-PAK	KP PRV. ROADS IMPROV. PRJ. AF	26-FEB-19	31-DEC-23	USD	75.00	75.00
ADB Total								359.00
AJMAN BANK PJSC	Loan	AJMAN-2019	MASTER MURABAHA AGR USD 77M	28-MAR-19	30-APR-20	USD	274.00	274.00
AJMAN BANK PJSC Total								274.00
CHINA DEV BANK	Loan	CDB-2019	15 BILLION TERM FACILITY AGREE	19-MAR-19	31-MAR-19	CNY	15,000.00	2,183.68
CHINA DEV BANK Total								2,183.68
CHINA SAFE DEPOSITS	Loan	CHINA-18	SAFE CHINA DEPOSIT (2 BILLION)	23-JUL-18	26-JUL-18	USD	2,000.00	2,000.00
CHINA SAFE DEPOSITS Total								2,000.00
DUBAI BANK	Loan	DIB(160M)2018	MASTER MURABAHA AGREEMENT	26-SEP-18	30-MAR-19	USD	185.00	185.00
DUBAI BANK	Loan	NBD-19	MASTER MURABAHA AGREEMENT	25-JUN-19	31-JUL-19	USD	325.00	325.00
DUBAI BANK	Loan	NBD-19-1	TERM FACILITY AGREEMENT	25-JUN-19	30-JUN-19	USD	175.00	175.00
DUBAI BANK Total								685.00
E.C.O. T/BANK	Loan	ECO2019	ECO-TDB USD 40M	28-FEB-19	31-MAR-19	USD	40.00	40.00
E.C.O. T/BANK Total								40.00
EU	Grant	EU-2017/039280	GROWTH FOR RUR. ADV. AND SUST.	26-DEC-18	31-DEC-24	EUR	50.00	56.92
EU	Grant	EU-2017/039285	SUP. TO PARLIAME. DEV. IN PAK.	31-DEC-18	31-DEC-21	EUR	15.00	17.07
EU	Grant	EU-2017/039288	DEV. THRO. ENHAN. EDU. PROG.	26-DEC-18	31-DEC-22	EUR	50.00	56.92
EU Total								130.90
FRANCE	Loan	CPK-1045	PESHAWAR SUSTAINABLE BUS RAPID	22-JAN-19	30-JUN-21	EUR	130.00	147.98
FRANCE Total								147.98
GERMANY	Grant	KFW-201767334	POLIO ERADICATION PROG.PH-II	14-DEC-18	31-DEC-19	EUR	5.00	5.69
GERMANY Total								5.69
ICBC-CHINA	Loan	ICBC-2019	FACILITY AGREEMENT USD 300M	25-MAR-19	31-MAR-19	USD	300.00	300.00
ICBC-CHINA Total								300.00

IDA	Grant	TF0A7171-MDTF	DIGITAL JOBS IN KPK PROJECT	17-OCT-18	30-JUN-20	USD	2.00	2.00
IDA	Loan	6258-PAK	SINDH SOLAR ENERGY PROJECT	09-JAN-19	29-SEP-23	SDR	69.60	96.76
IDA	Loan	6421-PAK	KHYBER PAKHTUNKHWA REVENUE MOB	17-JUN-19	31-DEC-24	SDR	85.00	118.17
IDA	Loan	6435-PAK	PAKISTAN RAISES REVENUE IDA F.	17-JUN-19	30-JUN-24	SDR	288.20	400.66
IDA Total								617.58
IDB(ST)	Loan	ITFC/18/PAK0016	ITFC MURABAHA AGR. US\$ 100(M)	27-JUL-18	31-JAN-19	USD	100.00	100.00
IDB(ST)	Loan	ITFC/18/PAK0017	ITFC MURABAHA AGR. US\$ 275(M)	03-DEC-18	30-APR-19	USD	275.00	275.00
IDB(ST)	Loan	ITFC/19/PAK0200	ITFC MURABAHA AGR. US\$ 551(M)	22-APR-19	30-OCT-19	USD	551.00	551.00
IDB(ST) Total								926.00
JAPAN	Grant	JAPAN-1860230	HUMAN RESOURCE DEV SCHOLARSHIP	31-AUG-18	31-DEC-25	JPY	328.00	3.05
JAPAN Total								3.05
NOOR BANK PJSC	Loan	NOOR2019	SYNDICATED FINANCING FACILITY	25-APR-19	31-MAY-19	USD	225.00	225.00
NOOR BANK PJSC Total								225.00
SAUDI ARABIA	Grant	SA1/1440	EQUIPPING HAYASERAI HOSPITAL	27-SEP-18	31-DEC-22	SAR	2.25	0.60
SAUDI ARABIA	Grant	SA2/1440	EQUIPING(KATHMEDICAL EQUIPMENT	27-SEP-18	31-DEC-21	SAR	20.63	5.50
SAUDI ARABIA	Grant	SA3/1440	EQUPIPING&FURNISHING(KAC)UNI AJK	27-SEP-18	31-DEC-21	SAR	37.50	10.00
SAUDI ARABIA Total								16.10
SUISSE AG,UBL,ABL	Loan	MASHR2019	FINANCING FACILITY OF 200(M)	15-MAY-19	31-JUL-19	USD	250.00	250.00
SUISSE AG,UBL,ABL	Loan	SUISSE-18-200	FACILITIES AGREEMENT US\$ 200 M	24-SEP-18	31-DEC-18	USD	245.00	245.00
SUISSE AG,UBL,ABL Total								495.00
U.N.H.C.R	Grant	11800-119	AFGHAN REGUGEE RA OCT 2018	31-OCT-18	31-OCT-18	USD	0.16	0.16
U.N.H.C.R	Grant	11800-120	AFGHAN REFUGEES RA DEC-2018	30-NOV-18	30-NOV-18	USD	0.07	0.07
U.N.H.C.R	Grant	11800-121	AFGHAN REGUGEE RA JAN 2019	07-JAN-19	13-JAN-19	USD	0.14	0.14
U.N.H.C.R	Grant	11800-122	AFGHAN REFUGEE RA MAY 2019	31-MAY-19	31-MAY-19	USD	0.24	0.24
U.N.H.C.R	Grant	11800-123	AFGHAN REFUGEE RA JUN 2019	30-JUN-19	30-JUN-19	USD	0.27	0.27
U.N.H.C.R Total								0.87
Grand Total								8,409.85

**ACTUAL DEBT SERVICING OF FOREIGN LOANS & CREDITS
FROM JULY-2018 TO JUNE-2019**

(US\$ Million)					
Public Guarantee	Financing Source	Donor	July-018 to JUNE-019		
			Principal	Interest	Total
Guaranteed	Bilateral Commercial Banks	China	63.85	85.42	149.27
		Commercial Banks	-	19.72	19.72
	Multilateral	E.I. BANK	5.00	0.11	5.11
Guaranteed Total			68.85	105.25	174.10
Non-Guaranteed	Bilateral	Austria	2.81	1.45	4.26
		Belgium	2.02	1.09	3.10
		Canada	6.13	1.90	8.03
		Finland	0.40	0.12	0.53
		France	115.57	52.72	168.29
		Germany	67.80	19.90	87.70
		Italy	1.40	0.30	1.69
		Japan	293.96	86.18	380.14
		Korea	33.99	11.81	45.81
		Norway	1.20	0.34	1.54
		N.I.Bank	4.56	2.48	7.04
		Russia	8.37	4.03	12.39
		Sweden	10.55	3.21	13.76
		Spain	4.13	1.98	6.11
		Switzerland	7.10	0.85	7.95
		USA	83.20	41.93	125.12
		U.K.	0.53	0.07	0.60
		China Commitment/ Management Fee	278.16	295.32	573.48
			-	7.42	7.42
		Kuwait	12.12	3.99	16.11
Saudi Arab	32.85	5.11	37.96		
U.A.E	6.35	1.00	7.34		

Bilateral Total		973.17	543.17	1,516.33
Bonds	EURO Bonds US DOLLER BOND	1,000.00 -	502.65 -	1,502.65 -
Bonds Total		1,000.00	502.65	1,502.65
Commercial Banks	Commercial Banks	2,552.00	423.48	2,975.47
Commercial Banks Total		2,552.00	423.48	2,975.47
IMF	IMF LOAN	-	-	-
IMF Total		-	-	-
Multilateral	ADB	744.00	184.14	928.14
	Un-Spent Balance	6.73	-	6.73
	IBRD	117.24	41.96	159.20
	IDA	370.17	178.42	548.59
	IFAD	7.76	1.83	9.59
	IDB (LT)	80.83	29.80	110.63
	OPEC	9.45	2.47	11.92
	NORDIC	0.58	0.06	0.65
	E.I. BANK	-	0.23	0.23
	E.C.O	41.34	1.83	43.17
	N.B.P's	-	-	-
Multilateral Total		1,378.11	440.73	1,818.84
Short Term	IDB (S.T)	1,082.08	52.02	1,134.10
Non-Guaranteed Total		6,985.36	1,962.04	8,947.40
Grand Total		7,054.20	2,067.29	9,121.49