

SBF Project Implementation Monitoring Report

Oman: Duqm Port Commercial Terminal and Operational Zone Development Project

1. Project Information

Project ID:	000013	Investment Number:	L0013A
Member:	Oman	Region:	Western asia
Sector:	Transport	Sub-sector:	Ports/Waterways(non-urban)
AIB Financing Type:	Loan: 265 USD million	Co-financier(s):	Stand-alone
E&S category:	B	Borrower:	Special Economic Zone Authority of Duqm
Red Flags Assigned:	0	Monitoring Regime:	Regular Monitoring
Implementing Agency:	Special Economic Zone Authority of Duqm		
Project Team Leader:	Edwin Hin Lung Yuen		
Project Team Members:	Giacomo Ottolini, Procurement Consultant Yi Geng, Senior FM Specialist Somnath Basu, Principal Environment and Social Development Specialist Chongwu Sun, Senior Environment Consultant		
Completed Site Visits by AIB:	May, 2017 Oct, 2017 Mar, 2018 Dec, 2018 Mar, 2019		
Planned Site Visits by AIB:	The original planned visit of July 2020 was delayed due to Covid-19.		

2. Project Summary and Objectives

The objective of the Project is to help Duqm Port capture its full economic potential through improved transport efficiency, strengthened logistics services, facilitated mineral exports, and reduced supply chain delivery time and costs for the wide spectrum of industries in the new Duqm Special Economic Zone and its broader port hinterland. The project investment will mainly include the civil works for the construction of port related infrastructure including port access roads, cargo storage, terminal buildings, and operational zone's facilities buildings. Total Project cost is USD 353.3 million with USD 265.0m (AIB) and USD 88.3m (SEZAD)

As a result, the project is likely to benefit the related enterprises and commercial sector.

3. Key Dates

Approval:	Dec. 8, 2016	Signing:	Jan. 16, 2017
Effective:	Feb. 24, 2017	Restructured (if any):	
Orig. Closing:	Jun. 30, 2021	Rev. Closing (if any):	

4. Disbursement Summary (million)

Currency:	USD		
a) Committed:	265	b) Cancellation (if any):	
c) Disbursed:	208.847	d) Most recent disbursement: (amount / date)	6.436, Apr. 5, 2021
e) Undisbursed:	56.153	f) Disbursement Ratio(%) ¹ :	78.8

¹ Disbursement Ratio is defined as the volume (i.e. the dollar amount) of total disbursed amount as a percentage of the net committed volume, i.e., $f = c / (a - b)$

5. Project Implementation Update

Construction is progressing well with around 99.28% of work completed.

- Phase 1: completion was achieved on 10 Mar 2020.

- Phase 2: SEZAD is awaiting the Engineer's report to formalise the cost the second Extension of Time (EOT-2) claims.

Components	Physical Progress	Environmental & Social Compliance	Procurement
Component 1: Port related infrastructure completed at the terminals on the Commercial Quay (US\$244.74)	Physical Progress: Approx. 99.28% (as of Sep 2020)	Full compliance with Environmental & Social Safeguards •Construction Environmental Management Plan (CEMP) in place and disclosed on SEZAD and AIIB websites Daily HSE site visits and Monthly HSE Audits are being carried out.	No issues
Component 2: Construction Supervision (100% funded through counterpart funds)	Consultants were recruited prior to loan approval	N/A	No issue
Component 3: Project Management (100% funded through counterpart funds)	Full Project Management Team on board	N/A	No issue

Financial Management:

We have received and reviewed the financial report ending June 2020 with minor feedback to SEZAD.

6. Status of the Grievance Redress Mechanism (GRM)

GRM mechanism is operational at: <https://duqm.gov.om/sezad/community/grievance-redress-mechanism-sgrm>

We have not received any grievance or complaints cases so far.

7. Results Monitoring

Data will start to be collected from the end of this year.

Baseline Year: Aug. 12, 2016 End Target Year: Dec. 31, 2030

Project Objective Indicators #1

Annual gross revenues with the Project (USD million)

Year	Target	Actual	Others, if any
Aug. 12, 2016	1.82	1.82	Baseline

Project Objective Indicators #2

Annual gross revenues with the Project (USD million)

Year	Target	Actual	Others, if any
Dec. 31, 2020	1.82	N/A	

Project Objective Indicators #3

Annual gross revenues with the Project (USD million)

Year	Target	Actual	Others, if any
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Dec. 31, 2021	100	N/A	
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Project Objective Indicators #4

Annual gross revenues with the Project (USD million)

Year	Target	Actual	Others, if any
Dec. 31, 2025	290	N/A	

Project Objective Indicators #5

Annual gross revenues with the Project (USD million)

Year	Target	Actual	Others, if any
Dec. 31, 2030	360	N/A	

Intermediate Result Indicators #1

Total dry bulk mineral annual exports (millions Ton)

Year	Target	Actual	Others, if any
Aug. 12, 2016	5.5	5.5	Baseline

Intermediate Result Indicators #2

Total dry bulk mineral annual exports (millions Ton)

Year	Target	Actual	Others, if any
Dec. 31, 2020	5.5	N/A	

Intermediate Result Indicators #3

Total dry bulk mineral annual exports (millions Ton)

Year	Target	Actual	Others, if any
Dec. 31, 2021	6.6	N/A	

Intermediate Result Indicators #4

Total dry bulk mineral annual exports (millions Ton)

Year	Target	Actual	Others, if any
Dec. 31, 2025	11.8	N/A	

Intermediate Result Indicators #5

Total dry bulk mineral annual exports (millions Ton)

Year	Target	Actual	Others, if any
Dec. 31, 2030	19.7	N/A	

Intermediate Result Indicators #6

Cargo consignment dwell time in port: (a) 93% of annual cargo throughput

Year	Target	Actual	Others, if any
Dec. 31, 2021	<5 days	N/A	

Intermediate Result Indicators #7

Cargo consignment dwell time in port: (a) 93% of annual cargo throughput

Year	Target	Actual	Others, if any
Dec. 31, 2025	<5 days	N/A	

Intermediate Result Indicators #8

Cargo consignment dwell time in port: (a) 93% of annual cargo throughput

Year	Target	Actual	Others, if any
Dec. 31, 2030	<5 days	N/A	

Intermediate Result Indicators #9

Cargo consignment dwell time in port: (b) 6% of annual cargo throughput

Year	Target	Actual	Others, if any
Dec. 31, 2021	<= 9days	N/A	

Intermediate Result Indicators #10

Cargo consignment dwell time in port: (b) 6% of annual cargo throughput

Year	Target	Actual	Others, if any
Dec. 31, 2025	<= 9days	N/A	

Intermediate Result Indicators #11

Cargo consignment dwell time in port: (b) 6% of annual cargo throughput

Year	Target	Actual	Others, if any
Dec. 31, 2030	<= 9days	N/A	

Intermediate Result Indicators #12

Cargo consignment dwell time in port: (c) 1% of annual cargo throughput

Year	Target	Actual	Others, if any
Dec. 31, 2021	>10 days	N/A	

Intermediate Result Indicators #13

Cargo consignment dwell time in port: (c) 1% of annual cargo throughput

Year	Target	Actual	Others, if any
Dec. 31, 2025	>10 days	N/A	

Intermediate Result Indicators #14

Cargo consignment dwell time in port: (c) 1% of annual cargo throughput

Year	Target	Actual	Others, if any
Dec. 31, 2030	>10 days	N/A	

Remarks: N/A