



Tranche-at-a-Glance Report

PUBLIC

Project Number: 49228-004
MFF Number: 0098
November 2022

India: Rajasthan State Highway Investment Program (Tranche 3)

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Asian Development Bank

TRANCHE AT A GLANCE

1. Basic Data		Project Number: 49228-004	
Project Name	Rajasthan State Highway Investment Program (Tranche 3)	Department/Division	SARD/SATC
Country	India	Executing Agency	Government of Rajasthan
Borrower	India		
Country Economic Indicators	https://www.adb.org/Documents/LinkedDocs/?id=49228-004-CEI		
Portfolio at a Glance	https://www.adb.org/Documents/LinkedDocs/?id=49228-004-PortAtaGlance		
2. Sector		ADB Financing (\$ million)	
✓ Transport	Road transport (non-urban)		110.000
		Total	110.000
3. Operational Priorities		Climate Change Information	
✓ OP1: Addressing remaining poverty and reducing inequalities		GHG reductions (tons per annum)	65,513
✓ OP2: Accelerating progress in gender equality		Climate Change impact on the Project	High
✓ OP3: Tackling climate change, building climate and disaster resilience, and enhancing environmental sustainability			
✓ OP5: Promoting rural development and food security		ADB Financing	
✓ OP6: Strengthening governance and institutional capacity		Adaptation (\$ million)	22.490
		Mitigation (\$ million)	1.130
		Cofinancing	
		Adaptation (\$ million)	0.000
		Mitigation (\$ million)	0.000
Sustainable Development Goals		Gender Equity and Mainstreaming	
SDG 1.a		Effective gender mainstreaming (EGM)	✓
SDG 5.4			
SDG 9.1		Poverty Targeting	
SDG 13.a		General Intervention on Poverty	✓
4. Risk Categorization: Complex			
5. Safeguard Categorization Environment: B Involuntary Resettlement: A Indigenous Peoples: B			
6. Financing			
Modality and Sources		Amount (\$ million)	
ADB		110.000	
Sovereign MFF-Tranche (Regular Loan): Ordinary capital resources		110.000	
Cofinancing		0.000	
None		0.000	
Counterpart		48.100	
Others		48.100	
Total		158.100	
Currency of ADB Financing: US Dollar			

TRANCHE AT A GLANCE

Date of Receipt by ADB of PFR: 21 October 2022

Tranche Number: 3

7. Country Operations Business Plan

CPS

<https://www.adb.org/sites/default/files/institutional-document/363331/cps-ind-2018-2022.pdf>

COBP

<https://www.adb.org/sites/default/files/institutional-document/633571/cobp-ind-2021-2023.pdf>

8. Tranche Summary

The Government of Rajasthan proposed a third tranche amounting to \$110 million to cover the improvement of about 290 km of state highways and major district roads. It also supports the capacity building of Rajasthan Public Works Department on implementation of the streamlined business procedures and gender equality and social inclusion. Although the MFF is implemented in three tranches in lieu of original plan of two, the overall impact, outcome, and outputs will be achieved, and implementation arrangements will remain unchanged. The periodic financing request was received on 21 October 2022.

Impact: Good connectivity provided in all areas (Strategy for New India @ 75)

Outcome: Efficiency and safety of transport on Rajasthan's state highways improved

Outputs: (i) State highways and MDRs improved, and (ii) Capacity of RPWD enhanced

Implementation Arrangements: Government of Rajasthan will be the executing agency.

Project Readiness: The readiness of tranche 3 is high. Under advance contracting, as of 14 October 2022, all four civil works packages were at an advanced stage of procurement, with no objection to financial bid evaluation reports provided. More than 80% of the total road length is free of encumbrances and ready for construction. Forest clearance is not required. As a lesson learned, additional human resources were provided to effectively implement safeguards under tranche 3.

9. Significant Developments in the MFF and Previous Tranches

The MFF's performance was rated on track from 2017 to 2021. The investment program of \$500 million was initially designed as a two-tranche MFF. Tranche 1-\$220 million was designed to finance the upgrading of about 1,000 kilometers (km) of state highways and major district roads (MDRs) and to build the capacity of RPWD's Public-Private Partnership (PPP) Division on business processes covering road asset management, road safety, and project management. Tranche 1 helped the PPP Division develop a project performance monitoring system (PPMS) for the entire investment program. The loan was closed on 30 September 2022 with all civil works completed. Of tranche 1, \$25 million was cancelled. As of 14 October 2022, the cumulative contract award was \$213.27 million (96.9% of the loan amount), and \$189.78 million (97.3% of the net loan amount) had been disbursed. Tranche 2-\$190 million, less than the originally envisioned \$280 million because of insufficient readiness at the time of processing will construct or rehabilitate a total of 754 km of state highways and MDRs. Tranche 2 will continue to build the PPP Division's capacity, particularly to implement and monitor safeguards and ensure road safety. Civil works contracts were all awarded. As of 30 September 2022, the overall physical progress stood at 53.5%. Of tranche 2, \$20 million was cancelled. As of 14 October 2022, the cumulative contract award was \$143.14 million (84.2% of the net loan amount) and \$87.41 million (51.4% of the net loan amount) had been disbursed. The progress of tranche 2 was slowed by the coronavirus disease (COVID-19) pandemic lockdown.

10. Milestones

Estimated Approval
12 December 2022

Estimated Completion^a
30 September 2026

11. Linked Documents

	Required Document	Disclosure Date
Tranche	Draft Periodic Financing Request Report	
Weblink:	http://www.adb.org/Documents/LinkedDocs/?id=49228-004-DraftPFR	The Final PFR Report is disclosed upon approval
(i) Environment	IEE - Initial Environment Examination	
Weblink:	https://www.adb.org/projects/documents/ind-49228-004-iee	26-OCT-2022
(ii) Involuntary resettlement	RP - Resettlement Plan	
Weblink:	https://www.adb.org/projects/documents/ind-49228-004-rp-1	27-OCT-2022
(iii) Involuntary resettlement	RP - Resettlement Plan	
Weblink:	https://www.adb.org/projects/documents/ind-49228-004-rp-0	27-OCT-2022
(iv) Involuntary resettlement	RP - Resettlement Plan	
Weblink:	https://www.adb.org/projects/documents/ind-49228-004-rp_	26-OCT-2022
(v) Indigenous People	Combined Resettlement and Indigenous Peoples Plans	
Weblink:	https://www.adb.org/projects/documents/ind-49228-004-remdp	27-OCT-2022

^a For Tranches, this refers to the financial closing date.