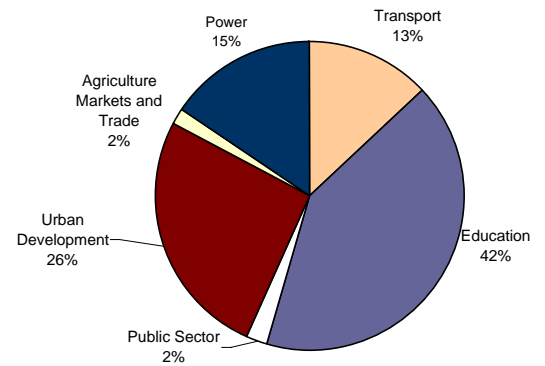
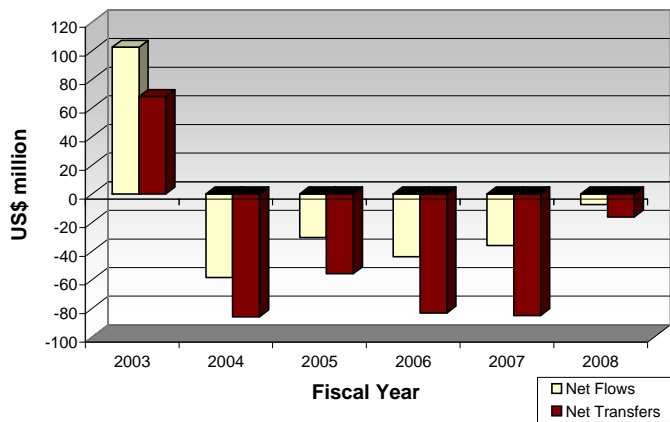


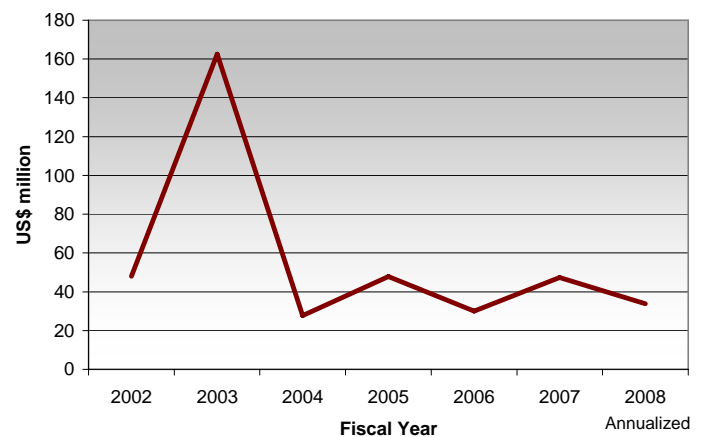
Sectoral Distribution of Active WB Lending					
Active Portfolio	Approval Date	Loan Amount in US\$M	Undisbursed Amount in US\$M	Primary Sector	Closing Date
Horticultural Exports Promotion	Jun-02	5.0	1.6	Agriculture Markets and Trade	Dec-07
Education Reform for Knowledge Economy (ERfKE)	May-03	120.0	42.5	Education	Dec-08
Amman Development Corridor	Jun-04	38.0	23.2	Transport	Jun-09
Public Sector Reform Capacity Building Project	Mar-05	15.0	14.4	Public Sector	Mar-09
Regional and Local Development	Dec-06	20.0	20.0	Urban Development	Dec-11
Cultural Heritage, Tourism and Urban Development	Jan-07	56.0	56.0	Urban Development	Sep-12
<b>Total Investments</b>		<b>254.0</b>	<b>157.7</b>		
Amman East Power Guarantee	Mar-07	45.0		Energy	
<b>Total Active Portfolio</b>		<b>299.0</b>			



**Net Flows and Net Transfers**



**Disbursements**



Global Environment Facility Grants	Closing Date	Grant Amount	Undisbursed Amount
Conservation of Medicinal/Herbal Plants	12/16/2008	5,000,000	3,243,180
Integrated Eco Systems in the Rift Valley	07/14/2014	6,150,000	6,150,000

Summary of Bank Lending	
Net Principal Amount	\$2,345,699,176
of which Disbursed	\$2,141,093,514
Repaid	\$1,216,639,933
Borrower's Obligation	\$917,092,011

Projects in the Pipeline	
Project Name	Expected Loan Amount in US\$ mln
Social Protection Enhancement	10
Employer-Driven Skills Development Project	10
Higher Education Reform for the Knowledge Economy Project	25
Private Participation in Infrastructure	20

Key Indicators (2005)	
Population :	5.4 million
Population Growth (average growth 1999-2005):	2.5%
Life Expectancy:	72 years
Access to Improved Water Source (% of pop.)	97%
GNI per capita :	2,500 US\$
GDP :	12.9 billion US\$
GDP (average annual growth):	7.2%

**Bank Assistance Strategy**

The World Bank Group's support over the next four years is defined in the 2006-2010 Country Assistance Strategy. The strategy is aligned with the Government priorities, as expressed in particular in the 10-year National Agenda, of poverty alleviation and the creation of higher productivity jobs.

The Bank's assistance revolves around four clusters:

- Strengthening the investment environment and building human resources for value-added, skill-intensive and knowledge-based economy.
- Supporting local development through increased access to services and economic opportunities.
- Reforming social assistance and expanding inclusion.
- Restructuring public expenditures and supporting public sector reform.

The strategy deploys several instruments to achieve its objectives: lending, analytical and advisory activities, equity and loan financing to the private sector, and training for institutional capacity. The new CAS covering fiscal years 2006 to 2010 was discussed by the Bank's Board of Directors on May 4th 2006.

**Description of Projects in the Pipeline**

- The **Social Protection Enhancement Project** is expected to build the institutional capacity of social protection agencies to design, implement and monitor/evaluate social development policies, coordinate anti-poverty programs; support the implementation of a new targeting mechanism for the National Aid Fund (NAF), and development of necessary implementation and monitoring structure for effective delivery of NAF assistance; and improve access to, and quality of social work and care services.
- The objective of the **Employer-Driven Skills Development Project** is to enhance the internal and external efficiency of the Employment, Technical and Vocational Education Training (E-TVET) sector to make it more flexible and demand driven through the development of employer community participation in (i) sector policy formulation; (ii) institutional development and reform; and (iii) skill development program design and delivery.
- The **Higher Education Reform for the Knowledge Economy Project (HERfKE)** will support the Government's strategy and integrates the implementation of policy reforms into its design. It will take a comprehensive approach akin to the ERfKE approach.
- The **Private Participation in Infrastructure Project** will establish an Infrastructure Fund that will address market failures that have prevented significant private sector involvement in the financing of small to medium sized (\$2-20Million ) infrastructure projects taking place. These market failures include the availability of financing for: (i) the construction phase of projects; (ii) the long term; and (iii) renovation and energy conservation activities. The type of interventions the Fund will be used for include guarantees and loans.

**Description of Projects in the Portfolio**

- **Horticultural Exports Promotion (LIL)** would initiate the process of establishing Jordan as a reliable supplier of non-traditional, high-value export crops for which it has competitive advantage to niche markets in the European Union and the Gulf countries. It would: (i) support the establishment of an Export Promotion Center to provide marketing information to producers/exporters; establish the link between the supply and overseas demand, and assist in the exporting process; and (ii) support the Ministry of Agriculture to upgrade key support services and systems in support of production of high quality, market-oriented varieties of fresh fruits and vegetables.
- **Education Reform for Knowledge Economy** aims at improving: (a) access to, and equity in, education through supporting pre-school education for disadvantaged children and expansion of the school construction to meet population growth; and (b) quality of education through the use of technology and professional development.
- **Amman Corridor Development.** The project aims at: (a) assisting Jordan's growth strategy by providing needed infrastructure to support Amman's role as a regional center for trade and services; and (b) helping ensure that Jordan's road assets are managed in a cost effective and sustainable manner.
- **Public Sector Capacity Building Project.** The objective of the project is to support the ongoing implementation of the Government's public sector reform strategy by ensuring that the required institutional infrastructure is in place and functioning. It also seeks to support an important set of cross-cutting reforms in areas ranging from policy coordination to improved financial and human resource practices.
- **Regional and Local Development:** The objective is to: (a) strengthen the intergovernmental finance system, (b) upgrade local financial management, technical and administrative capacities at the local level, and (c) increase the coverage and quality of municipal service provision, with particular emphasis on under-served areas.
- **Cultural Heritage, Tourism, and Urban Development:** The project builds on the experience and achievements of the Second Tourism Development Project and supports the National Tourism Strategy recommendations to develop regionally balanced cultural tourism through regeneration of historic urban neighborhoods and creation of cohesive and culturally rich urban attraction poles. The main focus of the proposed project reflects the current international experience in boosting local economies and improving the local quality of life through creating investment opportunities in what is defined as cultural and tourism industries.
- **Amman East Power Guarantee:** The project's main objective is to meet Jordan's electricity needs in an economically and environmentally sustainable manner to contribute to economic growth and well-being of the population of Jordan. The purpose of the IBRD Guarantee is to enhance competition and therefore help reduce the Project's financing costs. The Project components consist of a 370-MW gas-fired combined-cycle power station to be developed, owned, and operated by a private-sector project company.