

 Early Warning System

ADB-48402-001

National Motorway M-4 Gojra-Shorkot Section Project



## Quick Facts

<b>Countries</b>	Pakistan
<b>Financial Institutions</b>	Asian Development Bank (ADB)
<b>Status</b>	Active
<b>Bank Risk Rating</b>	A
<b>Voting Date</b>	2015-09-30
<b>Sectors</b>	Transport
<b>Investment Type(s)</b>	Grant
<b>Investment Amount (USD)</b>	\$ 178.00 million



## Project Description

### DESCRIPTION

The proposed project will construct a 62-kilometer (km) four-lane, access-controlled motorway connecting Gojra and Shorkot in Punjab Province, and improve the institutional capacity of the National Highway Authority (NHA), particularly for managing safeguards and contracts. The project will facilitate north south connectivity, improve quality and efficiency of road transport services, and promote inclusive economic growth.

### PROJECT RATIONALE AND LINKAGE TO COUNTRY/REGIONAL STRATEGY

In Pakistan, the transport sector contributes about 10% to the gross domestic product (GDP). It is estimated that 2.3 million people (about 6% of the total employed labor force of Pakistan) earn their livelihoods from this sector. Road transport dominates Pakistan's transport system, accounting for almost 96% of freight traffic in ton-kilometers and 92% of passenger traffic in passenger-kilometers. Much of the country's 12,500 km national highway network was built before the 1950s. About 75% of it consists of two-lane undivided roads of 6.7 meters (m) in width. With a growing economy fueled mainly by growth in manufacturing and a relatively high population growth, traffic demand is on the rise. However, slow-moving trucks and nonmotorized traffic, poor road conditions, and frequent truck overloading are impeding the efficiency and safety of road transport. To reduce the traffic load on the heavily used national highways, the government began in the 1990s to build high-speed, fully access-controlled national motorways with four or more lanes. To date, around 900 km of the planned 2,800 km are operational.

Pakistan's domestic investment and trade flows concentrate on one major north south transport corridor, which connects the key centers of economic activity. Comprising national highways and motorways with a total length of about 1,800 km, the corridor runs from the port city of Karachi in the south, passes through primary production and population centers such as Khanewal, Multan, Muzaffargarh, Lahore, Faisalabad, Islamabad, and Peshawar, before reaching Torkham, on the northern border with Afghanistan. The economy of the area served by the corridor accounts for 80%–85% of Pakistan's GDP. As a result of Pakistan's accession to the Central Asia Regional Economic Cooperation (CAREC) Program in 2010, this transport corridor now forms an integral part of the CAREC corridors 5 and 6, opening a vital trading link between landlocked Central Asian nations and the country's warm-water ports of Gwadar, Karachi, and Port Qasim on the Arabian Sea.

The motorway M-4, connecting Faisalabad with Multan, will be a part of the north south transport corridor. Its area of influence, which includes Faisalabad, Multan, and the entire Punjab Province, accounts for about 56% of the country's population and for 59% of the country's GDP. The M-4 will extend the already completed M-1, M-2, and M-3 motorways southward and shorten the distance between Multan and the twin cities of Islamabad and Rawalpindi in the north. The Faisalabad Gojra section (58 km) of the M-4 was completed in 2014 under Asian Development Bank (ADB) financing, and the Khanewal Multan section (57 km) will be completed in 2015 under financing from the Islamic Development Bank.

The proposed project will finance the construction of the 62 km Gojra Shorkot section. Achievement of its full benefits will depend on the completion of the remaining 64 km Shorkot Khanewal section, which is currently anticipated to be financed through additional financing of the project in 2016. Upon completion, the new M-4 will provide a four-lane, access-controlled alternative to the existing narrow and congested routes, notably in the heavily trafficked Faisalabad and Khanewal Multan Muzaffargarh areas.

The national highway N-5 is part of the north south transport corridor, and Pakistan's longest and most important highway. Its section between Lahore and Multan is a four-lane road through highly urbanized areas carrying an average daily traffic volume of 20,000 vehicles. Currently, the majority of long-distance traffic from Karachi to Islamabad and onward leaves the N-5 after Multan to use the local road network before reaching the M-2. These two-lane roads are unsafe, having at-grade access points from local dwellings and businesses throughout. The completed M-4 will attract most of this long distance traffic and also



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## Investment Description

- Asian Development Bank (ADB)

Grant 0440-PAK: National Motorway M-4 Gojra Shorkot Section Project  
Department for International Development US\$ 92.00 million

Loan 3300-PAK: National Motorway M-4 Gojra Shorkot Section Project  
Ordinary capital resources US\$ 178.00 million



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## Contact Information

### ACCOUNTABILITY MECHANISM OF ADB

The Accountability Mechanism is an independent complaint mechanism and fact-finding body for people who believe they are likely to be, or have been, adversely affected by an Asian Development Bank-financed project. If you submit a complaint to the Accountability Mechanism, they may investigate to assess whether the Asian Development Bank is following its own policies and procedures for preventing harm to people or the environment. You can learn more about the Accountability Mechanism and how to file a complaint at: <http://www.adb.org/site/accountability-mechanism/main>

### CONTACTS

Responsible ADB Officer Naqvi, Zaigham Ali Akbar  
Responsible ADB Department Central and West Asia Department  
Responsible ADB Division Pakistan Resident Mission  
Executing Agencies  
National Highway Authority  
Room No. 110, 1st Floor,  
NC Building, Sector G-9/1  
Islamabad, Pakistan



## Bank Documents

- Grant Agreement (Externally Financed) for Grant 0440-PAK: National Motorway M-4 Gojra-Shorkot Section [Original Source]
- Grant Agreement (Externally Financed) for Grant 0482-PAK: National Motorway M-4 Gojra-Shorkot-Khanewal [Original Source]
- Loan Agreement (Ordinary Operations) for Loan 3300-PAK: National Motorway M-4 Gojra-Shorkot Section [Original Source]
- Loan Agreement (Ordinary Operations) for Loan 3395-PAK: National Motorway M-4 Gojra-Shorkot-Khanewal [Original Source]
- National Motorway M-4 Gojra-Shorkot Section Project - Additional Financing: Section III Shorkot-Khanewal [Original Source]
- National Motorway M-4 Gojra-Shorkot Section Project - Additional Financing: Section III Shorkot-Khanewal [Original Source]
- National Motorway M-4 Gojra-Shorkot Section Project - Additional Financing: Section III Shorkot-Khanewal [Original Source]
- National Motorway M-4 Gojra-Shorkot Section Project: Faisalabad-Khanewal Motorway - Environmental Impact Assessment [Original Source]
- National Motorway M-4 Gojra-Shorkot Section Project: Faisalabad-Khanewal Motorway - Environmental Impact Assessment [Original Source]
- National Motorway M-4 Gojra-Shorkot Section Project: Faisalabad-Khanewal Motorway - Updated Environmental Impact Assessment [Original Source]
- National Motorway M-4 Gojra-Shorkot Section Project: Initial Poverty and Social Analysis [Original Source]
- National Motorway M-4 Gojra-Shorkot Section Project: Procurement Plan [Original Source]
- National Motorway M-4 Gojra-Shorkot Section Project: Project Administration Manual [Original Source]
- National Motorway M-4 Gojra-Shorkot Section Project: Project Data Sheet (Urdu Translation) [Original Source]
- National Motorway M-4 Gojra-Shorkot Section Project: Report and Recommendation of the President [Original Source]
- National Motorway M-4 Gojra-Shorkot Section Project: Section II Gojra-Shorkot (62 km) Resettlement Plan [Original Source]
- National Motorway M-4 Gojra-Shorkot- Khanewal Section Project - Additional Financing: Procurement Plan [Original Source]
- National Motorway M-4 Gojra-Shorkot- Khanewal Section Project - Additional Financing: Project Administration Manual [Original Source]
- National Motorway M-4 Gojra-Shorkot- Khanewal Section Project - Additional Financing: Report and Recommendation of the President [Original Source]
- National Motorway M-4 Gojra-Shorkot Section Project: Audited Project Financial Statements (July 2015 - June 2016) [Original Source]
- National Motorway M-4 Gojra-Shorkot Section Project: Due Diligence Report on Resettlement [Original Source]
- National Motorway M-4 Gojra-Shorkot Section Project: External Resettlement Monitoring Report [Original Source]
- National Motorway M-4 Gojra-Shorkot Section Project: Faisalabad-Khanewal Motorway [Original Source]
- National Motorway M-4 Gojra-Shorkot Section Project: Internal Resettlement Monitoring Report [Original Source]
- National Motorway M-4 Gojra-Shorkot Section Project: Internal Resettlement Monitoring Report (December 2015) [Original Source]
- National Motorway M-4 Gojra-Shorkot Section Project: Internal Resettlement Monitoring Report (March 2016) [Original Source]
- National Motorway M-4 Gojra-Shorkot Section Project: Package 2A Gojra to Jamani Environmental Monitoring Report [Original Source]
- National Motorway M-4 Gojra-Shorkot Section Project: Package 2B Jamani to Shorkot Environmental Monitoring Report [Original Source]
- National Motorway M-4 Gojra-Shorkot- Khanewal Section Project - Additional Financing: Environmental Impact Assessment [Original Source]



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**Other Related Projects**

- ADB-48402-002 National Motorway M-4 Gojra-Shorkot-Khanewal Section Project - Additional Financing
- AIIB-00001 National Motorway M-4 (Shorkot-Khanewal Section) Project