

543 Rural Development Bank

(in Millions of Kina)

PIP No.	Project Title	5 Year Total	2009	2010	2011	2012	2013
2940	NADP CREDIT FACILITY	80.0	20.0	20.0	20.0	20.0	
TOTAL CAPITAL PROJECTS		80.0	20.0	20.0	20.0	20.0	
TOTAL		80.0	20.0	20.0	20.0	20.0	

AGENCY SUMMARY OF ALL PROJECTS

EXPENDITURE PROJECTIONS AND FINANCING REQUIREMENTS (K Millions)

PROJECT COST		2007 Actual	2008	5 Year Total	2009	2010	2011	2012	2013
DIRECT PROJECT COST									
Current Expenditure									
Personal Emoluments									
Current Transfers				80.0	20.0	20.0	20.0	20.0	
Goods and Other Services									
Sub-Total				80.0	20.0	20.0	20.0	20.0	
Capital Expenditure									
Capital Transfers									
Acquisition of Existing Assets									
Capital Formation									
Sub-Total									
A	TOT DIRECT PROJECT COST			80.0	20.0	20.0	20.0	20.0	
Technical Assistance									
Project Preparation									
Equipment									
Advisory									
Training									
B	TOT TECHNICAL ASSISTANCE								
TOTAL PROJECT COST (A+B)				80.0	20.0	20.0	20.0	20.0	
FINANCING SOURCES									
IDENTIFIED FINANCING									
Direct Project Financing:									
Government Contributions:									
Loan									
Grant									
b) Self Generating Revenue									
a) Government Input				80.0	20.0	20.0	20.0	20.0	
C	TOTAL DIRECT FINANCING			80.0	20.0	20.0	20.0	20.0	
Technical Assistance									
D	TOTAL FINANCING (C+D)			80.0	20.0	20.0	20.0	20.0	
FINANCING SOUGHT									
Direct Project Cost (A-C)									
Technical Assistance (B-D)									
TOTAL FINANCING SOUGHT									

PIP NUMBER: 2940

PROJECT NAME: NADP CREDIT FACILITY

EXECUTING AGENCY: Rural Development Bank

PROJECT OBJECTIVIES:

To provide soft loans under the National Agriculture Development Program to rural farmers to achieve the goals of the National Agriculture Development Plan 2007 - 2016.

PROJECT STATUS:

This fund was to be channeled to the NDB to manage this credit facility in 2008. But this was not executed due to the total K100 million being committed to projects where accountability was not established by the Department of Agriculture and Livestock. Therefore, 2009 will be the first year of this facility to be implemented.

PROJECT COMPONENTS:

The one component of the facility is to provide soft loans to rural farmers to promote rural development.

PROJECT LOCATION:

The facility will be managed by the National Development Bank in Port Moresby and credits will be given out to rural farmers around the country.

PROJECT JUSTIFICATION:

This is an NEC Decesion that will contribute to the MTDS Priority Expenditure Area of Income Earning Opportunities to reduce poverty in the rural areas of PNG.

PROJECT CAPACITY:

The National Development Bank has the necessary capacity to implement the loan facility.

PROJECT BENEFICIARIES:

The direct beneficiaries of this credit facility will be the rural farmers whose applications are justified by the screening committee and approved by the bank to be funded.

PROJECT SUSTAINABILITY

This is a NEC Decision that will be funded every year under the National Agriculture Development Program.

2940 NADP CREDIT FACILITY

ESTIMATED TOTAL PROJECT COST 0.0 ESTIMATED DURATION OF THE PROJECT Years

EXPENDITURE PROJECTION AND FINANCING REQUIREMENTS (K'000)

PROJECT COST	2007 Actual	2008 Bugdet	5 Year Total	2009	2010	2011	2012	2013
DIRECT PROJECT COST								
Current Expenditure								
Personal Emoluments								
Goods and Other Services								
Current Transfers			80,000.0	20,000.0	20,000.0	20,000.0	20,000.0	
Sub-Total			80,000.0	20,000.0	20,000.0	20,000.0	20,000.0	
Capital Expenditure								
Acquisition of Existing Assets								
Capital Formation								
Capital Transfers								
Sub-Total								
A TOT DIRECT PROJECT COST			80,000.0	20,000.0	20,000.0	20,000.0	20,000.0	
Technical Assistance								
Project Preparation								
Advisory								
Training								
Equipment								
B TOT TECHNICAL ASSISTANCE								
TOTAL PROJECT COST (A+B)			80,000.0	20,000.0	20,000.0	20,000.0	20,000.0	
FINANCING SOURCES								
IDENTIFIED FINANCING								
Direct Project Financing:								
Government Contributions:								
a) Government Input			80,000.0	20,000.0	20,000.0	20,000.0	20,000.0	
b) Self Generating Revenue								
Loan								
Grant								
C TOTAL DIRECT FINANCING			80,000.0	20,000.0	20,000.0	20,000.0	20,000.0	
D Technical Assistance								
TOTAL FINANCING (C+D)			80,000.0	20,000.0	20,000.0	20,000.0	20,000.0	
FINANCING SOUGHT								
Direct Project Cost (A-C)								
Technical Assistance (B-D)								
TOTAL FINANCING SOUGHT								

CURRENT DONOR INVOLVEMENT

There is currently no donor involved in the project.

POTENTIAL DONOR INVOLVEMENT

There is no potential for donor involvement.

2009 Budget Votes for this PIP are :-

54331014208 NADP CREDIT FACILITY