



## SUPPORT TO EXTRACTIVE INDUSTRIES TRANSPARENCY INITIATIVE COMPLIANCE PROCESS PROJECT (P158379)

EUROPE AND CENTRAL ASIA | Ukraine | Energy & Extractives Global Practice | Recipient Executed Activities | Investment Project Financing | FY 2016 | Seq No: 2 | ARCHIVED on 13-Jun-2017 | ISR28527 |

Implementing Agencies: Ministry of Economic Development and Trade, Ministry of Energy and Coal Industry

### Key Dates

#### Key Project Dates

Bank Approval Date:24-Dec-2015

Effectiveness Date:14-Jan-2016

Original Closing Date:31-Dec-2017

Revised Closing Date:31-Dec-2017

### Project Development Objectives

Project Development Objective (from Project Appraisal Document)

<p>The project development objective is to assist Ukraine in implementing its EITI agenda</p>

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

No

### Components

Name

### Overall Ratings

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

### Implementation Status and Key Decisions

14. The status of the current grant is Highly Satisfactory, and no issues are foreseen in meeting the project's objectives. The disbursement rate of the current grant stands at 72 percent with over 90 percent of the grant already committed. The audit report for the current grant is not yet due, and the first audit will cover 2016 and 2017. A 6-month Interim Financial Management Report was submitted in February 2017. No financial management issues were flagged during the recent FM monitoring mission that took place in December 2016.



15. *Third EITI Report (covering FY 2016)*. Ukraine's third report will have to include mining in its scope. However, due to the overlap between Ukraine's major mining regions and the conflict affected areas in eastern Ukraine, the MSG requested to the EITI Board an adapted implementation, which was granted during the Board meeting in Astana in October 2016.

16. Civil society engagement in Ukraine continues to be strong and a global leader among EITI countries in terms of engagement, outreach, and influence in the process. Civil society organizations (CSOs) were very active in pushing for the implementation EITI in Ukraine. Currently, Ukraine's civil society is focused on advocating legislation on mandatory EITI reporting (in compliance with EU directives) in the oil, gas, and mining sectors, identifying champions, and getting the law registered in the Parliament.

17. Ukraine's EITI process has facilitated a platform for dialogue between the Government, private sector, and civil society organizations, with the objective of enhancing the governance of natural resources in Ukraine through several roundtable discussions. The "Sustainable Resource Management Forum" the first high level event that made clear the linkages between the EITI Standard and its implication in the broader energy sector reforms in Ukraine was organized in December 2015. The Forum was well-attended by decision makers (with several high level government officials from several Ministries participating as keynote speaker or discussant) in Ukraine's energy and extractives sphere, as well as other stakeholders (civil society, operators, donors, EITI Board members). It provided an excellent platform, where stakeholders could discuss issues important to their stakeholder groups. For example, operators highlighted the lack of transparency in the licensing process. CSO stressed issues associated with the lack of reporting by companies, as well as the lack of disaggregated data on regions. Government agencies tried to address the many questions participants had with regard to the tax code overhaul undertaken by the government. There was also a rich debate on how to create the best incentives to encourage all operators to comply with EITI mandatory reporting and whether or not the use of sanctions can be effective. The richness of the debate demonstrated the important ways in which EITI implementation can assume a pivotal role in policy dialogue.

## Risks

### Overall Risk Rating

Risk Category	Rating at Approval	Previous Rating	Current Rating
Overall	● Moderate	● Moderate	● Moderate

## Results

### Project Development Objective Indicators

#### ► Inclusion of Coal and Iron Ore in EITI REporting (Yes/No, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	N	Y	Y	Y
Date	01-Jan-2016	20-Jun-2016	20-Jun-2016	31-Dec-2018

#### ► Increased total percentage of revenues reconciled compared to the previous year (Percentage, Custom)



	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	80.00	80.00	80.00	85.00
Date	01-Jan-2016	20-Jun-2016	20-Jun-2016	31-Dec-2018

► Increased reporting in the media by journalists on EITI and the extractive industries compared to the previous year (Yes/No, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	N	--	N	Y
Date	01-Jan-2016	--	20-Jun-2016	31-Dec-2018

Overall Comments

Intermediate Results Indicators

► Completion of the scoping study (Yes/No, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	N	N	N	Y
Date	01-Jan-2016	20-Jun-2016	20-Jun-2016	31-Dec-2018

► Ukraine EITI Reports completed and published in a timely manner (Number, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	1.00	1.00	1.00	3.00
Date	01-Jan-2016	20-Jun-2016	20-Jun-2016	31-Dec-2018



►EITI training plan for MSG members, Secretariat staff, and stakeholders adopted and implemented (Yes/No, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	N	N	N	Y
Date	01-Jan-2016	20-Jun-2016	20-Jun-2016	31-Dec-2018

►Follow up action plans and strategies to address EITI reports recommendations are developed and agreed by MSG annually (Yes/No, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	N	N	N	Y
Date	01-Jan-2016	20-Jun-2016	20-Jun-2016	31-Dec-2018

►Percentage of female representation on the MSG (Percentage, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	--	31.50	20.00
Date	01-Jan-2016	--	20-Jun-2016	31-Dec-2018

►Number of activities targeted at MSG, CSOs, media and/or parliamentarians. (Number, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	6.00
Date	01-Jan-2016	20-Jun-2016	20-Jun-2016	31-Dec-2018

Overall Comments



## Data on Financial Performance

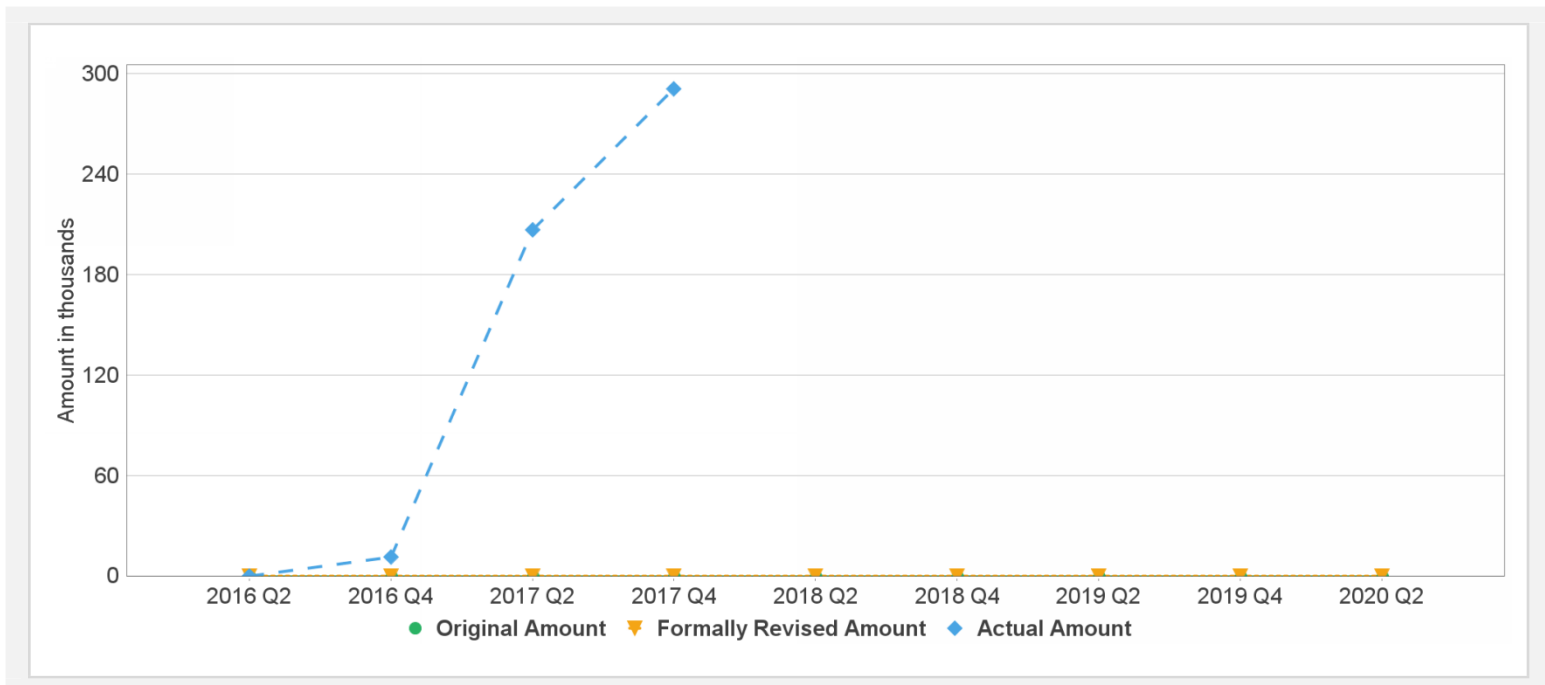
### Disbursements (by loan)

Project	Loan/Credit/TF	Status	Currency	Original	Revised	Cancelled	Disbursed	Undisbursed	Disbursed
P158379	TF-A1759	Effective	USD	0.40	0.40	0.00	0.29	0.11	73%

### Key Dates (by loan)

Project	Loan/Credit/TF	Status	Approval Date	Signing Date	Effectiveness Date	Orig. Closing Date	Rev. Closing Date
P158379	TF-A1759	Effective	24-Dec-2015	14-Jan-2016	14-Jan-2016	31-Dec-2017	31-Dec-2017

## Cumulative Disbursements



## Restructuring History

Level 2 Approved on 31-Mar-2017

## Related Project(s)



---

There are no related projects.

---