

# Financing the Reconstruction Program



## Realized Financing

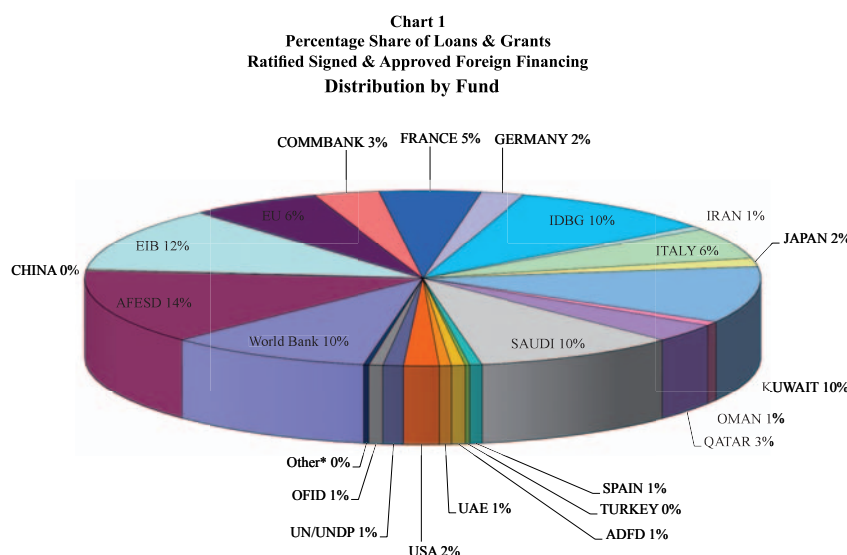
The achieved financing of the reconstruction program includes loan agreements approved by the Parliament, loan agreements signed by the Government, and grant agreements enforced by virtue of governmental decrees. The total amount of achieved foreign financing in the period extended from 1992 till 2010 reached US\$ 9,633.83 million, according to exchange rates registered at the end of 2010, including grants and loans; the total achieved foreign financing can be detailed as follows:

The CDR adopts a general policy to secure soft loans for social services sectors and commercial loans for high profitability sectors and projects. However, the CDR is not the only governmental entity responsible for implementing the reconstruction program. A number of ministries and governmental administrations also participate in implementing other parts of this program.

**The realized foreign financing by source:** Almost 24 foreign financing sources have contributed to the reconstruction program. Chart 1 shows the share

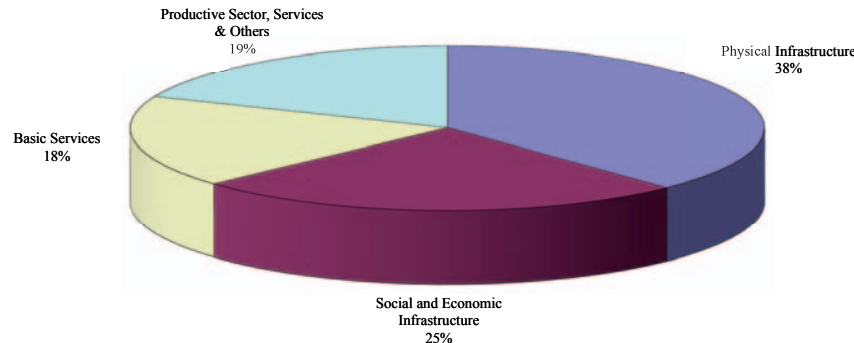
of each source that contributed more than US\$ 50 million to the program. It is noteworthy that 13 main foreign financing sources have contributed to more than 90% of the total foreign financing, which are in particular: The International Bank for Reconstruction and Development (IBRD) (10%), the Arab Fund for Economic and Social Development (AFSED) (14%), the European Investment Bank (EIB) (12%), Kuwait and the Kuwait Fund for Arab Economic Development (KFAED) (10%), the Kingdom of Saudi Arabia and the Saudi Fund for Development (10%), the Islamic Development Bank (IDB) (10%), the European Union (EU) (6%), Italy (6%), France (5%), Qatar (3%), commercial banks (3%), Germany

	Grants	Loans	Total
Amount in million USD <sup>1</sup>	2,916,15	6,717,68	9,633,83
% of total	30%	70%	100%



<sup>1</sup> The total of grants and loans is expressed in US dollars according to exchange rates registered at the end of 2010

**Chart 2**  
**Percentage Share of Loans & Grants**  
**Ratified Signed & Approved Foreign Financing**  
**Distribution By Sector**



(2%) and Japan (2%). The achieved financing reached US\$ 9,634million registering a decline of US\$ 53.92 million compared to 2009 as a result of cancelling the loan agreement with the European Investment Bank (EIB) amounting to 100 million euro due to the parliament's failure in ratifying the agreement with the timeframe. This decline was also a result of exchange rate variations in the foreign exchange market between 2009 and 2010.

**Distribution of achieved foreign financing by sector:** Chart 2 shows the updated distribution of the total achieved foreign financing based on the main sectoral groups. The share of the basic infrastructure sectors in the foreign financing was 38%, covering mainly sectors of electricity, telecommunications, and air, land, and sea transportation. The share of social sectors amounted to 25%, covering sectors of education, public health, housing compensations, youth affairs and sports, land use and environment. The share of basic services sectors stood at 18%, covering potable water supply, wastewater and solid waste sectors. Whereas the share of productive sectors and

other sectors amounted to 19%, including agriculture, irrigation, industry, tourism, private sector services, local and central administration and other sectors.

### **New Financing**

Foreign financing secured during 2010 reflects the efforts made by CDR to translate foreign funding pledges into realised financing, which would only require completion of certain legal and administrative procedures to become effective<sup>2</sup>. The total foreign financing secured during 2010 amounted to about US\$ 198 million and US\$ 69 million in the form of loans, and US\$ 129 million in the form of grants. The main loan or grant agreements signed or approved in 2010 are listed as follows:

#### **The World Bank (WB):**

During the year 2010, the World Bank carried out a number of missions to assess existing and new projects, the most important being the ones pertaining to the project that aims to supply water for the Greater Beirut region. Negotiations were conducted on September 29, 2010 between the World Bank on one hand, and the Ministry of Finance, the CDR, Beirut and Mount Lebanon Water

Authorities, and the Ministry of Energy and Water on the other hand. These said negotiations revolved around a US\$ 200 million draft-loan to contribute in financing the project. The draft-loan agreement, along with the two other project-related agreements will be referred to the next Cabinet for approval, before its ratification and the implementation of all following administrative procedures in due form.

The CDR, through the Ministry of Finance, requested the World Bank's approval on an additional loan for the cultural inheritance project amounting to US\$ 24 million.

The additional loan agreement for the Urban Transport Development Project offering US\$ 69.7 million was concluded by laws No 97 and No 98 dated 06/03/2010; all its constituting articles are being implemented.

Moreover, in December 2010 and as the closing date of the grant agreement pertaining to the project for the support of the electricity sector's reforms expiring on 31 December 2010, the World Bank agreed to extend the application of the grant agreement for two additional

<sup>2</sup> Excluding financial protocols and memoranda of understanding (MOUs) which always require additional financing agreements pertaining to the projects identified and agreed to in the protocols and MOUs.

years, stretching its expiry date to the end of 2012. This would enable the use of the US\$ 1.4 million-balance in the preparatory studies for the electricity sector, as set by the Ministry of Energy and Water.

### **The European Investment Bank (EIB)**

The loan agreement signed on 03/04/2009 amounting to 70 million euro is still awaiting parliament's approval, though the French Agency for Development also expressed its readiness for additional funding in order to complete the second phase of this project. The grant is dedicated to finance the Keserwan coast wastewater project, which includes the execution of a network and treatment plant as part of the Waste water Master Plan project in Lebanon aiming at completing the protection of the Lebanese coast from pollution in conformity with the Barcelona Convention.

On January 5, 2010 the CDR requested the completion of Lebanon's highways project aiming at financing the expansion and the rehabilitation of a part of the coastal road linking Nahr al-Kalb to Tabarja, and the establishment of Mawared crossroad. The total cost of the project was estimated at US\$ 88 million. The EIB expressed its readiness to finance the said projects.

The agreement facilitation loan at a value of 100 million euro pertaining to support the investment of small and medium enterprises was cancelled due to

the Parliament's non-ratification and as a result of the redistribution of the grant by the European Commission in the amending annex pertaining to the said grant and signed on August 23, 2010.

### **Saudi Fund for Development:**

- Memorandum of understanding worth US\$ 1000 million (Declarations of intent at the Paris 3 conference)

Within the framework of the Saudi Fund for Development's commitment to the Paris 3 international conference, the Fund agreed to provide soft loans amounting to US \$ 1000 million. Sectors and projects to be funded from the proceeds of these loans were negotiated with the Fund, particularly matters pertaining to roads, electricity, water, wastewater and the social sector, including health and education.

On October 20, 2010, the CDR requested the approval of the Council of Ministers to authorize the signing of a memorandum of understanding regarding this agreement.

It is worth noting that this loan's financing conditions are very favorable in terms of the cost of each loan intended for each of the projects to be funded – set at 2% per year – and the duration of each loan – 25 years, including five years as a grace period starting the date of signing of each loan agreement.

### **The Islamic Development Bank (IDB)**

In 2010 four new agreements were negotiated with the Islamic Development Bank totally amounting to US\$ 160 million to

contribute in the development of water, wastewater and education sectors. These agreements are either in the process of ratification or awaiting the signature of the Council of Ministers and the Parliament. The status of the agreements is listed as follows:

1- The additional financing agreement for West Bekaa Wastewater Treatment Project (LE0048)

The agreement was concluded on September 29, 2010 between the CDR and the IDB following the Council of Ministers authorization by virtue of resolution No 6 dated 1/9/2010 to finance additional works in the West Bekaa Wastewater Treatment Project. Thus, an additional amount of US\$ 8.3 million was allocated. The Council of Ministers approved the terms of the agreement. The CDR and the IDB signed the agreement which was submitted to the Council of Ministers on 19/10/2010 in order to be transferred to the parliament by virtue of a decree for ratification in due form.

2. Financing agreement for the second phase of the West Bekaa Wastewater Treatment Project (LE0071)

On July 1, 2010, the Council of Ministers agreed to undertake the second phase of the West Bekaa Wastewater Treatment project financed by the Islamic Development Bank (IDB). The financing agreement includes an Istisna' contract amounting to US\$ 26.84 million, in addition to technical assistance in the form of a US\$ 180.000 grant.

The IDB drafted the project's agreements and submitted them to

the CDR on December 2010 for remarks and ratification. The CDR recently transferred them to the Council of Ministers to be approved and signed by the Prime Minister.

3. Two amending agreements for financing the construction of Engineering and Architecture faculties in Tripoli (LE0060)

On July 21, 2010, the Council of Ministers approved by virtue of decision N°2 the amending of two financing agreements governing the construction of Engineering and Architecture faculties in Tripoli. On September 19, 2010, the CDR and the IDB concluded the amending agreements which add US\$ 24 million to the original amount of the two financing agreements, raising the total amount to US\$ 66 million covering the overall project cost. The CDR submitted the two amending agreements to the Council of Ministers to be ratified and transferred by virtue of a decree to the parliament for ratification in due form.

4. Financing agreement for Potable Water and Wastewater Treatment project in Akkar Plain (LE0068)

On December 12, 2009, the CDR and the IDB concluded the said agreement following the Council of Ministers authorization by virtue of decision N° 44 dated June 12, 2009 granting 35.152 million Islamic Dinar (equivalent to US\$ 52.728) to the Potable Water and Wastewater Treatment project in Akkar Plain. The project aims at improving life conditions for Akkar Plain inhabitants, and enhancing environmental conditions by providing drinking water and wastewater treatment for the region.

The project includes establishing potable water networks and water conveyance and distribution systems, equipping water wells, building new water tanks and pumping facilities, in addition to all related urban, electric, consultative and acquisition works.

The council of Ministers approved the agreement and submitted a draft law to the parliament for ratification in due form. On December 3, 2010, the joint committees agreed to submit the agreement's general law draft to the general committee for ratification.

#### **The Kuwait Fund for Arab Economic Development (KFAED)**

• On March 29, 2010, the CDR and the KFAED signed a 5.5 million Kuwaiti dinar loan (around US\$ 18.7 million) to finance the construction of Al- Qaysamani dam in Upper Metn. The project includes building a dam that encompasses 7 million m<sup>3</sup> of drinking water per year, as well as a water treatment plant benefiting around 35 Lebanese villages.

• On May 18, 2010, a memorandum of understanding was concluded between the CDR and the KFAED governing Kuwait's US\$ 30 million grant to build Beirut Historical Museum, provided that the KFAED's office in Beirut carries out the project in Downtown Beirut.

#### **The Agence Française de Développement (AFD)**

The AFD agreed to finance the second phase of the Cultural Heritage and Urban Development project. On November 3, it submitted a soft loan draft to finance training contracts, technical

assistance, supervisory tasks as well as restoration and renovation of historical Khans and Souks in Tripoli and Tyre. The said draft was submitted to the Council of Ministers on December 6, 2010. The approved loan amounted to 21 million euro covering 16 years, and it is divided as follows:

- 16 million euro for restoration, assessment, renovation, studies drafting and supervision in the city of Tripoli.
- 2.8 million euro for expansion, restoration, assessment, studies drafting and supervision in the city of Tyre.
- 0.8 million euro for technical assistance and training
- 1.4 million euro for emergencies.

#### **The OPEC Fund for International Development (OFID)**

On June 22, 2010, the Lebanese Republic and the OFID concluded a US\$ 8.4 million grant agreement to finance the Sustainable Agricultural Development Project in mountainous areas.

#### **The Republic of Italy**

On April 27, 2010, the Council of Ministers approved by virtue of decision N°51 nineteen in-Kind grants financing multiple projects to be directly implemented by a number of NGOs (ETF, IDLO, UN-HABITAT, UNDP, UNIDO, UNRWA), by the Italian Embassy in Beirut, or by the Development Cooperation Office affiliated with the Italian Embassy in Beirut. The total value of the grants amounts to 12,171,000/00 euro.

The said grants include the following:

1) 100,000 euro grant given to ETF to implement the "Entrepreneurial Training" project along with the Ministry of Education and Higher Education as a beneficiary;

2) 100,000 euro grant given to ETF to implement the "National System Qualification Framework" project along with the Ministry of Education and Higher Education as a beneficiary;

3) 500,000 euro given to IDLO to implement the project "Technical Assistance to Reinforce the Justice System in Lebanon" along with the Ministry of Justice as a beneficiary;

4) 500,000 euro grant given to UN-HABITAT to implement the project "Support to the Ministry of Interior and Municipalities in Strengthening the Governance of Municipalities" along with the Ministry of Interior and Municipalities as a beneficiary;

5) 1,800,000 euro grant given to UNDP to implement the "Water Table Map of Lebanon" project within the project of the Lebanese Center for the management and rationalization of water consumption along with the Ministry of Energy and Water as a beneficiary;

6) 1,480,000 euro grant given to UNIDO to implement the "Community Empowerment and Livelihoods Enhancement" project along with the Ministry of Industry as a beneficiary;

7) 500,000 euro grant given to UNRWA to implement the project "Health Emergency in Palestinian Refugee Camps" along with the Lebanese-Palestinian Dialogue

Committee (LPDC) as a beneficiary;

8) 990,000 euro grant (846,000 euro under the supervision of the Italian Embassy in Lebanon, and 144,000 euro under the supervision of the Directorate General for Development Cooperation affiliated with the Italian Ministry of Foreign Affairs) to implement the project "Rehabilitation of the Irrigation Network of Baalback" along with Baalback municipality as a beneficiary;

9) 890,000 euro grant (830,000 euro under the supervision of the Italian Embassy in Lebanon and 60,000 euro under the supervision of the Directorate General for Development Cooperation affiliated with the Italian Ministry of Foreign Affairs) to implement the "Development of Baalback Plain" project with Baalback municipality as a beneficiary;

10) 817,000 euro grant (667,000 euro under the supervision of the Italian Embassy in Lebanon and 150,000 euro under the supervision of the Directorate General for Development Cooperation affiliated with the Italian Ministry of Foreign Affairs) to implement the project "Risk Prevention and Management of the Shouf Cedar Reserve" along with the Ministry of Environment as a beneficiary;

11) 1,000,000 euro grant (962,000 euro under the supervision of the Italian Embassy in Lebanon and 38,000 euro under the supervision of the Directorate General for Development

Cooperation affiliated with the Italian Ministry of Foreign Affairs) to implement the project "Improvement of Municipal Infrastructure in the Shouf Area" along with the Union of Higher Shouf Municipalities as a beneficiary;

12) 194,000 euro grant (98,000 euro under the supervision of the Italian Embassy in Lebanon and 96,000 euro under the supervision of the Directorate General for Development Cooperation affiliated with the Italian Ministry of Foreign Affairs) to implement the project "Initiative for Preservation of Lebanese Culture Heritage: Restoration Works of the Roman Frescoes Hosted by the National Museum of Beirut" along with the Ministry of Culture as a beneficiary;

13) 500,000 euro grant (60,000 euro under the supervision of the Italian Embassy in Lebanon and 440,000 euro under the supervision of the Italian Public Institution) to implement the project "Strengthening of the Lebanese National System for Rural and Forest Fire Risk Mitigation" along with the Ministry of Interior and Municipalities as a beneficiary;

14) 130,000 euro grant (106,000 euro under the supervision of the Italian Embassy in Lebanon and 24,000 euro under the supervision of the Directorate General for Development Cooperation affiliated with the Italian Ministry of Foreign Affairs) to implement the project "Support to the Artisanal Fishery in the Port of Naqoura" along with the Ministry of Agriculture as a

beneficiary;

15) 200,000 euro grant (150,000 euro under the supervision of the Italian Embassy in Lebanon and 50,000 euro under the supervision of the Directorate General for Development Cooperation affiliated with the Italian Ministry of Foreign Affairs) to implement the project "Optimization and Strengthening of the Touristic Offer of Baalback and Higher Bekaa" along with the Baalback municipality as a beneficiary;

16) 300,000 euro grant under the supervision of the Italian Embassy in Lebanon to implement the project "Opening of Center for Bone-Marrow Transplant in the Beirut R. Hariri Hospital" along with the Rafic Hariri governmental University Hospital as a beneficiary;

17) 1,300,000 euro grant (1,026,000 euro under the supervision of the Italian Embassy in Lebanon and 50,000 euro under the supervision of the Directorate General for Development Cooperation affiliated with the Italian Ministry of Foreign Affairs) to implement the project "Application of the National Public Health Policy Concerning the Maternal-Infant Care" along with the Ministry of Health as a beneficiary;

18) 594,000 euro grant under the supervision of the Italian Embassy in Lebanon to implement the project "Initiative to Improve the Living Conditions of the Lebanese population" ;

19) 500,000 euro grant under

the supervision of the Italian Embassy in Lebanon to implement the project " Initiative to Improve the Living Conditions of the Refugee Palestinian Camps";

**The Italian Embassy in Lebanon also informed the CDR that it signed a number of grants with beneficiary parties in 2010 amounting to 6,802,002/00 euro.**

**The said grants are divided as follows:**

1) 700,000 euro grant to implement the project "Support the National Policies to Promote Women's Participation in Local Governance and Development" along with the Ministry of Social Affairs as a beneficiary;

2) 850,002 euro grant to implement the project "ICT for an Integrated and Sustainable Management of Natural Resources in Lebanon " along with the Ministry of Energy and Water as a beneficiary;

3) 300,000 euro grant to implement the project "Enhancement of the Ministry of Interior and Municipalities for the Development of services in Support of Local Administrations" along with the Ministry of Interior and Municipalities as a beneficiary;

4) 650,000 euro grant to implement the project "Support to Local Development" along with the Ministry of Interior and Municipalities as a beneficiary;

5) 400,000 euro grant to implement the project " Improving Living Conditions in Lebanon Prisons" along with the Ministry of Interior and Municipalities as a

beneficiary;

6) 452,000 euro grant to implement the project " Capacity Building Program in Public Procurement" along with the Ministry of Finance and Bassel Fleihan Institute as a beneficiary;

7) 950,000 euro grant to implement the project "Support to the National Policies for Forest Fire Prevention: Supply of Equipment and Training" along with the Ministry of Interior and Municipalities as a beneficiary;

8) 2,500,000 euro grant to implement the project "Integrated Waste Management in Baalback" along with the Ministry of Environment as a beneficiary;

**The German Government/ German Development Bank KfW** On September 14, 2010 and October 25, 2010 respectively, two financial and technical cooperation agreements were signed between the Lebanese and German governments totally amounting to 12 million euro.

The two agreements constitute an additional contribution to the projects supported and funded by the German government in Lebanon within the health and education sectors.

The first agreement is an additional soft loan that amounts to 7 million euro (the loan period extends to 30 years with a 10-year grace period and an interest of 2%) for the Jeita spring water source safety protection project.

The second agreement constitutes an additional technical grant to support the professional and technical education project, and to

support small and medium-sized enterprises in Lebanon through the training of this sector workforce.

### **European Union Commission:**

1- Signature of the grant agreement to promote human rights and democracy in Lebanon

On October 6, 2010, the grant agreement to promote human rights and democracy in Lebanon was signed between the European Union Commission as the donor, the Office of the Minister of State for Administrative Affairs as the beneficiary and the Council for Development and Reconstruction as the national coordinator.

This project aims at promoting the protection of human rights and democracy through supporting the civil society and public administrations in their efforts to improve human rights record in Lebanon. This program consists of 3 different components:

Component 1. Promote active citizenship (3 ideas) and democratic participation in decision-making process (electoral reform).

Component 2. Improve the protection of foreign domestic female workers.

Component 3. Support the prison reform process.

The grant amounts to 10 million euro and includes the following main amounts:

- 5.6 million euro to finance the first component activities,
- 1.5 million euro to finance the second component activities,
- 2 million euro to finance the third component,
- 0.9 million euro to finance the audit, evaluation, assessment and

emergency cases.

The execution period extends over 6 years as of the date of the last signature of this agreement. The Office of the Minister of State for Administrative Affairs manages and executes the project.

2- Agreement to support education and the Ministry of Education and Higher Education reforms

On December 17, 2010, the agreement to support education and the Ministry of Education and Higher Education reforms was signed between the European Union Commission as the donor, the Presidency of the Cabinet as the beneficiary and the Council for Development and Reconstruction as the national coordinator. The funding program is still in its launching phase and its execution period extends over 6 years as of the date of the last signature of this agreement.

The program aims at strengthening the governance, transparency, and accountability in public programs through enhancing public financial management, strengthening the planning, implementing and monitoring educational reforms through an effective budget allocation.

The European Union Commission contribution amounts to 13.7 million euro and includes the following main components:

- 4.4 million euro to improve the mechanism of setting up and monitoring the implementation of the Ministry of Education and Higher Education budget,
- 7.7 million euro for services, equipment, training, grants and works,
- 1.6 million euro for

communication,

transparency/equipment, services, operating expenses, external audit, monitoring, assessment and emergencies.

3- Agreement to support reform

On December 17, 2010, the agreement to support reform was signed between the European Union Commission as the donor, the Presidency of the Cabinet as the beneficiary and the Council for Development and Reconstruction as the national coordinator. This program is still in its launching phase and its execution period extends over 6 years as of the date of the last signature of this agreement.

The program aims at supporting the implementation of the national unity government reform priorities set within the reform program included in Paris 3 Conference.

The European Union Commission contribution amounts to 8 million euro and includes the following main components:

- 3.3 million euro to support cooperation and improve the trade performance,
- 3.6 million euro to support the tax collection management,
- 1.1 million euro for operating expenses, communication, audit, assessment and emergencies.

4-Agreement of the Euro-Med Youth Exchange Program – Phase 4

On August 16, 2010, the agreement of the Euro-Med Youth Exchange Program – Phase 4 was signed between the European Union Commission as the donor, the Ministry of Youth and Sports as the beneficiary and the Council for

Development and Reconstruction as the national coordinator.

The funding program is still in its launching phase and its execution period extends over 5 years as of the date of the last signature of this agreement.

This program aims at encouraging and promoting the effective participation of youth organizations and youths in the Mediterranean region in the development of civil society, solidarity spirit and active citizenship.

**The European Union Commission contribution amounts to 300 thousand euro for the following components:**

- 210,000 euro to finance youth exchange activities, voluntary services, training and to activate the communication networks,
- 60,000 euro to finance training activities and develop youth organization capacities,
- 30,000 euro for operating expenses, communication and emergencies.

5- Amendment of the grant agreement to support organizations benefiting from the European Investment Bank loans

On August 23, 2010, the amending annex to the grant agreement to support organizations benefiting from the European Investment Bank loans was signed between the European Union Commission as the donor and the Council for Development and Reconstruction as the beneficiary, considering that the European Investment Bank loan was not ratified in the parliament. The execution period of the agreement extends over 6 years starting from this date.

The grant objectives have changed. By virtue of this amendment, the grant now aims at creating incentives to encourage the small and medium-sized enterprise investments in the field of energy saving and alternative and renewable energy technologies through offering investment facilities and through the plan provided in the Bank of Lebanon circular no. 197, helping Kafalat company in its new plan in order to provide “energy guarantees” and funding expertise in the field of energy saving and alternative and renewable energy use.

The grant amounts to 15 million euro divided into the following main components:

- 11.9 million euro to finance the Bank of Lebanon plan, volunteering, training and to activate communication networks,
- 2.3 million euro to finance “Kafalat energy guarantees”,
- 0.4 million euro for technical support and expertise development,
- 0.4 million euro for communication, publicity, advertising, monitoring, external assessment and audit.

**United Nations Development Program in Lebanon:**

In 2010, the parliament signed a set of project documents, funded by grants from the United Nations organizations and other donors. The grants are executed by the UNDP and amount to about US\$ 29 million (Ministries, some institutions and Lebanese administrations contributed around US\$ 13 million, and the Italian

government, the European Union and the UNDP contributed around US\$ 15 million).

The grants are:

- Project to provide technical support to the Ministry of Education and Higher Education in order to implement the educational sector development plan, financed by the Ministry of Education and Higher Education and the UNDP with an amount of US\$ 2,400,000.
- Institutional support to the Ministry of Energy and Water for the Lebanese Center for energy conservation (LCEC) project estimated at US\$ 2,646,960 financed by the Italian government (US\$ 2,496,960), the Ministry of Energy and Water (US\$ 100,000) and the UNDP (US\$50,000).
- National ICT Strategy Coordination Unit estimated at US\$ 326,000 financed by the Lebanese government (US\$ 158,095), the UNDP (US\$ 19,757) and the DGTTF (US\$ 148,148).
- Strengthening access to justice – phase 2, estimated at US\$ 1,716,614 financed by the European Union (US\$ 1,375,000) and the UNDP (US\$ 341,614).
- Project to support Lebanon Demining Action Center – phase 2, financed by the Italian government and the European Union, with a value of US\$ 4,834,929.
- Integrated Solid Waste Management (ISWM) Project in Baalbek district, financed by the Ministry of Environment through a grant from the Italian government, estimated at US\$ 2,476,190.
- Socio-economic development for the reintegration of the displaced in Mount Lebanon, with a value of



US\$ 1,650,000 financed by the Ministry of Displaced (US\$ 1,428,571) and the UNDP (US\$ 221,429).

- The Economic and Social Fund for Development (ESFD), financed by the economic and social fund for Development, with a value of US\$ 5,030,844 and under the supervision of the Council for Development and Reconstruction.

- Institutional support project to build economic and trade policies – phase 2, financed by the Ministry of Economy and Trade, with a value of US\$ 2,995,620.

- Evolution of the development strategy and the institutional structure of the Investment Development Authority of Lebanon (IDAL), financed by the Investment Development Authority with a value of US\$ 1,187,348/40.

- Technical support to the Ministry of Interior and Municipalities, financed by the Ministry of Interior and Municipalities with a value of US\$ 6,672,690.

- Socio-economic Development Program in Akkar – Phase 2, with a value of US\$ 500,000 financed by the Council for Development and Reconstruction (US\$ 400,000) for the years 2010 and 2011 and the UNDP (US\$ 100,000).

People's Republic of China grant:

On January 14, 2010, a framework agreement in the form of a grant was signed between the People's Republic of China and the Lebanese government, represented by the Council for Development and Reconstruction. The grant amounts to /35/ million Chinese Yuan and is divided into two grants;

the first one is worth /20/ million Chinese Yuan and the second one /15/ million Chinese Yuan. The projects that will benefit from the grant will be agreed on at a later stage.

**Loans**  
**Ratified Signed and Approved**  
**Distribution matrix by Sector and Funding Source**  
(In Millions of USD - Starting 1992 Until 31/12/2010)

Sector/Funding Source*	World Bank (IDA, IBRD)	AFSD	EIB	COMBANK	FRANCE (AFD, French Protocols, CRIF)	GERMANY (GDC, ITFC, IDB)	IRAN	ITALY	JAPAN (JICA/BIC)	KFAD	SFD	ADFD	USA	IFAD	OFID	Other*	Total
<b>Physical Infrastructure</b>																	
Electricity	104.73	450.06	87.44	302.53	111.31	73.63	25.80	258.04		60.26							1,605.27
Fixed lines (Telecom)	12.70				12.16					35.88							72.68
Public & Private Land Trans (Roads)	175.88	197.23	114.68							150.97	138.50	10.00			35.00		979.20
Air Transportation			129.01		28.41					52.25						0.85	209.67
Maritime Transportation		79.07		0.51	3.45												133.82
Multisectoral Infrastructures		100.34			95.94												275.35
<b>Sub Total</b>	<b>293.31</b>	<b>726.36</b>	<b>560.50</b>	<b>303.03</b>	<b>155.33</b>	<b>73.63</b>	<b>25.80</b>	<b>258.04</b>		<b>299.36</b>	<b>138.50</b>	<b>10.00</b>			<b>35.00</b>	<b>0.85</b>	<b>3,276.00</b>
<b>Social and Economic Infrastructure</b>																	
General education	44.01	21.40	6.53		0.57					79.77	16.08						206.10
Vocational & Tech. Education	59.54	52.25			6.78										4.00		153.65
Culture & Higher Education		101.01			6.91			14.66			29.47						282.41
Land use & Environment																	0.00
Housing	13.27	27.87															66.13
Health	35.42				6.24						47.13				15.11		199.54
Social & Economic Development	20.00																20.00
<b>Sub Total</b>	<b>172.24</b>	<b>202.53</b>	<b>6.53</b>		<b>20.49</b>			<b>14.66</b>		<b>79.77</b>	<b>92.68</b>	<b>25.00</b>			<b>19.11</b>		<b>927.84</b>
<b>Basic Services</b>																	
Solid waste	31.92																31.92
Water Supply	130.87	64.09	105.38		91.11		14.07	14.20	79.54	123.66	34.46	10.00			5.00		744.84
Waste Water	10.33	46.68	297.44		102.38	23.26	7.04	88.61	48.11			17.50					691.49
<b>Sub Total</b>	<b>173.12</b>	<b>110.77</b>	<b>402.81</b>		<b>193.49</b>	<b>23.26</b>	<b>21.11</b>	<b>102.81</b>	<b>127.66</b>	<b>123.66</b>	<b>34.46</b>	<b>27.50</b>			<b>5.00</b>		<b>1,468.26</b>
<b>Productive Sector, Services &amp; Others</b>																	
Agriculture	21.51				2.60								21.00			5.55	89.40
Irrigation	56.71	107.98								69.67							234.36
Industry			43.00	1.09	1.38											0.93	46.40
Tourism	31.50		43.00		17.20												91.71
Private Sector Services		87.08	86.01														173.09
Management and Implementation	5.26	31.35							13.23								49.84
Public information					37.83												37.83
Fuel																	125.00
Administration	126.41	20.90									6.32					1.69	155.32
Miscellaneous		10.45															42.64
<b>Sub Total</b>	<b>241.40</b>	<b>257.76</b>	<b>172.02</b>	<b>1.09</b>	<b>59.01</b>		<b>17.59</b>		<b>13.23</b>	<b>69.67</b>	<b>6.32</b>		<b>21.00</b>	<b>33.73</b>	<b>5.00</b>	<b>8.17</b>	<b>1,045.59</b>
<b>Total</b>	<b>880.07</b>	<b>1,297.43</b>	<b>1,141.86</b>	<b>304.12</b>	<b>428.32</b>	<b>96.89</b>	<b>64.51</b>	<b>375.51</b>	<b>140.89</b>	<b>572.45</b>	<b>271.95</b>	<b>62.49</b>	<b>21.00</b>	<b>33.73</b>	<b>64.11</b>	<b>9.02</b>	<b>6,717.68</b>

\* Other Funds financing less than USD 10 Millions in Loans are : BELGIUM, CHINA

## Grants

Ratified Signed and Approved  
Distribution by Sector and Funding Source

(In Millions of USD - Starting 1992 Until 31/12/2010)

Sector/Funding Source*	World Bank (IDA, IBRD)	AFESD	CHINA	EIB	EU	FRANCE (AFD, CRIF, French Protocols)	GERMANY (KFW, GIZ)	IDBG	ITALY	JAPAN (JBIC/JICA)	KUWAIT (KAFD, KUWAIT)	OMAN	QATAR	SAUDI (KSA, SFD)	SPAIN	TURKEY	UAE	USA (USA, USAID)	UN/NDP	Other*	Total
<b>Physical Infrastructure</b>																					
Electricity	5.00	0.35	6.02		5.33	1.23					23.42				7.17				0.05		53.54
Fixed lines (Telecom)					1.15	0.82			11.18	1.28	40.70			109.71				30.00	0.04		7.21
Public & Private Land Trans (Roads)				1.03		0.87					2.44								2.35		1.52
Air Transportation					4.30	0.44															5.66
Maritime Transportation					17.30	5.73					10.15			60.00							4.74
Multisectoral Infrastructures		10.45			28.07	14.36		0.25	11.18	1.28	76.70			169.71	7.17			30.00	2.44	1.43	105.31
<b>Sub Total</b>	<b>5.00</b>	<b>10.80</b>	<b>6.02</b>	<b>1.03</b>	<b>28.07</b>	<b>14.36</b>	<b>5.73</b>	<b>0.25</b>	<b>11.18</b>	<b>1.28</b>	<b>76.70</b>			<b>169.71</b>	<b>7.17</b>		<b>30.00</b>	<b>2.44</b>	<b>2.95</b>	<b>1.43</b>	<b>372.71</b>
<b>Social and Economic Infrastructure</b>																					
General education					16.58			1.91	4.30	0.52	15.36			29.03					0.96	6.40	75.05
Vocational & Tech. Education			1.21		0.12	0.45	21.18		0.50	1.21	4.00	10.00							0.03		38.70
Culture & Higher Education	0.03	0.63	1.21		4.30	2.23			0.82		0.06	1.79	25.00	0.08					2.43		38.58
Youth & Sports					1.00						21.23			10.44							32.67
Land use & Environment			0.50		13.14	0.11	13.90		10.46			7.00					50.00	0.13	13.51	1.82	110.59
Housing	0.80				1.82				26.64		135.00	40.00	211.14	325.00					5.31		718.27
Health					1.43	1.13			99.32		48.24			44.02		20.00			1.95	6.62	150.83
Social & Economic Development	0.50	10.45	0.68		79.53	3.93	35.08	1.91	142.05	1.73	235.44	58.79	236.14	408.56	50.17	20.00	50.00	87.00	4.32	0.68	344.22
<b>Sub Total</b>	<b>1.33</b>	<b>11.08</b>	<b>3.59</b>		<b>117.93</b>	<b>3.93</b>	<b>35.08</b>	<b>1.91</b>	<b>142.05</b>	<b>1.73</b>	<b>235.44</b>	<b>58.79</b>	<b>236.14</b>	<b>408.56</b>	<b>50.17</b>	<b>20.00</b>	<b>50.00</b>	<b>87.13</b>	<b>28.51</b>	<b>15.53</b>	<b>1,508.90</b>
<b>Basic Services</b>																					
Solid waste					3.25					0.28				20.00						0.16	23.70
Water Supply	15.00			9.32	8.44	3.28	29.40		12.90	0.96	45.00			16.53					0.24		141.06
Waste Water				2.58	47.90	0.34	29.27		0.79	0.79	22.20								0.01		103.09
<b>Sub Total</b>	<b>15.00</b>			<b>11.90</b>	<b>59.59</b>	<b>3.62</b>	<b>58.68</b>		<b>12.90</b>	<b>2.03</b>	<b>67.20</b>			<b>36.53</b>					<b>0.01</b>	<b>0.40</b>	<b>267.85</b>
<b>Productive Sector, Services &amp; Others</b>																					
Agriculture					25.65	4.12	0.18		7.81	0.28	2.85								12.29		53.18
Irrigation		2.79			0.23	1.09	0.37		0.48	0.30											3.80
Industry					14.79	1.09	0.37		3.15	0.30	36.20								1.08		17.33
Tourism					85.06	0.22													0.37	2.39	44.35
Private Sector Services	15.00				200.54	7.74	5.25	5.07	5.05	1.46	1.04	13.50							0.38		100.66
Management and Implementation	1.39				0.17	0.18													13.44	0.36	257.92
Public information					0.44																0.36
Fuel																					0.44
Police					4.06						0.69			10.91				23.00			23.00
Miscellaneous	30.48		1.82		60.57				1.72	0.56	14.39			91.00			5.00		0.84		15.65
Administration	46.87	8.62	2.00		390.66	14.55	5.79	5.07	17.74	3.08	55.47	13.50	91.00	53.17			5.00	23.00	28.41	2.75	766.69
<b>Sub Total</b>	<b>68.20</b>	<b>30.50</b>	<b>11.62</b>	<b>12.93</b>	<b>596.25</b>	<b>36.45</b>	<b>105.28</b>	<b>7.23</b>	<b>183.87</b>	<b>8.12</b>	<b>434.81</b>	<b>72.29</b>	<b>327.14</b>	<b>667.97</b>	<b>57.34</b>	<b>20.00</b>	<b>55.00</b>	<b>140.13</b>	<b>59.37</b>	<b>21.63</b>	<b>2,916.15</b>

\* Other Funding Sources contributing with less than 5 Millions in Grants are : AGFUND, ARABLEAGUE, ARGENTINA, BELGIUM, GREECE, IRELAND, KOREA, METAP, NETHERLAND, SWEDEN, GEF, OFID, HRC and Private Donors.

**Loans and Grants**  
**Ratified Signed and Approved**  
**Distribution by Sector and Funding Source**  
(In Millions of USD - Starting 1992 Until 31/12/2010)

Sector/Funding Source*	World Bank (IDA, IBRD)	AFSD	CHINA	EIB	EU	COMMERCIAL BANKS	FRANCE (AFD, French Proloans, CRP)	GERMANY (KfW, GIZ)	IDBG (ICD, IDA, ITEC)	IRAN	ITALY	JAPAN (JICA, JBIC)	KUWAIT (KAFD, KFCB)	OMAN	QATAR	SAUDI (KSA, SFD)	SPAIN	TURKEY	ADFD	UAE	USA (USAID, USA)	UN/NDP/EAD	OFID	Others*	Total	
<b>Physical Infrastructure</b>																										
Electricity	109.73	450.41		87.44	5.33	302.53	123.53	73.63	131.47	25.80	258.04		83.68				7.17					0.05			1,658.81	
Fixed lines (Telecom)	12.70		6.02		1.15	12.16		11.94					35.88						10.00			0.04			79.89	
Public & Private Land Trans (Roads)	175.88	197.23		115.71			0.82	156.94				1.28	191.67				248.21				30.00	2.35	35.00	1.52	1,175.44	
Air Transportation				129.01			29.28						54.69												0.85	138.56
Maritime Transportation				100.34			3.89																		1.43	380.67
Multisectoral Infrastructures				561.53		303.03	169.69	79.37	96.19	25.80	269.22	1.28	376.07				308.21	7.17	10.00		30.00	2.44	35.00	3.80	3,648.70	
<b>Social and Economic Infrastructure</b>																										
General education	44.01	21.40			23.10		0.57	39.65			4.30	0.52	95.13				45.11					0.96		6.40	281.15	
Vocational & Tech. Education	59.54	52.25	1.21		0.12		7.22	21.18			0.50	1.21	4.00	10.00								0.03	4.00		192.35	
Culture & Higher Education	0.03	101.64	1.21		4.30		9.14	130.37			15.48		0.06	1.79	25.00							2.43			320.99	
Youth & Sports					1.00								21.23													32.67
Land use & Environment					13.14		0.11	13.90			10.46			7.00							50.00	13.51			1.82	103.99
Housing	13.27	27.87			1.42						26.64		135.00	40.00	2.11	14	325.00		25.00			1.35			326.27	
Health	36.22				1.43		7.37	95.64			69.32		48.24			91.15		20.00				1.95	15.30	6.43	350.32	
Social & Economic Development	20.50	10.45	0.68		79.53								11.55				50.17				87.00	4.32		0.68	364.32	
<b>Sub Total</b>	<b>173.58</b>	<b>213.61</b>	<b>3.59</b>	<b>1,148.26</b>	<b>124.46</b>	<b>24.42</b>	<b>35.08</b>	<b>296.74</b>	<b>296.74</b>	<b>156.71</b>	<b>1.73</b>	<b>315.20</b>	<b>58.79</b>	<b>236.14</b>	<b>501.24</b>	<b>501.7</b>	<b>20.00</b>	<b>20.00</b>	<b>25.00</b>	<b>50.00</b>	<b>87.13</b>	<b>28.51</b>	<b>19.30</b>	<b>15.34</b>	<b>2,436.74</b>	
<b>Basic Services</b>																										
Solid waste	31.92				3.25																					55.62
Water Supply	145.87	64.09		114.69	8.44		94.38	29.40	72.47	14.07	27.10	80.50	168.66						10.00				5.00	0.24	885.90	
Waste Water	10.33	46.68		300.02	47.90		102.72	52.53	50.15	7.04	88.61	48.91	22.20						17.50						794.38	
<b>Sub Total</b>	<b>188.12</b>	<b>110.77</b>		<b>414.71</b>	<b>59.59</b>		<b>197.11</b>	<b>81.94</b>	<b>122.62</b>	<b>21.11</b>	<b>115.71</b>	<b>129.68</b>	<b>190.86</b>						<b>27.50</b>			<b>0.01</b>	<b>5.00</b>	<b>0.40</b>	<b>1,736.11</b>	
<b>Productive Sector, Services &amp; Others</b>																										
Agriculture	2.151				25.65		6.72	0.18			7.81	0.28	2.85								21.00	46.02	5.00		142.57	
Irrigation	56.71	110.77					0.23	0.00				0.48	69.97												238.16	
Industry				43.00	14.79	1.09	2.47	0.37																		
Tourism	31.50	1.22		43.00	85.06		17.92				3.15	0.30	36.20									1.08		0.93	63.73	
Private Sector Services	15.00	87.08		86.01			0.22															0.37	2.39		136.06	
Management and Implementation	6.64	34.43		200.54			7.74	5.25	5.07		5.05	14.69	1.04	13.50								13.44		0.36	307.76	
Public information		0.17					37.83																		38.00	
Miscellaneous		10.45			4.06		0.44						0.69												18.24	
Local administration	156.41										1.72	0.56	14.35		90.00	42.26						0.84			307.95	
Central Administration	0.48	22.26			60.57								0.04		1.00	6.32									97.37	
<b>Sub Total</b>	<b>288.27</b>	<b>266.38</b>	<b>9.25</b>	<b>1,148.26</b>	<b>390.66</b>	<b>1.09</b>	<b>73.56</b>	<b>5.79</b>	<b>144.67</b>	<b>17.59</b>	<b>17.74</b>	<b>16.32</b>	<b>125.14</b>	<b>13.50</b>	<b>91.00</b>	<b>59.49</b>	<b>57.34</b>	<b>20.00</b>	<b>62.49</b>	<b>55.00</b>	<b>161.13</b>	<b>62.14</b>	<b>5.00</b>	<b>3.68</b>	<b>1,812.28</b>	
<b>Total</b>	<b>948.27</b>	<b>1,327.92</b>	<b>18.87</b>	<b>1,148.26</b>	<b>602.78</b>	<b>304.12</b>	<b>464.77</b>	<b>202.18</b>	<b>960.56</b>	<b>64.51</b>	<b>559.37</b>	<b>149.01</b>	<b>1,007.26</b>	<b>72.29</b>	<b>327.14</b>	<b>939.92</b>	<b>57.34</b>	<b>20.00</b>	<b>62.49</b>	<b>55.00</b>	<b>161.13</b>	<b>93.10</b>	<b>64.30</b>	<b>23.22</b>	<b>9,633.83</b>	

\* Other Funds financing less than USD 10 Millions in Loan & Grants are the following : AGFUND, ARAB LEAGUE, ARGENTINA, BELGIUM, GREECE, IRELAND, KOREA, METAP, NETHERLANDS, SWEDEN, GEF, HRC and Private Donors.

FUND	Acronym
Abu-Dhabi Fund for Development	ADFD
Agence Française de Développement	AFD
Arab Fund for Economic & Social Development	AFESD
The Arab Gulf Program for United Nations Development Organizations	AGFUND
League of Arab States	ARAB LEAGUE
Argentina	ARGENTINA
Le Gouvernement Du Royaume de Belgique	BELGIUM
People's Republic of China	CHINA
Various Commercial Banks	Comm. Banks
Conseil Regional d'Ile de France	CRIF
European Investment Bank	EIB
European Union	EU
Republic of France, (AFD), French Protocols, CRIF	FRANCE
Global Environment Fund	GEF
Republic of Germany	GERMANY
Deutsche Gesellschaft fur Technische Zusammenarbeit	GTZ
High Relief Commission (Lebanon)	HRC
International Bank for Reconstruction & Development (The World Bank)	IBRD
Islamic Corporation for the Development of the Private Sector (IDBG member)	ICD
Islamic Development Bank (IDBG member)	IDB
Islamic Development Bank Group	IDBG
International Fund for Agricultural Development	IFAD
Islamic Republic of Iran	IRAN
The Republic of Ireland	IRELAND
Republic of Italy	ITALY
International Islamic Trade Finance Corporation (IDBG member)	ITFC
Japan	JAPAN
Japan International Cooperation Agency (previously known as JBIC)	JICA
Kuwait Fund for Arab Economic Development	KFAED
Kreditanstalt fur Wiederaufbau	KFW
State of Kuwait	KUWAIT
Mediterranean Environmental technical Assistance Program	METAP
The Netherlands	NETHERLANDS
OPEC Fund for International Development	OFID
Sultanate of Oman	OMAN
State of Qatar	QATAR
Kingdom of Saudi Arabia	SAUDI
Saudi Fund for Development	SFD
Kingdom of Spain	SPAIN
Swedish International Development Cooperation Agency (ASDI)	SWEDEN
Republic of Turkey	TURKEY
The United Arab Emirates	UAE
United Nations Secretariat (including country pledges) + Agencies	UN/UNDP
United States of America	USA
US Agency for International Development	
Hellenic Republic of Greece	