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The World Bank

Economic Opportunities for Jordanians and Syrian Refugees P4R (P159522)

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MIDDLE EAST AND NORTH AFRICA | Jordan | Trade & Competitiveness Global Practice | IBRD/IDA | Program-for-Results | FY 2017 | Seq No: 1 | ARCHIVED on 23-Dec-2016 | ISR26179 |

Implementing Agencies: Ministry of Labor, Jordan Investment Commission

Program Development Objectives

Program Development Objective (from Program-for-Results Appraisal Document)
PDO: "Improve Economic Opportunities for Jordanians and Syrian refugees in Jordan"

Overall Ratings

| Name | Previous Rating | Current Rating |
|--------------------------------------|-----------------|--------------------------------|
| Progress towards achievement of PDO | | Satisfactory |
| Overall Implementation Progress (IP) | | Satisfactory |
| Overall Risk Rating | | High |

Implementation Status and Key Decisions

The progress of project implementation is satisfactory. Prior results have been achieved and Disbursement Linked Indicators are on track. The following results have been achieved:

Improving Labor Market: The Prior Result of 20,000 work permits issued to Syrian refugees and the end of year Disbursement Linked Result of 25,000 work permits issued to Syrian refugees have been achieved. Policies consisting in granting free work permits to Syrian refugees, relaxing labor inspections, granting self-employment permits in agriculture have led to a rapid increase in the number of Syrian refugees having the right to work.

Improving Investment Climate: The Government is designing a strategy for Home based businesses. A bylaw authorizing home based businesses outside of Greater Amman (where they are already allowed) has been issued in September 2016. The team is working with the Government on streamlining the legal framework for such businesses and on a communication campaign.

The implementation of the other measures of investment climate reforms have not started yet.

Improving Investment Promotion: the prior result consisting in issuing the investment bylaw removing the minimum capital requirement for foreign investors has been issued. The Jordan Investment Commission has recruited 26 high caliber staff and has reorganized and strengthened its investment promotion team. Trade shows and investors' visits have taken place and others are planned.

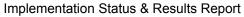
The team is closely monitoring the Program Action Plan. Required measures have either been completed or are under active implementation by the Authorities.

In this first ISR – no changes to risk ratings have been identified and all other reporting areas (achievement of PDO, fiduciary and safeguards) are rated satisfactory.

Data on Financial Performance

Disbursements (by loan)

| Project | Loan/Credit/TF | Status | Currency | Original | Revised | Cancelled | Disbursed | Undisbursed | Disbursed |
|---------|----------------|-----------|----------|----------|---------|-----------|-----------|-------------|-----------|
| P159522 | IBRD-86510 | Effective | USD | 149.00 | 149.00 | 0.00 | 72.02 | 76.98 | 48% |





| P159522 | IDA-59090 | Effective | USD | 100.00 | 100.00 | 0.00 | 48.33 | 51.67 | 48% |
|---------|-----------|-----------|-----|--------|--------|------|-------|-------|-----|
| P159522 | TF-A3648 | Effective | USD | 51.00 | 51.00 | 0.00 | 24.65 | 26.35 | 48% |

Key Dates (by Ioan)

| Project | Loan/Credit/TF | Status | Approval Date | Signing Date | Effectiveness Date | Orig. Closing Date | Rev. Closing Date |
|---------|----------------|-----------|---------------|--------------|--------------------|--------------------|-------------------|
| P159522 | IBRD-86510 | Effective | 27-Sep-2016 | 09-Oct-2016 | 24-Oct-2016 | 31-Jan-2021 | |
| P159522 | IDA-59090 | Effective | 27-Sep-2016 | 09-Oct-2016 | 24-Oct-2016 | 31-Jan-2021 | |
| P159522 | TF-A3648 | Effective | 27-Sep-2016 | 09-Oct-2016 | 24-Oct-2016 | 31-Jan-2021 | |

Risks

Systematic Operations Risk-rating Tool

| Risk Category | Rating at Approval | Previous Rating | Current Rating |
|--|-------------------------------|-----------------|-------------------------------|
| Political and Governance | Moderate | | Moderate |
| Macroeconomic | Substantial | | Substantial |
| Sector Strategies and Policies | High | | High |
| Technical Design of Project or Program | Moderate | | Moderate |
| Institutional Capacity for Implementation and Sustainability | Substantial | | Substantial |
| Fiduciary | Moderate | | Moderate |
| Environment and Social | Substantial | | Substantial |
| Stakeholders | High | | High |
| Other | | | High |
| Overall | High | | High |

Disbursement Linked Indicators (DLI)

| ▶ Number of work permits issued to Syrian refugees (Number) | | | | | | |
|---|-------------|-------------------|------------------|--|--|--|
| | Baseline | Actual (Previous) | Actual (Current) | | | |
| Value | 5300.00 | | 32500.00 | | | |
| Date | 08-Apr-2016 | | 01-Dec-2016 | | | |

Comments

Prior result (DLR 1.1 = 20,000 work permits) and result for 2016 (DLR 1.2 = 25,000 work permits) have been achieved.

Reminder:

The result for 2017, DLR 1.3 = 55,000 work permits

The result for 2018, DLR 1.4 = 90,000 work permits

The result for 2019, DLR 1.5 = 130,000 work permits.

▶ Annual public disclosure by Better Work Jordan of report on factory-level compliance with a list of at least 29 social and environmental-related items (Yes/No)

| | Baseline | Actual (Previous) | Actual (Current) |
|-------|-------------|-------------------|------------------|
| Value | N | | N |
| Date | 08-Apr-2016 | | 01-Dec-2016 |

Comments

Annual disclosure will start in July 2017, on a rolling basis, 50% of firms disclosed in July and 50% in January.

▶ Establishment and implementation of selected simplified and predictable regulations for the private sector, including household businesses (Text)

| | Baseline | Actual (Previous) | Actual (Current) |
|-------|------------------------|-------------------|------------------------|
| Value | No reform implemented. | | No reform implemented. |
| Date | 08-Apr-2016 | | 01-Dec-2016 |

▶ Increase in number of enterprises on the Customs Golden List (Number)

| | Baseline | Actual (Previous) | Actual (Current) |
|-------|-------------|-------------------|------------------|
| Value | 0.00 | | 0.00 |
| Date | 08-Apr-2016 | | 01-Dec-2016 |

▶ Number of investments benefitting from investment facilitation by JIC (Number)

| • | ŕ | , | |
|-------|-------------|-------------------|------------------|
| | Baseline | Actual (Previous) | Actual (Current) |
| Value | 0.00 | | 0.00 |
| Date | 08-Apr-2016 | | 01-Dec-2016 |
| | | | |

Results

Results Area

Intermediate Results Area

Project Development Objective Indicators

▶ PDO Indicator 1: Number of work permits issued to Syrian refugees (Number, Custom)

| | Baseline | Actual (Previous) | Actual (Current) | End Target |
|-------|-------------|-------------------|------------------|-------------|
| Value | 5,300.00 | | 32,500.00 | 130,000.00 |
| Date | 08-Apr-2016 | | 01-Dec-2016 | 31-Dec-2019 |

▶ PDO Indicator 2: Share of business owners who have accessed more predictable and simplified business regulation (Percentage, Custom)

| | Baseline | Actual (Previous) | Actual (Current) | End Target |
|-------|-------------|-------------------|------------------|-------------|
| Value | 0.00 | | 0.00 | 51.00 |
| Date | 08-Apr-2016 | | 01-Dec-2016 | 31-Dec-2020 |

Comments

The target for this PDO indicator still needs to be determined.

▶ PDO Indicator 3: Investment promotion agency capability score (Number, Custom)

| | Baseline | Actual (Previous) | Actual (Current) | End Target |
|-------|-------------|-------------------|------------------|-------------|
| Value | 3.00 | | 3.00 | 5.00 |
| Date | 08-Apr-2016 | | 01-Dec-2016 | 31-Dec-2020 |

Overall Comments



Intermediate Results Indicators

| ▶ IR Indicator 1: Annual public disclosure by Better Work Jordan of factory-level compliance with a list of at least 29 social and |
|--|
| environmental-related items (Yes/No. Custom) |

| | Baseline | Actual (Previous) | Actual (Current) | End Target |
|-------|-------------|-------------------|------------------|-------------|
| Value | N | | N | Υ |
| Date | 08-Apr-2016 | | 01-Dec-2016 | 29-Dec-2017 |

▶ IR Indicator 2.1: Identification and adoption of a predictability process for issuance of business regulations following an inclusive public-private dialogue and a measurement system (including baseli (Yes/No, Custom)

| | Baseline | Actual (Previous) | Actual (Current) | End Target |
|-------|-------------|-------------------|------------------|-------------|
| Value | N | | N | Υ |
| Date | 08-Apr-2016 | | 01-Dec-2016 | 29-Dec-2017 |

▶ IR Indicator 2.2: Share of business regulations mandatory to the private sector issued following the adopted predictability process (Percentage, Custom)

| | Baseline | Actual (Previous) | Actual (Current) | End Target |
|-------|-------------|-------------------|------------------|-------------|
| Value | 0.00 | | 0.00 | 70.00 |
| Date | 08-Apr-2016 | | 01-Dec-2016 | 31-Dec-2020 |

▶ IR Indicator 2.3: Number of officially established household enterprises (Number, Custom)

| | Baseline | Actual (Previous) | Actual (Current) | End Target |
|-------|-------------|-------------------|------------------|-------------|
| Value | 50.00 | | 50.00 | 1,000.00 |
| Date | 08-Apr-2016 | | 01-Dec-2016 | 31-Dec-2019 |

■ of which 100 Syrian owned home based businesses (Number, Custom Breakdown)

| | Baseline | Actual (Previous) | Actual (Current) | End Target |
|-------|-------------|-------------------|------------------|-------------|
| Value | 0.00 | | 0.00 | 100.00 |
| Date | 08-Apr-2016 | | 01-Dec-2016 | 31-Dec-2019 |
| | | | | |



| ⊳ of which 100 women owned home based businesses (Number, Custom Breakdown) | | | | | |
|---|-------------|-------------------|------------------|-------------|--|
| | Baseline | Actual (Previous) | Actual (Current) | End Target | |
| Value | 0.00 | | 0.00 | 100.00 | |
| Date | 08-Apr-2016 | | 01-Dec-2016 | 31-Dec-2019 | |
| | | | | | |

▶ IR Indicator 2.4: Identification of one key business regulatory reform following an inclusive public-private dialogue and a measurement system (including baseline identification) (Yes/No, Custom)

| | Baseline | Actual (Previous) | Actual (Current) | End Target |
|-------|-------------|-------------------|------------------|-------------|
| Value | N | | N | Υ |
| Date | 08-Apr-2016 | | 01-Dec-2016 | 31-Dec-2018 |

▶ IR Indicator 2.5: Reduction of regulatory burden for the private sector following the implementation of the business regulatory reform (Percentage, Custom)

| | Baseline | Actual (Previous) | Actual (Current) | End Target |
|-------|-------------|-------------------|------------------|-------------|
| Value | 0.00 | | 0.00 | 30.00 |
| Date | 08-Apr-2016 | | 01-Dec-2016 | 31-Dec-2020 |

▶ IR Indicator 2.6: Increase in the number of enterprises in the Customs Golden List (Number, Custom)

| | Baseline | Actual (Previous) | Actual (Current) | End Target |
|-------|-------------|-------------------|------------------|-------------|
| Value | 0.00 | | 0.00 | 300.00 |
| Date | 08-Apr-2016 | | 01-Dec-2016 | 31-Dec-2020 |

▶ IR Indicator 3.1 Number of investments benefitting from investment facilitation by the JIC (Number, Custom)

| | Baseline | Actual (Previous) | Actual (Current) | End Target |
|-------|-------------|-------------------|------------------|-------------|
| Value | 0.00 | | 0.00 | 530.00 |
| Date | 08-Apr-2016 | | 01-Dec-2016 | 31-Dec-2020 |

Overall Comments