AIIB | ASIAN INFRASTRUCTURE INVESTMENT BANK

SBF Project Implementation Monitoring Report

Oman: Duqm Port Commercial Terminal and Operational Zone Development Project

1. Project Information

Project Name:	Duqm Port Commercial Terminal and Operational Zone Development Project	Project No:	000013
Region/Country:	Western Asia/Oman	Sector(s):	Transport/Port
Year of Approval:	FY 2016	Financing Type:	SBF
Financing Instrument:	Loan	Co-financier(s):	-
Project Team Leader:	Roberto Salgado	Implementing Agency:	Special Economic Zone Authority of Duqm (SEZAD)
Field Visits	May 25-30, 2017|Oct 31-Nov 2, 2017| Mar 25-29, 2018|Dec 12-16, 2018 | Mar 5-6, 2019 |		

2. Project Objective

Help Duqm Port capture its full economic potential through improved transport efficiency, strengthened logistics services, facilitated mineral exports, and reduced supply chain delivery time and costs for the wide spectrum of industries in the new Duqm Special Economic Zone and its broader port hinterland

3. Key Dates

Loan Approval:	Dec 8, 2016	Loan Signing:	Jan 16, 2017
Effectiveness:	Feb 24, 2017	Restructuring (if any):	-
Orig. Closing:	Jun 30, 2021	Rev. Closing (if any):	-

4. Disbursement Summary

Approved Commitment:	USD265.00 million	Rev. Commitment (if any):	-
Total Disbursed Amount:	USD112.18 million	Most recent disbursement: (amount and date)	USD4.50 million June 27, 2019
Undisbursed Balance:	USD152.82 million	Disbursement Ratio:	42.33%

5. Project Implementation Status

Project implementation is progressing with no major execution issues reported. Phase 1 road and infrastructure/ utilities work neared completion this period. Phase 2 resources mobilized and works commenced. 6-month extension of time for the contract approved. The Project is expected to be completed within the original loan closing date.

Components	Physical Progress	Safeguards Compliance	Procurement	Financial Management
Component 1:	Progress reported at 53.0%	No issues regarding Env and	The contract was awarded on Nov 11, 2016 to M/s	No issues

Port related infrastructure completed at the terminals on the Commercial Quay (US$244.74)	• Phase 1 substantial completion Mar 2019 • Phase 2 substantial completion expected Nov 2019	Social Management. • Construction Environmental Management Plan (CEMP) in place and disclosed on SEZAD and AIIB websites • Daily HSE site visits and Monthly HSE Audits are being carried out.	SERKA TAAGHHUT AS & MSF JV	
Component 2: Construction Supervision (100% funded through counterpart funds)	Consultants were recruited prior to loan approval	n/a	Recruited ahead of loan approval: ROYAL HASKONING KATIB & ALAMI AND PARTNERS JV	n/a
Component 3: Project Management (100% funded through counterpart funds)	Full Project Management Team on board	n/a	n/a	n/a

6. Status of the Grievance Redress Mechanism (GRM)

Grievance Redress Mechanism (GRM) in place for projects within the Special Economic Zone (SEZ) of Duqm Port. During the Stakeholder Engagement and Public consultation held on 21 March 2018, SEZAD shared with participants handouts which included project description in addition to the GRM associated with the Project and Serka MSF. As of June 30, 2019 (Q2 2019), no formal grievances have been raised about the Project.

7. Results Monitoring

Project Objective Indicators	Baseline (2016)	2017-2020		2021		2025		2030		Others, if any
		Target	Actual	Target	Actual	Target	Actual	Target	Actual	
Annual gross revenues with the Project (USD million)	1.82	1,82		100		290		360		
Intermediate Result Indicators	Baseline (Year 1)	2017-2020		2021		2025		2031		Others, if any
		Target	Actual	Target	Actual	Target	Actual	Target	Actual	
Total dry bulk mineral annual exports (millions Ton)	5.5	5.5		6.6		11.8		19.7		
Cargo consignment dwell time in port (a) 93% of annual cargo throughput				<5 days		<5 days		<5 days		
(b) 6% of annual cargo throughput				≤9 days		≤9 days		≤9 days		

(c) 1% of annual cargo throughput				>10 days		>10 days		>10 days		