

PROJECT PROFILE

Rs. in million

| NAME OF THE PROJECT | | Karachi Mega City Development Project | | | |
|--|---|--|---|--------------------------|-------------|
| | | COST | UTILIZATION UPTO----- AUGUST, 2008 | | |
| | | | Upto July 08 | During Aug: 08 | Total |
| DONOR | Asian Development Bank TA Loan No. 2229 PAK-(SF) | 600.000 (US\$ 10.00) | 25.939 | 0.602 | 26.541 |
| GoS | | 199.840 | 94.963 | 4.427 | 99.390 |
| OTHER SOURCE | | NIL | -- | -- | -- |
| TOTAL | | 799.840 | 120.902 | 5.029 | 125.9 31 |
| Allocation 2008 – 09 | | FPA | 285.000 | | |
| | | GOS | 50.000 | Releases Upto Aug | 0.000 |
| DATE OF LOAN APPROVAL | | 20-02-2006 | | | |
| DATE OF LOAN EFFECTIVENESS | | 14-09-2006 | | | |
| DATE OF LOAN CLOSING | | 30-06-2009 (R) | | | |
| PROJECT TARGETS | | COST (Rs.in million) | ACHIEVEMENT | | |
| | | | Upto July 2008 | During August 2008 | |
| <ul style="list-style-type: none"> • Capacity Building Support • Project preparation facility support • Special Financing vehicle (SFV) • Consultancy • Establishment of PSU, LSU + Institutional Strengthening of CDGK. | | 270.00 | Studies are to be shelved due to re-designing. | | |
| | | 185.00 | 17 sub-project are under preparation Review of Karachi Master Plan completed. | | |
| | | 27.00 | Dropped | | |
| | | 31.00 | One consulted hired for smooth conduct of TA. | | |
| | | 114.00 | - PSU + LSU have been established - All Office/Officials have been recruited. - Necessary equipment have been procured. | | |
| Status/Bottleneck/Issues: The ADB TA loan will be followed by an Investment Loan of US\$ 800 million (US\$ 710 million OCR + US\$ 90 million ADF) for Investment Program in Urban Transport. The PC-I of Investment Program is now required to be modified due to change in the scope of the program as per directive of the Chief Minister Sindh. As discussed with the ADB authorities at Manila, the Government of Sindh agreed to the investment program for Single Sector of Urban Transport Sector consisting following reforms in this sector:- <ol style="list-style-type: none"> a) Government of Sindh will establish, fund and oversee the Sindh Mass Transit Authority (SMTA) as the sole authority for transport, and a regulatory body to oversee the sector. b) Government of Sindh will formulate a legislative basis for STMA, regulations to support efficient operation | | | | | |

of the BRT, and program to strengthen compliance to existing regulations for this sector.

- c) Government of Sindh will formulate an integrated land use and transport plan, urban transport road map, provincial and city transport policy framework.
- d) Government of Sindh will pursue a policy of Public Private Partnership (PPP) through establishment of a PPP Cell; a PPP with the private sector for the BRT, and an exploration of options for PPP for the proposed LRT program.
- e) Closure of the non-performing TA Loan was made a pre-condition for Loan Negotiations for the above program.
- f) The ADB has sought confirmation from Sindh Government for the proposed partial cancellation of US\$ 8.9 million (approx) out of the TA loan. The Finance Department has therefore been requested vide our letter dated 03-09-2008 for sending us their confirmation to the proposed cancellation of the loan amount.