

CONTRIBUTION TO THE ADB RESULTS FRAMEWORK

No.	Level 2 Results Framework Indicators (Outputs and Outcomes)	Targets	Methods / Comments
Not applicable	Not applicable	Not applicable	<p>The contribution of the policy-based loans and grants to the Asian Development Bank (ADB) Results Framework is indirect.</p> <p>The program aims to strengthen fiscal sustainability and deepen financial markets in Armenia. The benefits extend to improve (i) debt management capability of the Ministry of Finance (MOF) and investor confidence in MOF's debt program, (ii) fiscal risk assessment and monitoring capacity of the MOF, (iii) money market liquidity and financial market transparency, and (iv) the base of investors and mobilization of private investment as a basis for capital market development.</p> <p>The policy-based loan makes an indirect contribution to the Asian Development Bank (ADB) Results Framework and ADB's Strategy 2020, particularly through (i) strengthening public debt and fiscal risk management; (ii) deepening of government securities market and money-market infrastructure; and (iii) broadening the base of instruments and investors. The indicators that will be monitored to ensure the program's indirect contribution to the ADB Results Framework are: (i) Public debt management department strengthened by MOF issuing procedures for issuing Eurobonds, contracting external loans, and enacting payments for domestic and external debt by December 2018 (ii) Framework approved by MOF to identify, vet, and prepare PPPs (based on risk profiling, fiscal affordability, and financial viability); regulate unsolicited proposals and procurement with sole bidders; and monitor PPP performance approved and operational guidelines developed by December 2018 (iii) Number of government securities auctions per year increased by public debt management department by December 2017 (baseline: 8 auctions per year), (iv) Legal amendments for secured interbank lending based on standardized repos approved by Parliament by December 2017, (v) Law for Residential Mortgage Lending and amendments to the Covered Bonds Law forwarded to the government for its consideration by December 2017; (vi) Legal amendments to introduce mandatory requirement for large firms to be externally audited submitted to Parliament by December 2018.</p>

Source: Asian Development Bank.