



## MSME Development Project for Inclusive Growth (P132314)

MIDDLE EAST AND NORTH AFRICA | Jordan | Finance & Markets Global Practice |  
IBRD/IDA | Investment Project Financing | FY 2013 | Seq No: 9 | ARCHIVED on 03-Nov-2017 | ISR30100 |

Implementing Agencies: Central Bank of Jordan, Government of Jordan

### Key Dates

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Bank Approval Date:05-Mar-2013

Effectiveness Date:09-Jun-2013

Planned Mid Term Review Date:15-Jun-2014

Actual Mid-Term Review Date:15-Jun-2014

Original Closing Date:31-Dec-2015

Revised Closing Date:31-Dec-2020

### Project Development Objectives

Project Development Objective (from Project Appraisal Document)

The objective of the Project is to contribute to the improvement of access to finance for micro, small and medium enterprises in the Hashemite Kingdom of Jordan.

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

No

### Components

Name

Line of Credit to MSMEs:(Cost \$70.00 M)

### Overall Ratings

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

### Implementation Status and Key Decisions

**The MSME Development for Inclusive Growth Project-Additional Financing –AF- (US\$ 50 million)**



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- The line of credit was fully disbursed to nine participating financial intermediaries (PFIs); namely, Cairo Amman Bank, Jordan Kuwait Bank, Blom Bank, Arab Bank, Ahli Bank, Capital Bank, Housing Bank for Trade and Finance, Arab International Islamic Bank and the Jordan Islamic Bank.
  - 68.3 percent of this amount (US\$ 34.1 million) has been on-lent to 6,000 project beneficiaries (MSMEs).
  - The Project is achieving effective targeting of women (87 percent of project beneficiaries) and youth<sup>[1]</sup> (65 percent of project beneficiaries).
  - The Project increased geographical outreach as 69 percent of the beneficiaries are in Governorates outside Amman.
- [1] youth is defined as those below the age of 35.







## Risks

### Systematic Operations Risk-rating Tool

Risk Category	Rating at Approval	Previous Rating	Current Rating
Political and Governance	--	● Moderate	● Moderate
Macroeconomic	--	● Moderate	● Moderate
Sector Strategies and Policies	--	● Low	● Low
Technical Design of Project or Program	--	● Low	● Low
Institutional Capacity for Implementation and Sustainability	--	● Low	● Low
Fiduciary	--	● Moderate	● Moderate
Environment and Social	--	● Low	● Moderate
Stakeholders	--	● Moderate	● Moderate
Other	--	● Low	● Low
Overall	--	● Low	● Low

## Results

### Project Development Objective Indicators



► Direct project beneficiaries (Number, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	12,222.00	14,149.00	3,500.00
Date	31-Mar-2012	31-Dec-2016	25-Oct-2017	31-Dec-2020

▲ Female beneficiaries (Percentage, Custom Supplement)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	90.00	87.00	35.00

► Overall MSME portfolio of participating banks (Percentage, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	9.00	9.00	9.00	10.00
Date	31-Mar-2012	31-Dec-2016	25-Oct-2017	31-Dec-2020

► Portfolio at Risk - SME (Percentage, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	5.00	4.80	4.90	4.00
Date	31-Mar-2012	31-Dec-2016	25-Oct-2017	31-Dec-2020

► Number of jobs created by MSMEs Project Beneficiaries (Number, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	7,682.00	7,682.00	5,500.00



Date	31-Mar-2012	31-Dec-2016	31-Dec-2016	31-Dec-2020
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#### Overall Comments

This figure is based on an assessment conducted by the World Bank in coordination with CBJ for the parent project (70 million). Figures for job creation under the AF project will be measured in upcoming evaluation once the AF is fully disbursed.

#### Intermediate Results Indicators

► Volume of Lending to MSMEs under the Line of Credit (Amount(USD), Custom)				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	118.45	135.00	120.00
Date	31-Mar-2012	31-Dec-2016	25-Oct-2017	31-Dec-2020
Comments Volume of lending is 100.9 under the parent project, and 34.1 under the Additional Financing.				

► Number of banks engaged in MSME lending (Number, Custom)				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	9.00	9.00	12.00
Date	31-Mar-2012	31-Dec-2016	25-Oct-2017	31-Dec-2020
Comments The End target for no. of banks engaged in MSME lending under the AF (as mentioned in PAD& negotiated with the Authorities) is 9 banks, which is already met under AF. However, the end target figure reported above is 12 banks since the system aggregates the end target figures for both the parent and AF project. Under the parent project, the project already met the end target of 12 PFIs. Out of which, 9 banks continued to participate under the additional financing.				



► Number of MFIs engaged in micro enterprise lending under the line of credit (Number, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	4.00	4.00	2.00
Date	31-Mar-2012	31-Dec-2016	25-Oct-2017	31-Dec-2020

Comments

**Namely: Middle East Microfinance Company, Microfund for women, Tamweelcom and Vitas.**

► Number of term loans to MSMEs (Number, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	10,642.00	13,549.00	1,500.00
Date	31-Mar-2012	31-Dec-2016	25-Oct-2017	31-Dec-2020

► Youth owned businesses as a percent of total businesses served by the line of credit (Percentage, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	66.00	65.00	20.00
Date	31-Mar-2012	31-Dec-2016	25-Oct-2017	31-Dec-2020

► Enterprises in Governorates other than Amman as a percent of total businesses served by the line of credit (Percentage, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	69.00	30.00
Date	31-Mar-2012	23-Mar-2015	25-Oct-2017	31-Dec-2020

Overall Comments





## Data on Financial Performance

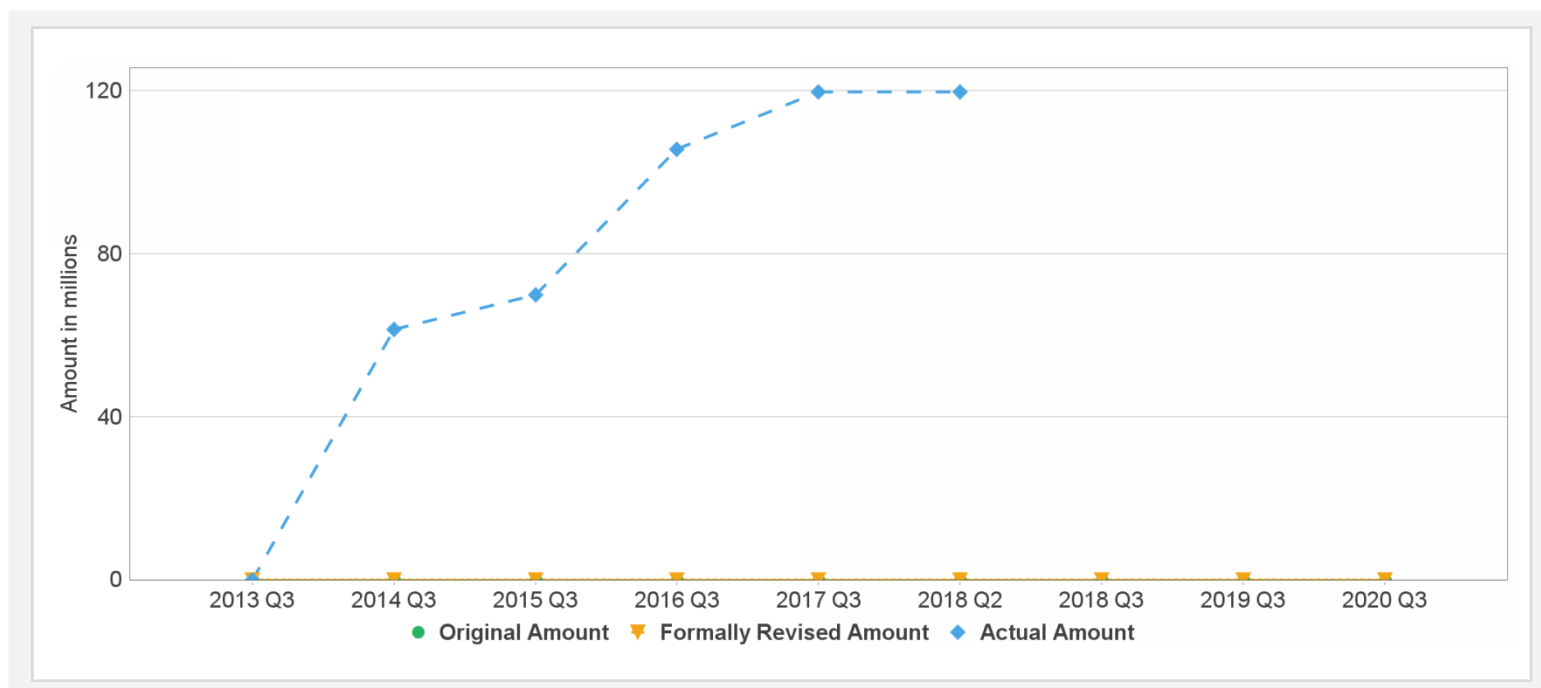
### Disbursements (by loan)

Project	Loan/Credit/TF	Status	Currency	Original	Revised	Cancelled	Disbursed	Undisbursed	Disbursed
P132314	IBRD-82320	Effective	USD	70.00	70.00	0.00	70.00	0.00	100%
P132314	IBRD-84970	Effective	USD	50.00	50.00	0.00	50.00	0.00	100%

### Key Dates (by loan)

Project	Loan/Credit/TF	Status	Approval Date	Signing Date	Effectiveness Date	Orig. Closing Date	Rev. Closing Date
P132314	IBRD-82320	Effective	05-Mar-2013	12-Mar-2013	09-Jun-2013	31-Dec-2015	31-Dec-2020
P132314	IBRD-84970	Effective	10-Apr-2015	17-Apr-2015	15-Jul-2015	31-Dec-2020	31-Dec-2020

## Cumulative Disbursements



## Restructuring History



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There has been no restructuring to date.

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### **Related Project(s)**

P153987-JO-MSME Development for Inclusive Growth

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