

Annual Report 2016 - 2017



الصندوق الكويتي للتغذية
Kuwait Fund



• **H.H Sheikh Sabah Al-Ahmad Al-Jaber Al-Sabah** •
• Amir of the State of Kuwait •



• **H.H Sheikh Nawaf Al-Ahmad Al-Jaber Al-Sabah** •
• **Crown Prince of the State of Kuwait** •



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H.H Sheikh Jaber Al-Mubarak Al-Hamad Al-Sabah
Prime Minister
•—————•



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Kuwait Fund Board of Directors

H.E Sheikh Sabah Khalid Al-Hamad Al-Sabah
First Deputy Prime Minister
Minister of Foreign Affairs
Chairman of the Board of Directors

Members of the Board

Khalid Sulaiman Al-Jarallah

Mr. Farouk Ali Bastaki

Mr. Fahad Abdualla Al-Khuzam

Mr. Faisal Abdul Aziz Al-Zamil

Mr. Faisal Mohammad Bu- Khadour

Dr. Abdul Redha Ali Redha Asiri

Mustafa Jassim Al-Shamali

Dr. Rashed Shbeeb Al-Ajmi

Deputy Foreign Minister

Member of the Board of Directors

Member of the Board of Directors

Member of the Board of Directors

Member of the Board of Directors

Member of the Board of Directors

Member of the Board of Directors

Member of the Board of Directors

Foreword

It is my great pleasure to present the Fifty Fifth Annual Report on the development operations of the Kuwait Fund for Arab Economic Development for the fiscal year 2016- 2017 ending March 31, 2017.

As in previous years, the Fund has pursued its activities throughout the year with the primary objective of assisting developing nations in their efforts to achieve their development goals and further improve the standard of living of their people and societies.



The Fund was able to conclude and sign 26 loan agreements in the amount of about KD 292 million, 4 of which were with Arab countries, 10 with African countries, 3 with East, South Asian, and Pacific countries, 3 with Latin American and Caribbean countries and one Central Asian and European Country. Thus, the number of countries benefiting from the Fund's loans reached 106.

In addition to loans granted, the Fund also provided this year grants and technical assistance with a value of about KD 34.5 million to finance various activities, of which about KD 31 million as a contribution to support plans that respond to the Syrian refugees crisis in hosting countries within the framework of the declared commitment of the Government of the State of Kuwait and about KD 0.6 million for the completion of His Highness Sheikh Sabah Al Ahmad Al Jaber Al Sabah Health- Science Compound in Al Quds University in Palestine. Grants and technical assistance also covered other activities including feasibility studies for development projects benefiting nine developing countries and one institution. Since its establishment, the number of countries that have benefited from the Fund's loans, grants and technical assistance programs reached 106 countries. Moreover, the Fund continued to support the development activities of some regional and international development institutions during the fiscal year 2016-2017 through contributions to their financial resources with a disbursed amount of KD 9.5 million.

It is worth noting that the Fund continued to supervise the implementation of projects funded by the State of Kuwait Grants within the framework of the Gulf Cooperation Council (GCC) countries program to support development operations in Kingdom Bahrain, Sultanate of Oman, Hashemite Kingdom of Jordan and The Kingdom of Morocco. The Fund further continued the implementation of the initiative announced by His Highness the Amir of the State of Kuwait – during the Third Arab-African Summit held in Kuwait in November 2013, directing the Fund to provide concessional loans in the amount of one billion US dollars to finance development projects in African countries over five years.

Moreover, the Fund continued its collaboration with its partners in development in an atmosphere of mutual respect and friendly relations providing them with advice on how best to achieve their development goals and serve our national objectives, while promoting the role of Kuwait in the international community.

Sabah Khalid Al-Hamad Al-Sabah
First Deputy Prime Minister
Minister of Foreign Affairs
Chairman of Board of Directors, Kuwait Fund
for Arab Economic Development

Administration of Kuwait Fund



Abdulwahab Ahmad Al- Bader
Director General



Hisham Ibrahim Al- Waqayan
Deputy Director General



Hamad Sulaiman Al- Omar
Deputy Director General



Ghanem Suliman Al- Ghenaiman
Deputy Director General

Profile

Establishment	December 31. 1961
Purpose	To assist Arab and other developing countries in developing their economies particularly by providing them with loans required for the implementation of their development programs.
Eligible Project	Projects which have direct development impact and high priority rating in the development programs of the countries.
Technical Assistance Grants	Provided to finance pre-investment feasibility studies aiming at exploring the opportunities for the build-up of productive capacities and for technical and economic advisory services.

	KD Million (as of 31/03/2017)
Authorized and Paid up Capital	2,000
Total Assets	5,253
Total Reserves	3,196
Loan Commitments	5,861
Disbursement of Loans	4,537
Repayment of Loans	2,736
Amount of Technical Assistance Grants	260
Kuwait Government Grants	1,870
Contributions To Development Institutions (Amounts Disbursed)	390
Public Authority of Housing Welfare (Paid up)	293
Number of loans	935
Number of beneficiary countries (Loans)	106
Number of Technical Assistance Grants	276
Number of Kuwait Government Grants	79
Number of beneficiary countries & institutions (Kuwait Gov. Grants)	44



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Highlights of Kuwait Fund Activities

HIGHLIGHTS

Kuwait Fund Activities During the Year 2016/2017

Kuwait Fund continued its development activities during the current fiscal year 2016/2017, which included the extension of concessional loans to finance development projects. The proposed projects were appraised technically, financially, economically and legally to ascertain their developmental impact on the economies of the recipient countries. The Fund also continued to provide necessary technical assistance required to finance the preparation of feasibility studies for projects and to improve administrative and technical capabilities of the beneficiary countries. In addition, the Fund followed up on its projects under implementation and provided advice and consultation to recipient countries to assist them in the realization of the objectives of these projects. Moreover, the Fund contributed to the financial resources of development institutions to support their activities in developing countries.

The number of projects financed by the Fund during the current fiscal year reached 26 projects with a total loan commitment of about KD 292 million covering, transport, energy, water and sewerage and agriculture, in addition to social and other sectors. The recipient countries included 4 Arab countries, 10 African countries, 3 East, South Asian and Pacific countries, 3 Latin American and Caribbean countries, and one central Asian and European country. The share of Arab countries of total commitments reached 53.66%, African countries 25.86%, East, South Asian and Pacific countries 11.99%, Latin American and Caribbean countries 5.75% and central Asian and European countries 2.74%.

As to the sectoral distribution of these loans, Water and Sewerage sector ranked first with 47.50%, followed by the Transport sector 34.93%, then the social sector 7.53%, then the Energy sector with 6.61%, the Agriculture sector 2.05% and the Development Banks Sector 1.37%.

The terms of loans extended by the Fund during the current fiscal year included a maturity, which ranged between 20 to 27 years, a grace period of 2 to 7 years, and an interest rate (inclusive of 0.5% service charge) ranged between 1% and 2.5% annually. The grant element implied in these terms ranged from 44.85% to 61.75% of the value of each loan.

In addition, the Fund extended during the current fiscal year 2016/ 2017 technical assistance and grants with a total value of about KD 34.5 million benefiting 9 Countries and one institution.

Moreover, the Fund continued its administration of the grants extended by the State of Kuwait to developing countries and institutions in addition to its cooperation with several national, regional and international development institutions with the objective of coordinating efforts and participating in the financing of projects.

Overview of Fund's Activities

With the closing of the current fiscal year 2016/ 2017, the total number of loans extended by the Fund, since its establishment stood at 935 loans, with a total value of about KD 5,861 million. The total amount withdrawn on account of loans for expenditure on projects implementation amounted to KD 4,537 million. The total amount repaid from these loans reached KD 2,736 million. The total number of countries benefiting from these loans reached 106 countries including 16 Arab countries, 42 African countries, 19 East, South Asian and Pacific Countries, 17 Central Asian and European countries, and 12 Latin American and Caribbean countries. The shares of country groups from these loans were 55.63% for Arab countries, 17.95% for African countries, 17.51% for East, South Asian and Pacific Countries, 5.77% for Central Asian and European countries, and 3.14 % for Latin American and Caribbean countries.

As to the sectoral distribution of the total loans committed, the Transport Sector ranks first 33.92%, followed by the Energy Sector 26.15%, Water and Sewerage Sector 12.95%, Agriculture Sector 10.34%, Industrial sector 6.28%, Social Sector 6.07%, Development Banks Sector 2.4%, Communications sector 1.73% and then other sectors 0.16%.

As regards the terms of the total loans extended up to the end of the fiscal year 2016/2017 under review, the average loan period reached 22 years, the grace period averaged 4 years, and the interest rate (including service charge) averaged 3.2% annually. The average grant element implied in these terms reached 45.13% of the value of each loan.

By the end of March 2017, the number of technical assistance grants extended by the Fund reached 276 with cumulative value of about KD 260 million. The beneficiary countries include Arab countries with a share of 76.69%, East, South Asian and Pacific countries 4.93%, African countries with a share of 4.09%, Central Asian and European countries with a share of 3.10%, Latin American and Caribbean countries with a share of 0.75% and institutions with a share of 10.44%.

The total amount committed by the Fund as contributions to the resources of development institutions totaled KD 470.6 million distributed among the Arab Fund for Economic and Social Development (KD 169.7 million), the Arab Bank for Economic Development in Africa (KD 14.6 million), the African Development Fund (KD 77.8 million), the Inter- Arab Investment Guarantee Corporation (KD 2 million), the African Development Bank (KD 40.4 million), the International Development Association (KD 125.9 million), the International Fund for Agricultural Development (IFAD) (KD 25.5 million), and the Gulf Program for Development (AGFUND) (KD 14.70 million). The amount paid up from these commitments reached KD 390 million.

The number of assistance grants extended by the State of Kuwait to developing countries and institutions and supervised by the Fund reached 79 with a total value of KD 1,870 million.



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Loan Commitments

Geographical and Sectoral Distribution of Fund Loans 2016 - 2017

(Million Kuwaiti Dinars)

SECTORS								
Countries	Transport	Agriculture	Energy	Water & sewerage	Social	Dev Banks	Total	Percentage (%)
Arab Countries	(1)			(6)			(7)	53.66 %
	23.000			133.700			156.700	
Central Asian and European Countries	(1)						(1)	2.74 %
	8.000						8.000	
Central. South and East African Countries	(1)	(1)	(1)				(3)	8.39 %
	15.000	6.000	3.500				24.500	
East South Asian and the Pacific Countries	(2)			(1)			(3)	11.99 %
	30.000			5.000			35.000	
Latin American and Caribbean countries	(2)		(1)				(3)	5.75 %
	8.000		8.800				16.800	
West African Countries	(3)		(1)		(4)	(1)	(9)	17.47%
	18.000		7.000		22.000	4.000	51.000	
Total	(10)	(1)	(3)	(7)	(4)	(1)	(26)	100%
	102.000	6.000	19.300	138.700	22.000	4.000	292.000	
Percentage (%)	34.93 %	2.05%	6.61%	47.50%	7.53%	1.37%	100%	

Figures in parentheses refer to number of loans

Republic of Djibouti

Tadjoura – Balho Road Project (Sheikh Sabah Al Ahmad Road)



Borrower	:	Republic of Djibouti
Loan Amount	:	KD 23 million
Interest Rate	:	2 % pa.
Loan Period	:	23 years
Grace Period	:	4 years
Loan Repayment	:	38 Semi – Annual Installments
Grant Element	:	54.25%

Objectives of the Project:

The Project aims at enhancing economic and social development in the northern region of Djibouti through improving its connection with the commercial center in the capital and with areas where medical and educational services are provided. The Project also aims at meeting the demand on transit traffic between Djibouti and the northern part of Ethiopia, which will contribute to fostering intra-regional trade within the two countries.

Components of the Project:

The Project comprises of the necessary civil works to construct an asphalted road with a total length of about 112 km and a width of about 9 m. The road follows in the path of the existing mountainous road with trimming of the curves and reducing its slopes. The Project also includes providing drainage structures, protection and safety facilities for the road as well as flood protection facilities, the construction of two stations to measure the weights, collection of fees in addition to environmental protection work and consultancy services for supervision of the construction works.

Cost of the Project:

The estimated total project cost is currently about 29.914 billion Djiboutian Franc equivalent to about 51.048 million Kuwaiti Dinars, include reserves and interest during construction, of which 43.019 million Kuwait Dinars is in foreign currency which represents about 84.3% of the total cost of the project. The total amount of the three loans offered by Kuwait Fund estimated about 46 million Kuwaiti Dinars, representing 90% of the total cost.

Arab Republic of Egypt

The construction of five desalination plants project in the governorate of South Sinai



Borrower	:	Arab Republic of Egypt
Loan Amount	:	KD 29 million
Interest Rate	:	2 % pa.
Loan Period	:	25 years
Grace Period	:	5 years
Loan Repayment	:	40 Semi – Annual Installments
Grant Element	:	57.3%

Objectives of the Project:

The Project aims at meeting the demand for potable water in some towns in the Governorate of South Sinai and in existing residential settlements and other settlements to be established near these towns within the framework of the Program of the Government of Egypt for the Development of the Sinai Peninsula.

Components of the Project:

The Project consists of the Construction of five plants for the desalination of water from the Red Sea in Southern Sinai and other related works. One of the plants, which is to be located in the town of El Tor, will have a production capacity of 20,000 cubic meters per day, while the other plants to be located in Ras Sidr, Abu Zenima, Dahab and Nuwaiba, will each have a production capacity of 10,000 cubic meters per day. The Project encompasses the necessary works for supplying the desalination plants with electricity and the installation of pipelines with a total length of about 42 Km. and diameters ranging between 500 and 800 millimeters for transmission of the desalinated water to storage tanks in the aforementioned towns as well as pipelines with a total length of about 183 Km and diameters ranging between 200 and 500 millimeters for transmission of water from those tanks to the residential settlements near the aforesaid towns. In addition, the Project includes the construction of 8 pumping stations and the necessary networks for distribution of water inside the residential settlements. The Project is expected to be completed by the end of 2019.

Cost of the Project:

The total cost of the Project is estimated at about Egyptian Pounds 1 Billion, equivalent to about Kuwaiti Dinars 33.56 Million, and of which about Egyptian Pounds 881 Million, equivalent to about Kuwaiti Dinars 29.45 Million will be in foreign exchange, representing about 88% of the total cost of the Project. The Fund's Loan will cover about 98.47% of the foreign exchange costs of the Project (equivalent to about 86.4% of the total costs of the Project).

Arab Republic of Egypt



Construction of a Sea Water Desalination Plant Project for Eastern Port Said City

Borrower	:	Arab Republic of Egypt
Loan Amount	:	KD 35 million
Interest Rate	:	2 % pa.
Loan Period	:	25 years
Grace Period	:	5 years
Loan Repayment	:	40 Semi – Annual Installments
Grant Element	:	57.3%

Objectives of the Project:

The desalination Project aims at meeting the expected demand for potable water, whether for drinking or commercial and industrial uses, in the new Eastern Port Said City which is currently under construction.

Components of the Project:

The Project involves the construction of a sea water desalination plant with a production capacity of 150,000 cubic meters per day, using the technology of reverse osmosis, together with structures for the intake of sea water and disposal of used water designed for a plant of a capacity of 250,000 cubic meters per day to take account of future expansion in the production capacity of the desalination plant. The Project includes all civil works required for the desalination plant and the construction of the networks for transmission and distribution of water, with a total length of about 700 kilometers, as well as the storage tanks required for the said networks, fittings, measurement and control equipment, all electrical and mechanical works required for the operation of the desalination plant . The Project is expected to be completed by the end of 2019.

Cost of the Project:

The total cost of the Project is estimated, according to prevailing conditions at the end of July 2016, at about Egyptian Pounds 2871 Million, equivalent at the time to about Kuwaiti Dinars 95 Million, and of which about Egyptian Pounds 1708 Million, equivalent to about Kuwaiti Dinars 57 Million, will be in foreign exchange, representing about 60 of the total cost of the Project. The Fund's Loan will cover about 61% of the foreign exchange costs of the Project (equivalent to about 37% of the total costs of the Project).

Arab Republic of Egypt

Construction of a Sea Water Desalination Plant Project for Eastern Port Said City (second loan)



Borrower	:	Arab Republic of Egypt
Loan Amount	:	KD 18.5 million
Interest Rate	:	2 % pa.
Loan Period	:	25 years
Grace Period	:	5 years
Loan Repayment	:	40 Semi – Annual Installments
Grant Element	:	57.3%

Objectives of the Project:

The Project aims at meeting the expected demand for potable water, whether for drinking or commercial and industrial uses, in the new Eastern Port Said City which is currently under construction.

Components of the Project:

The Project involves the construction of a sea water desalination plant with a production capacity of 150,000 cubic meters per day, using the technology of reverse osmosis, together with structures for the intake of sea water and disposal of used water designed for a plant of a capacity of 250,000 cubic meters per day to take account of future expansion in the production capacity of the desalination plant.

The Project includes all civil works required for the desalination plant and the construction of the networks for transmission and distribution of water, with a total length of about 700 kilometers, as well as the storage tanks required for the said networks, fittings, measurement and control equipment, all electrical and mechanical works required for the operation of the desalination plant. The Project is expected to be completed by the end of 2019

Cost of the Project:

The total cost of the Project is 6.0 Million Kuwaiti Dinars, which represents the Kuwait Fund's Loan, whereby the Kuwait Fund's Loan shall cover 100% of the cost of the Project (the Kuwait Fund's Loan in addition to financing part of the costs of implementing the Project in foreign currency, shall also finance part of the costs of implementing the Project in local currency).

Republic of Lebanon



Sewage Systems Project in Sarafand Area

Borrower	:	Republic of Lebanon
Loan Amount	:	KD 18 million
Interest Rate	:	2.5 % pa.
Loan Period	:	25 years
Grace Period	:	5 years
Loan Repayment	:	40 Semi – Annual Installments
Grant Element	:	53.61%

Objectives of the Project:

The project aims at protecting the environment in Sarafand area from pollution, due to sewage and its negative effects by the construction of an integrated sewage system to collect and transfer sewage, treatment and discharge of treated water into the sea. This will lead to the reduction of pollution levels in the area, the protection of public health and the preservation of groundwater quality, which will contribute to supporting economic and social development in the project area.

Components of the Project:

The project mainly consists of civil and electromechanical works necessary to lay main and secondary sewer lines, house connections, pumping stations and a wastewater treatment plant in addition to the discharge line to the sea. Furthermore, the Project includes consulting services for the design review, as well as, engineering consultancy services for the preparation of the environmental studies and of works supervision. The project includes the following key elements:

1. Supply and laying down of about 368 km of main conveying lines and secondary networks flowing by gravity of diameters ranging from 200 mm to 1200 mm, and rehabilitation of existing networks and laying of house connections.
2. Supply and laying down of about 11 km of main conveying lines by pumping with various diameters.
3. Construction of five pumping stations including pumps and accessories with different capacities, and
4. Design and construction of wastewater treatment plant (biological treatment using activated sludge) including supply, installation and operation of electromechanical equipment with a maximum capacity of about 86,500 cubic meters per day.
5. Supply and laying down of a discharge line to the sea with a total length of about 2,000 meters.
6. Consultancy services including preparation of environmental studies, design review and supervision of works.
7. Land acquisition required to build the project components.

It is expected that the completion of the project construction will be late 2020.

Cost of the Project:

The total cost of the project is about KD 24 million (equivalent to about US\$ 82 million), of which KD 16.6 million (equivalent to about US\$ 56 million) is in foreign currency.

Republic of Lebanon



Potable and Irrigation Water Supply Project in Bcharre District

Borrower	:	Republic of Lebanon
Loan Amount	:	KD 11.2 million
Interest Rate	:	2.5 % pa.
Loan Period	:	25 years
Grace Period	:	5 years
Loan Repayment	:	40 Semi – Annual Installments
Grant Element	:	53.61%

Objectives of the Project:

The Project aims at assuring adequate and constant potable water supply to the people in Bcharré District to protect the public health and meet the acute shortage of water, as the existing systems in the District fall short of meeting the needs of the local population for potable water. The Project also aims at providing more water to meet irrigation needs and allow for cultivation of additional 28 hectares. Hence, with its dual objectives, the Project is expected to promote economic and social development in Bcharré District and contribute to the development of the economy of the country as a whole.

Components of the Project:

The component of the Project relating to potable water supply consists of construction of 11 tube wells with a total production capacity of about 10,000 cubic meter per day, and with depths ranging between 250 and 600 meters, and equipping such wells, together with two existing wells, with pumps, each with a capacity of 38 cubic meters per hour. It also includes construction of water transmission mains 55 kilometers long, the construction of 18 water storage tanks, with capacities ranging between 100 and 200 cubic meters, and the construction of 15 water distribution networks with a total length of 145 kilometers to serve various villages. The Project also includes the construction of a reservoir for surface water in Ouadi Ech Chech with a capacity of about 200,000 cubic meters and laying of 7 kilometers pipes for irrigation by gravity. In addition, the Project includes the provision of consulting services for preparation of detailed designs therefor, and supervision of construction, as well as provision of institutional support for the department in charge of Water Supply in Bcharré District.

Cost of the Project:

The total cost of the Project is estimated at U.S.\$ 53.752 million, equivalent to about Kuwait Dinars (K.D) 15.8 million of which about U.S. \$ 43.22, equivalent to about K.D. 12.71 and representing about 80% of the total cost of the Project, are expected to be in foreign exchange. The loan from Kuwait Fund amounting to K.D. 11.2 million, as mentioned before, will cover about 71% of the total cost of the Project.

Tunisian Republic



Potable Water Systems Project

Borrower	:	Tunisian Republic
Loan Amount	:	KD 22 Million
Interest Rate	:	2 % pa.
Loan Period	:	25 Years
Grace Period	:	5 Years
Loan Repayment	:	40 Semi-Annual Installments
Grant Element	:	57.3%

Objectives of the Project:

The Project aims to contribute in meeting the increasing demand for drinking water and optimal use of natural resources and protection of the environment and public health, and to contribute in raising the efficiency and reliability of water facilities in several states in Tunisia inhabited by about 3.8 million people, and which is expected to increase to 5.6 people by 2045.

Components of the Project:

The Project consists of preparation works of sites, land acquisitions, the extension and rehabilitation of about 220 kilometer of potable water transmission and distribution networks with diameters ranging from 160 to 1400 mm, water facilities including ground and tower type drinking water storage, pumping stations, desalination of sea water with all the necessary equipment from the connectors and valves and civil works and electromechanical systems, Instrumentation and control and the consultancy services to provide areas of Greater Tunis, Sousse and major Zaghuan neighboring North Western region cities and QarQennah Islands and the southern region of East with drinkable water.

Cost of the Project:

The total cost of the Project is estimated at about Tunisian Dinar 209 million, the equivalent of about KD. 30.8 million (or about US\$ 104.72), of which the foreign currency is equivalent to about KD. 18.7 million, which represents about 70% of the total cost of the Project. The Fund's Loan will cover about 72% of the total cost of the Project, whereas the Government of Tunisia will provide the remaining balance of the cost and all necessary funds to cover any other expenses.

Republic of Tanzania



Nyahua-Chaya Road Project

Borrower	:	Republic of Tanzania
Loan Amount	:	KD 15 Million
Interest Rate	:	2 % pa.
Loan Period	:	27 Years
Grace Period	:	5 Years
Loan Repayment	:	44 Semi-Annual Installments
Grant Element	:	58.69%

Objectives of the Project:

The Project is designed to contribute to the increasing demand for transport of passengers and goods on the Central Corridor between Dar es Salaam and Kigoma, thereby promoting trade activities with the neighboring countries, and thus contributing to the economic and social development in the project area. The project also aims to reduce vehicle operation and road maintenance costs, as well as travel time.

Components of the Project:

The Project involves the construction of Nyahua-Chaya Road Section of the Corridor Dar Es Salaam–Kigoma with a length of about 85 km, so as to be upgraded to bituminous standard, consisting of two lanes with a width of about 6.5 m, and a shoulder of 1.5 m in each side.

Cost of the Project :

The total cost of the Project, including physical and price contingencies, taxes and interest during construction, is estimated at about 141.1 million Tanzania Shillings, equivalent to about KD 19.16 million, of which about KD 16.024, will be in foreign exchange and represents about 84% of the total cost of the Project. Kuwait Fund Loan will cover about 78% of the total cost of the Project, while the remaining costs of the project and any increase may arise out, will be covered by the Government of the United Republic of Tanzania.

Republic of Uganda



Rural Electrification in Six Districts Project

Borrower	:	Republic of Uganda
Loan Amount	:	KD 3.5 million
Interest Rate	:	2 % pa.
Loan Period	:	25 Years
Grace Period	:	4 Years
Loan Repayment	:	42 Semi-Annual Installments
Grant Element	:	55.87%

Objectives of the Project:

The project aims at meeting the present and future demand on electric energy at reasonable prices, to limit migration to cities, and to enhance living conditions in six rural districts, namely, Kiryandongo, Kibaale, Nebbi, Bushenyi, Kasese and Rukungiri in the Republic of Uganda, by extending 33 and 11 kV distribution lines from the existing main substations to those rural districts.

Components of the Project:

The project consists of extending about 285 km of MV lines and about 250 km of 415 V LV lines. Furthermore, the project also includes about 180 pole mounted distribution transformers with capacities ranging from 25 to 100 kVA, in addition to consultancy services required for the project and institutional support.

Cost of the Project:

The total cost of the Project is estimated at about 52.82 billion Ugandan Shillings, equivalent to about 4.44 million Kuwaiti Dinars. The Fund loan covers about 79% of the total project cost, while the Ugandan Government covers the rest of the project cost together with any cost increase that may arise in the future.

Republic of Zimbabwe



Zhove Irrigation Project

Borrower	:	Republic of Zimbabwe
Loan Amount	:	KD 6 Million
Interest Rate	:	1.5 % pa.
Loan Period	:	25 Years
Grace Period	:	5 Years
Loan Repayment	:	40 Semi-Annual Installments
Grant Element	:	60.99%

Objectives of the Project:

The Project aims to support the economic and social development in Beitbridge District, specifically Ferguson, Bishopstone and Cawood Ranches together with Mtetengwe, Mabidi and Malala communal lands situated along the left bank of Mzingwane river, through the construction of a conveyance system to supply adequate and sustainable water from Zhove Dam to irrigate about 2,500 hectares. of agricultural lands. Thus increasing the agricultural production of citrus in principle and other cash and food crops, poverty alleviation in the Project area and improve the farmers' income, in addition to support food security at both household and national levels.

Components of the Project:

The Project consists mainly of civil and electromechanical works, to execute the necessary arrangements for the outlet discharge of Zhove Dam, construction of the diversion structure, the main conveyance canal along with all related off takes and discharge canals, water storage reservoirs, secondary distribution system, booster pump stations, and the on farm works, which include bush clearance, land levelling and installing proper irrigation systems for about 15 schemes. The Project also includes consulting services for the preparation of the Environmental Impact Assessment and Social Study, detailed design, tender documents and Project supervision, institutional support and the Project management.

Cost of the Project:

The project capital cost has been estimated about USD 52.60 Million including contingencies, taxes and interests during the construction, equivalent to about KD 15.47 Million all in foreign currency, as the US Dollar is the official trading currency in the country. The proposed Fund loan (KD 6,000,000) covers around 38.8% of the project capital cost.

Burkina Faso



Ouahigouya - Djibo Road Project

Borrower	:	Burkina Faso
Loan Amount	:	KD 7 million
Interest Rate	:	1.5 % pa.
Loan Period	:	25 Years
Grace Period	:	5 Years
Loan Repayment	:	40 Semi-Annual Installments
Grant Element	:	60.99%

Objectives of the Project:

The Project aims to support the economic and social development and the poverty alleviation program in the North and Sahel Regions of Burkina Faso by improving their links with the Capital Ouagadougou and the remaining regions of the Country in all weather conditions, to improve the exploitation of their agricultural products and reduce its transport cost and time, and to facilitate people's access to markets and social services. The Project will also assist in the integration of the International road network with neighboring countries Niger and Mali by facilitating and reducing travel distance for transit traffic.

Components of the Project:

The Project consists of construction works to attain an all-weather asphalted road of an approximate length of 115 km and a width of 7 meters with 1.5 m paved shoulders on each side, between Ouahigouya and Djibo, in addition to the construction of urban asphalted roads in Djibo with an approximate length of 10 km, with a width of 8 meters and 2 m shoulders on each side.

The Project includes, in particular, the following components:

- A. Earthworks, paving layers, drainage facilities, and safety measures and environmental protection works.
- B. Consultancy services for the revision of tender documents and for the supervision of construction.
- C. Institutional Support for the Project Implementation Unit and Directorate General of Roads, including procurement of three 4x4 vehicles, office equipment and training of about 20 engineers and technicians.
- D. Land acquisition and compensations.

The Project is expected to be completed by end 2019.

Cost of the Project:

The total cost of the Project is estimated at about 50.668 billion FCFA, equivalent to about KD 24.847 million, of which about KD 20.959 million will be in foreign currency and representing about 84% of the total cost of the Project. The Fund's Loan will cover about 28% of the total cost of the Project, or of about 84% of the foreign exchange component of the costs of the Project.

Republic of Cote d'Ivoire



ADZOPE 90/33 KV Substation Construction Project

Borrower	:	Republic of Cote d'Ivoire
Loan Amount	:	KD 7 million
Interest Rate	:	1.5 % pa.
Loan Period	:	25 Years
Grace Period	:	5 Years
Loan Repayment	:	40 Semi-Annual Installments
Grant Element	:	60.99%

Objectives of the Project:

The project aims at making electric energy available in Adzope department with reliability and quality suitable for economic and social development in the region. This should allow for fighting unemployment and providing job opportunities to young people, so as to achieve sustainable development.

Components of the Project:

The project includes: civil works, procurement and installation of the electromechanical equipment to construct the Adzope substation, Agboville and Attakro extensions, and the linking 90 kV overhead transmission lines together with extension and modification of MV network in Adzope department, consulting services, environmental and social studies, environmental impact mitigation measures, institutional support and land acquisition.

Cost of the Project:

The total cost of the Project is estimated at about 24.8 billion West African Francs, Equivalent to about 12.46 million Kuwaiti Dinars. The Fund loan of KD 7.0 million partially covers substation, transmission lines and MV network and fully covers consulting works and supervision. Thereby, the Fund's contribution becomes about 56% of the total project costs, whereas, the Government of Cote d'Ivoire covers the remaining costs in addition to any cost increase that may arise.

Republic of Cote d'Ivoire

Technical and Vocational Training High School Project in Daloa



Borrower	:	Republic of Cote d'Ivoire
Loan Amount	:	KD 5 million
Interest Rate	:	1.5 % pa.
Loan Period	:	26 Years
Grace Period	:	5 Years
Loan Repayment	:	42 Semi-Annual Installments
Grant Element	:	61.75%

Objectives of the Project:

The Project aims to support the social, economic, and human capital development of Cote D'Ivoire by improving the quality of, and increasing the access to, the technical and vocational education, through constructing and equipping a new technical and vocational training high school in Daloa (Haut-Sassandra Region). The school will prepare technicians and other vocational graduates who can address the modern technological challenges for both private and public sector. It will contribute to meeting the national demand for human resources qualified for the Industrial and Business market with skilled manpower. In addition, it will contribute to the improvement of quality of teaching and learning in the technical and vocational education sector, which will have a positive impact on the country's socio-economic indicators, as well as achieving sustainable economy for the country in general and the region Haut Sassandra in particular.

Components of the Project:

The Project comprises of constructing and equipping new buildings for the new technical and vocational training high school and to supply and install the educational furniture, training workshops' equipment and tools and developing the teaching curriculum, as well as to ensure teacher staff training and Institutional support. The project also includes consulting services for the design and supervision.

Cost of the Project:

The total cost of the Project is estimated at about 13,403 million West African Francs, Equivalent to about 6.63 million Kuwaiti dinars, of which the foreign currency is equivalent to about KD 5.31 million which represents about 80% of the total cost of the Project. The Fund loan is estimated at about 5 million Kuwaiti dinars which represent 75.5% of the total cost of the project, whereas the Government of Cote d'Ivoire is engaged to cover the remaining costs of the project.

Republic of the Gambia

Developing Basic and Secondary Schools Project



Borrower	:	Republic of the Gambia
Loan Amount	:	KD 5 million
Interest Rate	:	1.5 % pa.
Loan Period	:	26 Years
Grace Period	:	5 Years
Loan Repayment	:	42 Semi-Annual Installments
Grant Element	:	61.75%

Objectives of the Project:

The Project aims to support the social and economic development of The Gambia through supporting the Government's Education Sector Strategic Plan (2016 - 2030) by developing and expanding about 39 Basic and Secondary schools in the 6 educational regions of the country. This will allow access to the growing demand of student's enrollment in Basic and Secondary schools. In addition, it will contribute to the improvement of the quality of teaching and learning outcomes at these two important levels of the education sector and this will promote sustainable social and economic development.

Components of the Project:

The project includes comprises of constructing new buildings, rehabilitating & maintaining educational facilities for about 39 existing Basic and Secondary Schools, and to supply and install the educational furniture, science laboratories, workshops' equipment and tools, and developing the teaching curriculum, as well as Institutional Support for PIU. The project also includes consulting services for design review and supervision of works.

Cost of the Project:

The total cost of the Project is estimated at about 903 million Gambian Dalasi, equivalent to about 5.9 million Kuwaiti Dinars. The Fund loan, in the amount of five million Kuwaiti Dinars, covers about 85% of the project cost. , whereas the Gambian government will cover the rest of the project cost.

Republic of Ghana

Expansion and Development of Existing Senior High Schools



Borrower	:	Republic of Ghana
Loan Amount	:	KD 7 million
Interest Rate	:	1.5 % pa.
Loan Period	:	25 Years
Grace Period	:	5 Years
Loan Repayment	:	40 Semi-Annual Installments
Grant Element	:	60.99 %

Objectives of the Project:

The Project aims to support the social and economic development of Ghana, by supporting the Government's plans to increase access and improving the quality of Senior Secondary Education and meet the growing demand for student enrollment in underserved areas in Ghana. This will be done through the construction and equipping new buildings and facilities in about (26) existing Senior High Schools (SHS), in order to raise them to the corresponding standard of Model SHS. This will contribute to the improvement of quality of teaching and learning in the education sector and will increase employment, reduce crime rate, and improve national security, which will have a positive impact on the country's socio-economic indicators.

Components of the Project:

The Project comprises construction of new buildings for administration blocks, new educational facilities and classrooms, and additional students' dormitories in about 26 existing Senior High Schools, and equipping them with educational furniture and tools, whereby the needs of each school for buildings and educational facilities and equipment differs from other schools according to the needs of each school and its priorities, in addition to the institutional support for the Project Implementation Unit, the training of teaching staff and administrators, and the consultancy services for the design and supervision of the Project implementation.

Cost of the Project:

The total cost of the Project, including physical and price contingencies and interest during the implementation period, is estimated at about 108.538 Million Ghanaian Cedi, equivalent to about 8.401 Million Kuwaiti Dinars, of which about 4.946 Million Kuwaiti Dinars, is in foreign currency, representing about 59% of the total cost of the Project. The Fund's Loan in the amount of 7.0 Million Kuwaiti Dinars will cover about 83% of the total cost of the Project. The Government of the Republic of Ghana shall cover the remainder of the Project costs and any increase in the cost of the Project.

Republic of São Tomé and Príncipe



Dr. Ayres de Menezes Central Hospital Project

Borrower	:	Republic of São Tomé and Príncipe
Loan Amount	:	KD 5 million
Interest Rate	:	1.5 % pa.
Loan Period	:	24 Years
Grace Period	:	4 Years
Loan Repayment	:	40 Semi-Annual Installments
Grant Element	:	58.63%

Objectives of the Project:

The Project aims to support the development of the health sector of São Tomé and Príncipe by meeting increasing demand for healthcare services, improving its quality and securing hospital services and healthcare coverage in São Tomé and Príncipe. The Project will provide adequate infrastructure and technical facilities, as well as meeting the needs for modern medical equipment and specialized diagnostic and therapeutic care services, with the aim of reducing morbidity and mortality. Thus, contributing to the improvement of the health status of the populations, which will have a positive impact on the country's socio-economic indicators. The Project comprises constructing and equipping of Dr. Ayres De Menezes Central Hospital.

Components of the Project:

The Project include the Civil works: comprising all building construction works and electro-mechanical engineering works required to rehabilitate two existing buildings (the main building and ICU, Operation and blood bank) and to construct a new one with the connection between them bringing the total beds in the new development into about 132 Beds, the rehabilitation of Hospital kitchen, several service facilities, car parking and landscaping. And the procurement and installation of medical and auxiliary equipment to service laboratory, emergency room, blood bank, ICU, Orthopedics, outpatient clinic, physiotherapy, telemedicine, imaging, otorhinolaryngology, ophthalmology, cardiology, hemodialysis, archive and ICT department, that will commensurate to the envisaged specialized services. The project also includes, the provision two ambulances, generators and incinerator and provision of furniture for the said buildings. Training program for specialized doctors and medical technical staff and Consultancy Services: for (a) the preparation of the detailed design, technical specification and contract documents of the required construction works and medical equipment; (b) preparation of tender documents and assisting in the bidding evaluation and procurement services; (c) supervision of Project implementation, including the equipment installation. The Project is expected to start during the fourth quarter of 2016 and to be completed by the end year of 2019.

Cost of the Project:

The total cost of the Project is estimated at about 425.6 billion Dobra, equivalent to about KD 5.6 million, of which about KD 4.7 million will be in foreign currency and representing about 84% of the total cost of the Project. The loan provided by the Fund will cover about 89% of total Project cost, while the balance would be covered by the government of São Tomé and Príncipe.

Republic of Sierra Leone



Hillside Road Project «Phase II»

Borrower	:	Republic of Sierra Leone
Loan Amount	:	KD 6 million
Interest Rate	:	2 % pa.
Loan Period	:	24 Years
Grace Period	:	4 Years
Loan Repayment	:	40 Semi-Annual Installments
Grant Element	:	55.08%

Objectives of the Project:

The Project aims at enhancing the economic and social development of the Republic of Sierra Leone through the construction of Phase II of Hillside Road Project, which connects the east, and west sides of the Capital.

Components of the Project:

The Project consists of the construction of an asphalt-concrete road of 2.25 KM long, a doubled 2-lane carriageway with a width of 7.3 m for each lane, and a provision of a 2 m wide median and corridors of 1.5 m, 3 m wide for pedestrians and bicycles respectively. The Project consists of the following main components, site preparation, demolition of properties, utilities reallocation, earthworks, concrete works for retaining walls, construction of water culverts drains and environmental protection works, pavement works including sub-base, base and asphalt-concrete layers, traffic furniture and road marking, consultancy services for the supervision of construction, institutional support for the implementing unit as well as land acquisition. The Project is expected to be completed by the mid of 2018.

Cost of the Project:

The total cost of the Project is estimated at Leone 166.3 billion (i.e. about KD 11.2 million) of which the foreign currency is equivalent to about KD 7.3 million which represents about 65% of the total cost of the Project. The Fund's loan will cover about 53% of the total cost of the project, whereas the Government of Sierra Leone is engaged to cover the remaining costs of the project.

Republic of Sierra Leone



Token - Lumley Road Improvement Project

Borrower	:	Republic of Sierra Leone
Loan Amount	:	KD 5 million
Interest Rate	:	2 % pa.
Loan Period	:	24 Years
Grace Period	:	4 Years
Loan Repayment	:	40 Semi-Annual Installments
Grant Element	:	55.08 %

Objectives of the Project:

The Project aims at enhancing the economic and social development of the Republic of Sierra Leone through the Improvement of Token-Lumley Road Project, which connects the capital to other provinces of the country.

Components of the Project:

The Project consists of the improvement works to the existing all weathered asphaltic road cover upgrading the road from a 2-lane road to a 4-lane road from Token to Lumley for about 24 Km, and for about 11 km of village access roads. The Project consists of the following main components, Site preparation works and Utilities reallocation. Earth works. Construction of drainage structures, services culverts, pipes and retaining walls. Pavement works, including sub-base and base works. Construction of two 2-lane bridges at Sussex, Wallace Johnson, rehabilitation of existing Wallace Johnson Bridge, and construction of new 4-lane bridge at No. 2 River crossing. Improvement works to the existing Village access roads of about 11 Km. Provision and construction of Road furniture and road marking. Consultancy services for the supervision of construction. Land and properties acquisition.

Cost of the Project:

The total cost of the Project is estimated at Leone 425 billion (i.e. about KD 37 million) of which the foreign currency is equivalent to about KD 28.7 million which represents about 78% of the total cost of the Project. The Fund's loan will cover about 13.5% of the total cost of the project, whereas the Government of Sierra Leone is engaged to cover the remaining costs of the project.

Republic of Togo



The National Fund for Inclusive Finance (FNFI) Program of Operation Project

Borrower	:	Republic of Togo
Loan Amount	:	KD 4 million
Interest Rate	:	1.5 % pa.
Loan Period	:	26 Years
Grace Period	:	5 Years
Loan Repayment	:	42 Semi-Annual Installments
Grant Element	:	61.75%

Objectives of the Project:

The Project aims at promoting micro project, which contribute to social and economic development in the Republic of Togo, through the provision of financing by National Fund for Inclusive Finance (FNFI) to microfinance institutions to support their operations improving micro credit. The Project consists of the programmer of operations of FNFI for the years 2014-2018.

Components of the Project:

The Project includes the following components:

1. Provision of line of credit for microfinance institutions to promote access to finance services for small farmers, youth activities and the vulnerable throughout the years 2017-2018.
2. Institutional support and capacity building for FNFI and microfinance institutions, including training workshops for awareness raising, provision of telecommunication and office equipment.

The Project is expected to be completed by the end of 2018.

Cost of the Project:

The total cost of the project is about US\$ 54 million, the government contributes about 24 million US Dollars and the financial institutions contribute about US\$ 30 million; the Kuwait Fund contributes 4 million Kuwaiti Dinars, or about 13.6 million US Dollars, noting that the proposed loan will cover the costs of the project in local currency.

People's Republic of Bangladesh



Paira (Lebukhali) Bridge Project

Borrower	:	People's Republic of Bangladesh
Loan Amount	:	KD 15 million
Interest Rate	:	2 % pa.
Loan Period	:	23 Years
Grace Period	:	4 Years
Loan Repayment	:	38 Semi-Annual Installments
Grant Element	:	54.25%

Objectives of the Project:

The Project aims to enhance the economic and social development of the southern region of Bangladesh and promote inter and intra-regional movement of passengers and freight through a direct road connection of the southern region with the capital city Dhaka.

Components of the Project:

The Project consists of construction works to attain a bridge across Paira River, on the National Highway (N8) between Barisal and Patuakhali Districts at Lebukhali Ferry ghat. The bridge which is about 1470m. long including a viaduct 840m long and 19.76m. wide consist of 4 lanes. The Project shall consist of the following components: (a) Land acquisition (b) civil engineering works for the construction of the bridge substructure (piles, piers, and abutments) and bridge superstructure, including its drainage facilities, electrical facilities, safety measures, in addition to river training works of about 1000 meters, toll plaza facilities and environmental protection works; (c) approach roads which are about one kilometer long on both ends of the bridge and 14.6m. wide asphalted carriageways; and (d) consultancy services for the preparation of the detailed engineering design, tender documents, and supervision of construction. The Project is expected to be completed by the middle of 2019.

Cost of the Project:

Total cost is estimated about US\$ 151 million, equivalent to about K.D. 44.41 million, including the land acquisition, tax and fees, of which about US\$ 70.4 million, equivalent to about K.D. 20.7 million representing about 46.6% of the total costs, are in foreign currency.

Republic of Maldives



Expansion and Upgrading of Ibrahim Nasir International Airport Project

Borrower	:	Republic of Maldives
Loan Amount	:	KD 15 million
Interest Rate	:	2.5 % pa.
Loan Period	:	20 Years
Grace Period	:	4 Years
Loan Repayment	:	32 Semi-Annual Installments
Grant Element	:	48.17%

Objectives of the Project:

The Project aims at enhancing the economic and social development in the Republic of Maldives through the stimulation of touristic movement via expansion and upgrading of Ibrahim Nasir International Airport (INIA) by developing the existing airport facilities to satisfy the increasing demand for air transport of passengers and freight to accommodate about 7.3 million travelers per year

Components of the Project:

The Project includes the construction of a new runway 3,400m long including its technical infrastructure, reclamation and shore protection works, a new fuel farm and a new cargo complex, in addition to developing the taxiway and apron, and provision of navigation, safety and lighting equipment. The project also includes, construction of a new seaplane terminal, relocation of navigation facilities, and provision of electric power supply. The Project also includes, construction of a new passengers terminal of an area of about 80,000 m², provision of electro-mechanical, water supply and sewerage, and finishing's, provision of air traffic equipment, in addition to, institutional support and consultancy services for supervision and PM.

Cost of the Project:

The total cost of the Project is estimated at about Rufyahs 15.5 billion, equivalent to about Kuwaiti Dinars 296 million, or equivalent to about US\$ 1,006 million. The Loan will cover about 5.1% of the total costs of the Project.

Democratic Socialist Republic of Sri Lanka



Kalu Ganga Development Project

Borrower	:	Democratic Socialist Republic of Sri Lanka
Loan Amount	:	KD 5 million
Interest Rate	:	2 % pa.
Loan Period	:	22 Years
Grace Period	:	2 Years
Loan Repayment	:	40 Semi-Annual Installments
Grant Element	:	49.95%

Objectives of the Project:

The purpose of the Project is to increase agricultural production in the Mahaweli Basin through providing the water needed to increase cultivated land, thereby increasing food production and improving the living standard of the population.

Components of the Project:

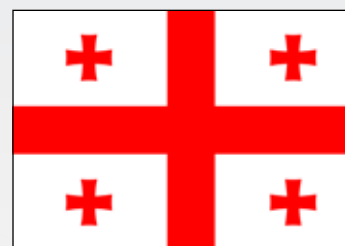
The Project is a component of the Mahaweli development program, initiated by the government in the nineteen sixties for the purpose of increasing agricultural and livestock production, creating work opportunities, and improving living standards in the areas of the Mahaweli Basin.

Cost of the Project:

The total cost of the Project, as revised and updated recently, is estimated at Sri Lankan Rupees 31.6 billion (equivalent to about K.D. 84 million) of which about Sri Lankan Rupees 18 billion are in foreign exchange, equivalent to about K.D. 47 million, representing about 57% of the total cost of the project. The First and the Supplementary loans will cover about 18% of the total cost of the Project, or about 32% of the foreign exchange. The Saudi Fund will provide an additional financing for Development along with the OPEC Fund for International Development. The Government of the Sri Lanka would cover the remaining estimated cost and any other cost increases.

Georgia

Batumi – Akhaltsikhe (Khulo – Goderdzi Section) Road



Borrower	:	Georgia
Loan Amount	:	KD 8 million
Interest Rate	:	2.5 % pa.
Loan Period	:	25 Years
Grace Period	:	5 Years
Loan Repayment	:	40 Semi-Annual Installments
Grant Element	:	53.61%

Objectives of the Project:

The Project aims at supporting the economic and social development in Georgia, and specifically in the mountainous areas surrounding the road, by improving access for the residents of these areas to reach places of work and social services, facilitating the transport of products and goods to markets, improving access to touristic sites, increasing the cross-border transport, reducing pressure on alternate roads, in addition to other benefits resulting from improved transport efficiency and reduced economic transport cost and time for passengers and goods, including enhanced traffic safety under most weather conditions.

Components of the Project:

The Project consists of civil works for the reconstruction and rehabilitation of the road section, and involves covering it with asphaltic concrete in accordance with sound engineering specifications, for a length of about 29 km, and width of 7.5 meters with shoulders of 1-2 meters, including traffic safety signage, furniture and markings. The works include the construction of concrete culverts and roadside channels for water drainage, reconstruction of four bridges, in addition to the construction of retaining walls in different locations to fortify the roadbed for an accumulative length of 14 km. The Project also includes the provision of consulting services for review of detailed design, inclusion of traffic safety measures, and project execution supervision, and includes institutional support to provide a full time expert for project execution management.

Cost of the Project:

The total cost of the Project is estimated at about Georgian Lari (GEL) 93.3 million (equivalent to about KD. 12.5 million), about 47% of which in foreign currencies. The Kuwait Fund Loan will cover about 64% of the total estimated cost of the Project.

Republic of Cuba

Construction of 34 Small Hydropower Project



Borrower	:	Republic of Cuba
Loan Amount	:	KD 8.8 million
Interest Rate	:	3 % pa.
Loan Period	:	21 Years
Grace Period	:	7 Years
Loan Repayment	:	28 Semi-Annual Installments
Grant Element	:	49.54 %

Objectives of the Project:

The project aims at contributing to financing the Construction of 34 Small Hydropower Project in Republic of Cuba. The purpose of the Project is to generate electric power by taking advantage of existing water reservoirs (dams) and to reduce the importation of fossil fuel, which also would reduce emissions of CO₂ into the atmosphere. The Project improves electric services to people and other facilities mainly in rural areas that will reduce immigration towards cities and develop agricultural production. The Project supports the national industry, also contributes and strengthens the capacity of research institutions and universities in the hydropower sector.

Components of the Project:

The Project consists of the construction of 34 Small Hydropower Plants (SHPs) with a total capacity of approximately 14.6 MW which will be installed at the bottom of existing dams. It includes supply, construction and installation of 3 linking substations with all associated equipment, to be connected to the national grid, including of about 75 km length of 34.5 & 13.8 kV distribution lines, and to improve about 10 km of access roads to the SHPs sites. It also includes procurement of construction and maintenance vehicles, construction equipment, maintenance equipment and spare parts related to the Project and supply of equipment for production of small hydraulic turbines, spare parts and materials related to the small hydropower plants. Moreover, supply of equipment and expansion of scientific training research centers and universities to enhance in general, the development of hydropower sector as well as the institutional support and consulting services for the detailed designs, preparing tender documents and supervision of construction of the Project. The project implementation period is estimated to take seven years.

Cost of the Project:

The total cost of the Project, including price and quantities contingencies, consulting services, taxes and customs, interest during construction, is estimated at about 74.0 million Cuban Pesos, equivalent to about 21.8 million Kuwaiti Dinars of which about 37.0 million Cuban Pesos, equivalent to about KD 11.0 million, is in foreign currencies, representing 49.6% of the total project cost. The Fund's loan will cover 81% of that part of foreign currencies and about 40% of the total project costs. The Government of Cuba has undertaken to make available promptly as needed in accordance with the program of execution of the Project all additional sums which shall be required for the carrying out of the Project.

Grenada

Feeder and Agricultural Roads Project (Phase III)



Borrower	:	Grenada
Loan Amount	:	KD 4 million
Interest Rate	:	3 % pa.
Loan Period	:	20 Years
Grace Period	:	4 Years
Loan Repayment	:	32 Semi-Annual Installments
Grant Element	:	44.85 %

Objectives of the Project:

The Project aims to support the economic and social development of Grenada, through improving access for exploitation, processing, transport and export of agricultural products, improving access to touristic sites and facilitating rural residents' access to employment and social services, by providing economic and safe transport in all weather conditions.

Components of the Project:

The Project comprises of the reconstruction and improvement of about 16.5 km of feeder and agricultural roads and bridges in various parishes of the Island to bituminous or concrete tertiary road standards with 3.8 - 5.5 m width including shoulders or side drains, and drainage and other structures. The Project also includes the consultancy services for the preparation of detailed design and supervision construction works and institutional support for the Project Implementation and Management Unit. The Project is expected to be completed by 2019.

Cost of the Project:

The total cost of the Project is estimated at about East Caribbean Dollar 57.5 million, the equivalent of about KD. 6.3 million, of which the foreign currency is equivalent to about KD. 4.2 million which represents about 67% of the total cost of the Project. The Fund's Loan will cover about 95% of the costs of the Project, whereas the Government of Grenada will provide the remaining balance of the cost and all necessary funds to cover any other expenses.

St. Vincent and the Grenadines



Feeder and Agricultural Roads Project

Borrower	:	St. Vincent and the Grenadines
Loan Amount	:	KD 4 million
Interest Rate	:	3 % pa.
Loan Period	:	20 Years
Grace Period	:	4 Years
Loan Repayment	:	32 Semi-Annual Installments
Grant Element	:	44.85 %

Objectives of the Project:

The Project aims to support the economic and social development of St Vincent, through integrating the road network of the villages and agricultural farmlands with the Island's main roads, to facilitate the exploitation and transport of agricultural products, improve access to touristic sites, and facilitate rural residents access to employment, markets and social services, with an economic and safe transport in all weather conditions.

Components of the Project:

The Project comprises the reconstruction and improvement of about 22.6 km of feeder and agricultural roads in three Parishes of the Island to bituminous or concrete tertiary road standards with 14 - 17 ft. width including side drains, drainage and other structures, and road furniture. The Project also includes the consultancy services for the preparation of detailed design and supervision of construction works and institutional support for the Project Implementation & Management Unit. The Project is expected to be completed by 2019.

Cost of the Project:

The total cost of the Project is estimated at about East Caribbean Dollar 55.8 million, the equivalent of about KD. 6.1 million, of which the foreign currency is equivalent to about KD. 4.2 million which represents about 70% of the total cost of the Project. The Fund's Loan will cover about 66% of the costs of the Project, whereas the Government of St. Vincent and the Grenadines will provide the remaining balance of the cost and all necessary funds to cover any other expenses.



3

Technical Assistance and Grants

Technical Assistance and Grants

Countries

Republic of Djibouti	
Amount	KD 150,000
Purpose	Assist in financing the institutional support to Ministry of Economy and Finance
Arab Republic of Egypt	
Amount	KD 2,122
Purpose	Pilot model for integration of children with Disabilities in education
Arab Republic of Egypt	
Amount	KD 200,000
Purpose	Feasibility study for the Solar Power Station and Solar
Arab Republic of Egypt	
Amount	KD 100,000
Purpose	The Organic farming technology for bio and oil corporation Pilot Project in north
Palestine	
Amount	KD 612,600
Purpose	Completion of H.H. Sheikh Sabah Alahmad Aljaber Alsabab Health Science Compound
Syrian Arab Republic	
Amount	KD 30,604,400
Purpose	Syrian Refugees and the Host Countries
Republic of Tunisia	
Amount	KD 100,000
Purpose	Rehabilitation and development of the Gulf of Monastir
Republic of The Gambia	
Amount	KD 500,000
Purpose	Feasibility study in Supporting the Human Resources Capability and Training Program
Republic of Albania	
Amount	KD 200,000
Purpose	Feasibility study and Detailed Design for the Southern Road
Grenada	
Amount	KD 150,000
Purpose	Feasibility study for rehabilitation of the Main Road Connecting Gouyave City and The Capital
Saint Vincent and the Grenadines	
Amount	KD 300,000
Purpose	Financing the study to assess and rectify the damages caused by the Devastating

Institutions

Institutions	
Amount	KD 1,531,500
Purpose	Global Fund to fight aids, Tuberculosis and Malaria (2017-2019)
Other	
Amount	KD 1,700
Purpose	National society for protection of children



4

Contributions to the Resources of Development Institutions



Kuwait Fund Contributions to the Resources of Development Institutions

Up to 31.3.2017

Institution	Committed (K.D Million)	Paid-up (K.D Million)
Arab Fund for Economic and Social Development	169.700	169.700
Arab Bank for Economic Development in Africa	14.616	14.616
African Development Fund	77.786	69.444
The Arab Investment and Export Credit Guarantee Corporation	2.000	2.000
African Development Bank	40.437	8.385
International Development Association	125.867	94.870
International Fund for Agricultural Development (IFAD)	25.460	20.896
The Gulf Program for Development (AGFUND)	14.701	10.139
Total	470.567	390.050



5

Financial Position of the Fund

Financial Position of the Fund

Loan Account

During the fiscal year 2016/2017, the Fund provided 26 loans with a total value of about KD 292 million. Thus, the total loans granted to by the Fund up to 31/03/2017 amounted to about KD 5,861 million, compared with KD 5,600 million last year⁽¹⁾. Gross disbursements reached total value of about KD 4,537 million by the end of 31/03/2017, compared with an amount of KD 4,377 million at the end of the previous year. Accordingly, the utilization ratio (disbursements as a percentage of total commitments) reached about 77.4% by the end of the current year, compared with 78.2% by the end of the previous year.

On the other hand, total loan repayments amounted to about KD 2,736 million by the end of 31/03/2017. This amount is equivalent to about 60.3% of the total value of disbursements, compared to a ratio of 60.1% at the end of the previous year. The value of outstanding loans reached about KD 1,801 million at the end of 31/03/2017, compared to KD 1,748 at the end of previous year.

Income and Expenditure

The Fund's total revenues for the fiscal year 2016/ 2017 amounted to about KD 253 million, resulting mainly from Realized Gain on Investment, Unrealized Gains on Investment held for trading and interest income on development loans. By excluding expenses and other charges, net profit amounted to KD 229.9 million, compared to a net profit of KD 63.3 million for the previous year.

Balance Sheet

The value of the Fund's total assets increased by KD 146 million by the end of the current fiscal year. An increase of about 2.85% over last year's total assets of KD 5,107 million. The change in total assets results mainly from increase in Cash and Cash Equivalent by KD 71.4, increase in Time Deposit with Banks by KD 11.5, decrease in the value of Investments Held for Trading by KD 89.9 million, increase in the value of Investments Available for Sale by KD 91.4 million, increase in the value of Investment Held to Maturity by KD 2.1 million, increase in the value of Participation in Development Institutions increased by KD 9.5, increase in the value of Development Loans by KD 50.3 and decrease in the value of Other Assets by KD 0.30 million.

Similarly, the other side of the balance sheet (liabilities and equity) changed by the same amount, including a decrease of about KD 33.7 million in the value of Payables and Other Liabilities, while the value of General Reserves increased by KD 162.2 million, the value of Special Reserve increased by KD 17.7 million and the value of Change in Fair Value Reserve decreased by KD 0.6 million.

(1) The difference in the total value of loans is due to loans cancellations.

Changes in assets items brought about changes in the percentage of the items to total assets as follows:

	Fiscal Year	
	31 March 2017 (%)	31 March 2016 (%)
Assets		
Cash and Demand Deposit	3.37	2.07
Time Deposit	4.68	4.59
Investments	48.73	50.05
Contribution to Development Institutions	7.43	7.45
Development Loans	35.72	35.76
Other Receivables	0.07	0.08
Total	100	100

Also changes occurred in the following selected financial indicators:

	Fiscal Year	
	31 March 2017 (%)	31 March 2016 (%)
Indicators		
Net Income/ Total Assets*	4.44	1.23
Net Income/ Paid up Capital	11.49	3.16
Total Expenditures/ Total Income	9.09	28.02

* Average total assets at the beginning and at the end of the fiscal year.



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Auditor's Report and Financial Statements



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INDEPENDENT AUDITORS' REPORT TO THE BOARD OF DIRECTORS OF KUWAIT FUND FOR ARAB ECONOMIC DEVELOPMENT – KUWAITI PUBLIC INSTITUTION

Report on the Audit of Financial Statements

Opinion

We have audited the financial statements of Kuwait Fund for Arab Economic Development - Kuwaiti Public Institution – “the Fund”, which comprise the statement of financial position as at 31 March 2017, and the statement of income, statement of changes in equity and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

In our opinion, the accompanying financial statements are prepared in all material respects, in accordance with the basis of preparation as set out in Note 2 to the financial statements.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in “the Auditors’ Responsibilities for the Audit of the Financial Statements” section of our report. We are independent of the Fund in accordance with the International Ethics Standards Board for Accountants Code of Ethics for Professional Accountants (“IESBA”) and we have fulfilled our ethical responsibilities in accordance with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation of the financial statements in accordance with the basis of preparation explained in Note 2 to the accompanying financial statements, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Fund’s ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Fund’s financial reporting process.

Auditors’ Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor’s report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.



INDEPENDENT AUDITOR'S REPORT TO THE BOARD OF DIRECTORS OF KUWAIT FUND FOR ARAB ECONOMIC DEVELOPMENT – KUWAITI PUBLIC INSTITUTION (continued)

Report on the Audit of Financial Statements (continued)

Auditors' Responsibilities for the Audit of the Financial Statements (continued)

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

WALEED A. AL OSAIMI
LICENSE NO. 68-A
EY
AL AIBAN, AL OSAIMI & PARTNERS

Safi A. Al-Mutawa
License No 138 "A"
of KPMG Safi Al-Mutawa & Partners
Member firm of KPMG International

14 May 2017
Kuwait

Kuwait Fund for Arab Economic Development - Kuwaiti Public Institution

STATEMENT OF FINANCIAL POSITION

As at 31 March 2017

	Notes	31 March 2017 KD'000	31 March 2016 KD'000
ASSETS			
Cash and cash equivalents	5	177,007	105,577
Time deposits with banks	6	246,079	234,622
Investments held for trading	7	1,330,706	1,420,641
Investments available-for-sale	8	717,719	626,369
Investments held to maturity	9	511,424	509,345
Participations in development institutions	10	390,050	380,519
Development loans	11	1,876,602	1,826,293
Other assets	12	3,540	3,880
TOTAL ASSETS		5,253,127	5,107,246
LIABILITIES AND EQUITY			
Liabilities			
Payables and other liabilities	13	56,759	90,533
Equity			
Authorized and fully paid capital	14	2,000,000	2,000,000
General reserve	14	3,068,039	2,905,448
Special reserve	14	65,565	47,929
Change in fair value reserve		62,764	63,336
Total equity		5,196,368	5,016,713
TOTAL LIABILITIES AND EQUITY		5,253,127	5,107,246

Kuwait Fund for Arab Economic Development - Kuwaiti Public Institution

STATEMENT OF INCOME

For the year ended 31 March 2017

	Notes	31 March 2017 KD'000	31 March 2016 KD'000
INCOME			
Realised gain on investments	15	156,598	172,681
Unrealised gain (loss) on investments held for trading		60,225	(152,164)
Interest income on development loans		35,726	47,261
Interest income on investments held to maturity		11,910	14,381
Interest income on deposits		5,409	4,305
Gain on foreign exchange differences		643	14,383
Other income		258	58
Reversal of impairment on investments held to maturity		-	1,186
Impairment of investments available-for-sale	8	(17,912)	(14,263)
TOTAL INCOME		252,857	87,828
EXPENSES			
Staff costs	16	(12,738)	(13,747)
General and administrative expenses	17	(10,248)	(10,865)
Total expenses		(22,986)	(24,612)
NET PROFIT FOR THE YEAR		229,871	63,216
Distributed as follows:			
Public Authority for Housing Welfare	13	23,474	3,161
Fund's general reserve	14	206,397	60,055
		229,871	63,216

Kuwait Fund for Arab Economic Development - Kuwaiti Public Institution

STATEMENT OF CHANGES IN EQUITY

For the year ended 31 March 2017

	Capital KD '000	General reserve KD '000	Special reserve KD '000	Change in fair value reserve KD '000	Total KD '000
Balance as at 1 April 2016	2,000,000	2,905,448	47,929	63,336	5,016,713
Grants and technical assistances Transferred to special reserve (Note 14.c)	-	(26,170)	-	-	(26,170)
Change in fair value of investments available-for-sale	-	(17,636)	17,636	-	-
Transferred from net profit for the year	-	-	-	(572)	(572)
	-	206,397	-	-	206,397
Balance as at 31 March 2017	2,000,000	3,068,039	65,565	62,764	5,196,368
Balance as at 1 April 2015	2,000,000	2,851,144	45,499	44,376	4,941,019
Grants and technical assistances Grants transferred into loans Transferred to special reserve (Note 14.c)	-	(3,548) 227	- -	- -	(3,548) 227
Change in fair value of investments available-for-sale	-	(2,430)	2,430	-	-
Transferred from net profit for the year	-	-	-	18,960	18,960
	-	60,055	-	-	60,055
Balance as at 31 March 2016	2,000,000	2,905,448	47,929	63,336	5,016,713

Kuwait Fund for Arab Economic Development - Kuwaiti Public Institution

STATEMENTS CASH FLOWS

For the year ended 31 March 2017

	Notes	31 March 2017 KD'000	31 March 2016 KD'000
OPERATING ACTIVITIES			
Net profit for the year		229,871	63,216
<i>Adjustments:</i>			
Realised gain on investments	15	(156,598)	(172,664)
Unrealised (gain) loss on investments held for trading		(60,225)	152,164
Interest income on development loans		(35,726)	(47,261)
Interest income on investments held to maturity		(11,910)	(14,381)
Interest income on deposits		(5,409)	(4,305)
Interest income on investment loans		-	(17)
Reversal of impairment on investments held to maturity		-	(1,186)
Impairment of investments available-for-sale	8	17,912	14,263
		(22,085)	(10,171)
<i>Changes in operating assets and liabilities:</i>			
Development loans – net		(14,583)	(12,384)
Payment of grants and technical assistances		(26,170)	(3,548)
Decrease in other assets		287	10
Decrease in payables and other liabilities		(362)	(290)
Cash flows used in operations		(62,913)	(26,383)
Paid to Public Authority for Housing Welfare		(56,832)	(175,000)
Net cash flows used in operating activities		(119,745)	(201,383)
INVESTING ACTIVITIES			
Investments held for trading- net		246,672	154,562
Investments available for sale- net		(49,748)	2,326
Investments held to maturity		(1,600)	2,750
Interest income received on investments held to maturity		11,430	11,773
Proceed from investment loans		-	17
Investment in an unconsolidated subsidiary		-	345
(Increase) decrease of time deposits with banks		(10,887)	61,432
Deposits' interest income received		4,839	5,135
Increase in participations in development institutions		(9,531)	(12,040)
Net cash flows from investing activities		191,175	226,300
NET INCREASE IN CASH AND CASH EQUIVALENTS		71,430	24,917
Cash and cash equivalents at the beginning of the year		105,577	80,660
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	5	177,007	105,577



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Notes to the Financial Statements

Kuwait Fund for Arab Economic Development - Kuwaiti Public Institution

NOTES TO THE FINANCIAL STATEMENTS

As at 31 March 2017

1 FUND INFORMATION AND ACTIVITIES

The Kuwait Fund for Arab Economic Development (the "Fund" or "KFAED") was established as per Law No. 35 of 1961 as a public institution with an independent juristic personality registered in Kuwait, which was reorganized as per Law No. 25 of 1974 and its subsequent amendments. The purpose of the Fund is to assist Arab and developing countries in developing their economies and providing such countries with loans and grants necessary for executing the development programs as well as providing loans to ministries and public institutions that undertake the execution of housing welfare projects in the State of Kuwait including infrastructure, main services and public utilities.

The Fund's head office is located in Kuwait, Al-Mirqab, P.O. Box 2921 Safat 13030.

These financial statements were authorized for issuance by the Board of Directors on 14 May 2017.

2 BASIS OF PREPARATION OF THE FINANCIAL STATEMENTS

These financial statements have been prepared in accordance with the accounting policies set out below and the requirements of the Law No. 25 of 1974 as amended by Decree Law No. 18 of 1981 and Decree Law No. 47 of 1988 and Law No. 31 of 2003, the Fund's financial regulation and its subsequent amendments by the resolutions of the Board of Directors and the Minister of Finance resolution No. 26 of 2005.

3 SIGNIFICANT ACCOUNTING POLICIES

The Fund's financial statements have been prepared under the historical cost convention modified by the fair value of certain assets. The accounting policies have been consistently applied during the years. The significant accounting policies used in the preparation of these financial statements are set out below.

3.1 INVESTMENTS

Purchases and sales of financial investments are recognised using settlement date accounting. The Fund's management determines the classification of these investments at the date of acquisition. The Fund classifies its financial investments into the following categories:

Investments held for trading

Investments held for trading are those that the Fund principally holds for the purpose of short-term profit making from short-term fluctuations in prices. Investments held for trading are initially stated at cost, including transaction costs and subsequently measured at fair value. The fair value of quoted investments is determined based on their quoted bid market prices at the financial statements date.

Investments in unquoted investment funds are recorded at net asset value as reported by the fund managers.

Unrealised gains and losses arising from changes in the fair value of investments are recognised in the statement of income in the period in which they arise.

Investments available for sale

Investments intended to be held for an indefinite period of time, which may be sold in response to needs for liquidity or changes in prices, are classified as available-for-sale.

Quoted investments available for sale are initially stated at cost upon acquisition (including transaction costs). Subsequently, they are carried at fair value. The fair value is based on the quoted bid prices in the markets as at the financial statements date.

The fair value of unquoted investments is determined using applicable fair valuation methods such as price/earnings or price/cash flow ratios adjusted to reflect the specific circumstances of the investees. Unquoted investments available-for-sale whose fair value cannot be reliably measured are stated at cost less any impairment losses.

Unrealised gains and losses arising from changes in the fair value of investments available for sale are recognised directly in equity. When the investment is disposed of or is determined to be impaired, the cumulative gain or loss previously accumulated in equity is transferred to statement of income. Impairment is determined based on the past experience on the nature of each investment individually.

Kuwait Fund for Arab Economic Development - Kuwaiti Public Institution

NOTES TO THE FINANCIAL STATEMENTS

As at 31 March 2017

3 SIGNIFICANT ACCOUNTING POLICIES (continued)**3.1 INVESTMENTS (continued)**

All impairment losses on unquoted investments are recognised in the statement of income and where the investment value increases in the subsequent period, only the increase is recognised directly in the change in fair value reserve within equity to the extent that the carrying value of the investment does not exceed the acquisition cost. However, any additional impairment is recognised directly in equity to the extent of any payables previously recognised in the change in fair value reserve of that particular investment.

Impairment losses previously recognised are not reversed through the statement of income. On disposal of investments, the change in fair value accumulated in the change in fair value reserve within equity is transferred to the statement of income.

Investments held to maturity

Investments with fixed or determinable payments and fixed maturity and where the Fund has the positive intent and ability to hold them to maturity, are classified as held to maturity. Investments held to maturity are initially stated at cost, including transaction costs and subsequently measured at amortized cost, using the effective rate of return, less impairment.

3.2 INVESTMENT LOANS

These are the loans originated by the Fund through extending direct funds to the borrower for investing purposes and do not include those loans originated with the intention of disposal in the short term. These loans do not include development loans as they are non-investing loans by nature. Investment loans are stated at cost, including transaction costs, and are subsequently stated at amortized cost, using the effective interest method, less impairment losses.

Impairment losses are recognized in the statement of income. If, in a subsequent period, the amount of impairment loss decreases and the decrease can be linked objectively to an event occurring after the write down, the write-down is reversed through the statement of income.

3.3 PARTICIPATIONS IN DEVELOPMENT INSTITUTIONS

Participations in international and regional development institutions are stated at historical cost.

3.4 DEVELOPMENT LOANS

Development loans are stated at the amount of principal outstanding at the financial statements date. In case of default in payment by any country of the interest or the principal loan amount, the right of that country for further draw downs will be suspended as per the agreement signed with these countries. A special reserve has been established based on the Board of Directors' resolution to cover the credit risk associated with development loans by transferring provisions required from the general reserve.

3.5 PROPERTY AND EQUIPMENT

Property and equipment are fully depreciated in the year of acquisition. Gains on sale of property and equipment are recognised within other income to the extent of the net realisable value of such assets.

3.6 PROVISION FOR EMPLOYEES' END OF SERVICE INDEMNITY

Provision for non-Kuwaiti employees' end of service indemnity is calculated in accordance with internal regulations of the Fund and based on the employee's accumulated period of service at the balance sheet date.

In accordance with the Board of Directors' resolution No. 21 of 2011 as amended by Resolution No. 8 of 2012 and after the approval of the Civil Service Commission, the Fund's employee's benefit plan was amended so that the Kuwaiti employees will receive indemnity at the end of the employee service based on the latest salary, half month for each year of service as long, provided that the length of service is more than five years. In addition, an indemnity is calculated for previous service years at governmental institutions equal to the employee's service period in the fund, provided that the employee didn't receive any financial remuneration, or any similar entitlement at the end of his service period in these institutions.

The Fund contributes towards the social security of Kuwaiti and G.C.C citizens in accordance with Kuwait Social Security Scheme as it accrues

Kuwait Fund for Arab Economic Development - Kuwaiti Public Institution

NOTES TO THE FINANCIAL STATEMENTS

As at 31 March 2017

3 SIGNIFICANT ACCOUNTING POLICIES (continued)

3.7 REVENUE RECOGNITION

Interest income on marketable bonds, treasury bills, bonds and certificates of deposit, is recognised on a time proportionate basis considering the outstanding balance and effective interest rate. On the purchase of bills, bonds or treasury bonds, premium or discount of issuance is amortized using the effective interest rate. Amortization of premium or discount is recognised in the statement of income.

Dividend income is recognised when the right to receive payment is established.

Interest on development loans is accrued at the contractual rates on the balance of principal outstanding and is recognised in the statement of income. Past due accrued interest is suspended and disclosed in a regular entry as an off balance sheet item.

3.8 FOREIGN CURRENCIES

The Fund's functional and presentation currency is Kuwaiti Dinar. Transactions in foreign currencies are recorded at the rates of exchange ruling at the date of the transaction. All monetary assets and liabilities in foreign currencies (including monetary financial assets measured at fair value) are translated according to exchange rate ruling at the financial statements date. Resulting gains and losses are recognised in the statement of income under foreign currency differences.

The foreign exchange translation differences of non-monetary financial assets, measured at fair value, are considered a part of differences on change in fair value.

Participations in development institutions are stated at historical cost and are not translated subsequent to initial recognition.

3.9 CASH AND CASH EQUIVALENTS

Cash and cash equivalents comprise cash in hand, current and call accounts with banks along with highly liquid investments including time deposits with maturities of three months or less from the deposit date.

Cash and cash equivalents are stated at cost in the balance sheet.

3.10 GRANTS AND TECHNICAL ASSISTANCE

Grants and technical assistances for projects that the Fund provides as a finance are deducted from the general reserve. The costs of technical assistances for the projects which are deemed to be feasible and which the Fund decides to finance are removed from the general reserve and credited from the balance of development loans granted for such projects.

3.11 OFF-BALANCE SHEET ITEMS

Some of the Off-balance sheet items include the following:

- a. Unpaid government grants received from the Government of the State of Kuwait which are managed by the Fund.
- b. Uncollected accrued interest on development loans which are past due.
- c. Participation of the State of Kuwait in Goodwill Fund.

Kuwait Fund for Arab Economic Development - Kuwaiti Public Institution

NOTES TO THE FINANCIAL STATEMENTS

As at 31 March 2017

4 USE OF SIGNIFICANT ACCOUNTING JUDGMENTS AND ESTIMATES

The preparation of financial statements requires management to make judgments, estimates and assumptions that affect the reported amounts of assets, liabilities, income and expenses. Actual results may differ from those estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Changes in accounting estimates are recognised in the period in which the estimate is revised and in any future periods that may be affected.

Significant areas of estimation and judgments in applying accounting policies that have significant effect on the amounts recognised in the financial statements are as follows:

Key sources of estimations and judgments*Determining fair values of unquoted investments*

Determining the fair value of investments for which there is no observable market price requires the use of acceptable valuation techniques as described in accounting policy (3.1). For financial instruments that are not listed in active markets for which there is no quoted price, there is difficulty in determining the fair value and requires varying degrees of judgment depending on liquidity, concentration, uncertainty of market factors, pricing assumptions and other risks affecting the specific instrument.

Impairment

When there is a significant or prolonged decline in the value of investments available-for-sale and investments held to maturity, management uses objective estimates and evidences to determine whether impairment exists. Impairment loss for funds of unlisted companies and unlisted Real Estate (RE) Companies is not recorded during the investment (commitment) period of the fund unless the management believes that it will not recover the losses in subsequent periods.

Development loans

Loans originated by the Fund are exposed to credit risk. For development loans, the Fund has established a special reserve to cover credit risks based on the Board of Directors' resolution as disclosed in Note 3.4 above.

Grants

Grants are classified to grants and technical assistances or governmental grants based on the source of finance for those grants.

Classification of investments

The Fund's accounting policies allow for classification of assets upon initial recognition to various accounting categories as set out in the accounting policy (3.1) above.

5 CASH AND CASH EQUIVALENTS

	<i>31 March 2017 KD'000</i>	<i>31 March 2016 KD'000</i>
Current accounts with banks	3,588	2,245
Call accounts with banks and external portfolios	163,221	60,253
Time deposits (maturing in less than 3 months)	10,198	43,079
	<u>177,007</u>	<u>105,577</u>

Time deposits and call accounts include KD 8,506 thousand and KD 3,804 thousand, respectively (2016: KD 7,040 thousand and KD 669 thousand, respectively) held within the National Portfolio (Note 7).

Kuwait Fund for Arab Economic Development - Kuwaiti Public Institution

NOTES TO THE FINANCIAL STATEMENTS

As at 31 March 2017

6 TIME DEPOSITS WITH BANKS

These represent time deposits (with maturity of more than 3 months) held with local and foreign banks. The effective interest rate on these deposits ranges between 0.87% and 2.85% (2016: 0.75% and 2.9%).

7 INVESTMENTS HELD FOR TRADING

	<i>31 March 2017 KD'000</i>	<i>31 March 2016 KD'000</i>
Securities	706,834	743,018
Investment funds	506,741	586,273
Bonds	42,745	35,705
Other investments *	74,386	55,645
	1,330,706	1,420,641

* Other investments balance represents the fair value of the paid portion of the Fund's share in the National Portfolio, in which the Fund's total commitment amounts to KD 100 million (Note 18). The National Portfolio was established under a participation of certain governmental authorities based on the Ministry of Finance resolution No. 42 of 2009; with a total capital amounting to KD 1,500 million to face the repercussions of financial crisis and to minimize its effect on the national economy. Other investments are managed by local investment companies.

8 INVESTMENTS AVAILABLE-FOR-SALE

	<i>31 March 2017 KD'000</i>	<i>31 March 2016 KD'000</i>
Unquoted investments available-for-sale	849,764	750,069
Provision for increase and decrease in value	(132,045)	(123,700)
	717,719	626,369

The movement in the provision for increase and decrease in value is as follows:

	<i>31 March 2017 KD'000</i>	<i>31 March 2016 KD'000</i>
Opening balance	123,700	140,047
Impairment charged during the year	17,912	14,263
Net effect of increase and decrease in cumulative change in value during the year	(6,314)	(20,422)
Net effect transferred from decrease in value and cumulative change in value to statement of income on disposal of investments	(3,253)	(10,188)
Balance at 31 March	132,045	123,700

9 INVESTMENTS HELD TO MATURITY

These represent the value of investments in fixed rate unquoted bonds of Kuwaiti financial institutions including a state owned local bank with maturity dates ranging from 1 to 16 years. The average effective interest rate on these bonds is 2.0% (2016: 2.0%).

Kuwait Fund for Arab Economic Development - Kuwaiti Public Institution

NOTES TO THE FINANCIAL STATEMENTS

As at 31 March 2017

10 PARTICIPATIONS IN DEVELOPMENT INSTITUTIONS

	<i>Total commitment as at</i>	<i>Outstanding balance as at</i>	
	<i>31 March 2017</i>	<i>31 March 2017</i>	<i>31 March 2016</i>
	<i>KD'000</i>	<i>KD'000</i>	<i>KD'000</i>
Arab Fund for Economic and Social Development	169,700	169,700	169,700
Arab Bank for Economic Development in Africa	14,616	14,616	14,616
African Development Fund	77,786	69,444	68,146
The Arab Investment and Export Credit Guarantee Corporation	2,000	2,000	2,000
African Development Bank	40,437	8,385	8,385
International Development Association	125,867	94,870	88,152
International Fund for Agricultural Development (IFAD)	25,460	20,896	20,896
Arab Gulf Program for Development (AGFUND)	14,701	10,139	8,624
	<u>470,567</u>	<u>390,050</u>	<u>380,519</u>

The above balances represent KFAED's share in state of Kuwait's participations in the above institutions.

11 DEVELOPMENT LOANS

	<i>31 March 2017</i>	<i>31 March 2016</i>
	<i>KD'000</i>	<i>KD'000</i>
Loans and direct credit commitments	5,860,569	5,601,255
Undisbursed loans	(1,323,429)	(1,224,727)
Disbursements	4,537,140	4,376,528
Repayments	(2,735,568)	(2,628,799)
Accrued interest	75,030	78,564
	<u>1,876,602</u>	<u>1,826,293</u>

Undisbursed loans include KD 3,537 thousand (2016: KD 15,373 thousand) which represent irrevocable guarantees extended to third parties on behalf of borrowers.

The Kuwait Fund participates in the Debt Initiative for Heavily Indebted Poor Countries (HIPC), under which the Fund reduces the debts of some eligible countries by entering into agreements for debt reschedule plans for all loans granted to them with grace periods up to 16 years and reducing the interest rate. The total loans granted to these countries amounts to KD 203,081 thousand (2016: KD 205,016 thousand).

Agreements for financial arrangements entered into between Kuwait Fund and borrowers include rescheduled loans amounting to KD 182,614 thousand (2016: KD 191,134 thousand).

The special reserve established for non-performing loans amounted to KD 65,565 thousand (2016: KD 47,929 thousand). An analysis of non-performing loans is as follows:

Kuwait Fund for Arab Economic Development - Kuwaiti Public Institution

NOTES TO THE FINANCIAL STATEMENTS

As at 31 March 2017

11 DEVELOPMENT LOANS (continued)

	<i>31 March 2017 KD'000</i>	<i>31 March 2016 KD'000</i>
Total loans	1,131,653	814,148
Undrawn portion	(289,630)	(168,347)
	842,023	645,801
Repayments	(471,969)	(375,812)
	370,054	269,989
The balance represents:		
Overdue installments	95,996	76,783
Installments not overdue	274,058	193,206
	370,054	269,989

The geographical distribution of development loans outstanding balance as at the balance sheet date is as follows:

	<i>31 March 2017 KD'000</i>	<i>31 March 2016 KD'000</i>
Arab countries	1,090,360	1,073,747
East & South Asia and the Pacific	249,354	229,972
West Africa	246,856	233,976
Central, South and East Africa	150,643	150,780
Central Asia and Europe	89,394	91,414
Latin America and Caribbean	49,995	46,404
	1,876,602	1,826,293

12 OTHER ASSETS

	<i>31 March 2017 KD'000</i>	<i>31 March 2016 KD'000</i>
Accrued dividends	2,257	2,476
Staff receivables	1,194	1,222
Others	89	182
	3,540	3,880

13 PAYABLES AND OTHER LIABILITIES

	<i>31 March 2017 KD'000</i>	<i>31 March 2016 KD'000</i>
Due to Public Authority for Housing Welfare *	46,108	79,428
Provision for end of service indemnity and accrued staff leave **	9,657	9,995
Other payables and accruals	994	1,110
	56,759	90,533

Kuwait Fund for Arab Economic Development - Kuwaiti Public Institution

NOTES TO THE FINANCIAL STATEMENTS

As at 31 March 2017

13 PAYABLES AND OTHER LIABILITIES (continued)

* In accordance with article (3) of Law No. 25 of 1974 as amended by Law No. 31 of 2003 and based on the approval of the Board of Directors in its 4th meeting held on 6 September 2004, an amount that does not exceed 25% of the net profit for the year has to be transferred to the Public Authority for Housing Welfare (i.e., to be calculate based on tiers).

Minister of Finance Resolution No. 45 for 2013 was issued and approved on 17 September 2013, which amended Article No. 29 of the Fund's financial by law. The new resolution has led to a change in the distribution of dividends relating to the Public Authority for Housing Welfare only. Amounts distributed to the Public Authority for Housing Welfare as at 31 March 2017 of KD 23,474 (2016: KD 3,161).

** In accordance with the Board of Directors' resolution No. 21 of 2011 as amended by Resolution No. 8 of 2012 and after the approval of the Civil Service Commission, the Fund's employee scheme has been amended to disburse employee's end of service indemnity to the Kuwaiti employees.

14 EQUITY**a. Authorized and fully paid capital**

In accordance with Article (3) of Law No. 25 of 1974 as amended by Law No. 31 of 2003, the authorized and fully paid capital is KD 2,000 million.

b. General reserve

In accordance with Article (3) of Law No. 25 of 1974 as amended by Law No. 31 of 2003, the net profit for the year is transferred to general reserve after deducting a percentage not exceeding 25% of the Fund's profit for the year to be transferred to the Public Authority for Housing Welfare (Note 13).

c. Special reserve

To cover credit risk on a prudent basis for non-performing development loans, the Board of Directors has established a special reserve. During the year ended 31 March 2017, an amount of KD 17,636 thousand was transferred from general reserve to special reserve (2016 - KD 2,430 thousand was transferred from general reserve to special reserve).

15 REALIZED GAIN ON INVESTMENTS

	<i>31 March 2017 KD'000</i>	<i>31 March 2016 KD'000</i>
Gains on portfolio securities, investment funds and income from investment loans	156,598	172,681

16 STAFF COSTS

	<i>31 March 2017 KD'000</i>	<i>31 March 2016 KD'000</i>
Salaries and employee benefits	10,908	11,162
Training	90	326
Provision for end of service indemnity and accrued staff leave	866	1,363
Social and health insurance	874	896
	12,738	13,747
Number of employees	433	454

Kuwait Fund for Arab Economic Development - Kuwaiti Public Institution

NOTES TO THE FINANCIAL STATEMENTS

As at 31 March 2017

17 GENERAL AND ADMINISTRATIVE EXPENSES

	<i>31 March 2017 KD'000</i>	<i>31 March 2016 KD'000</i>
External portfolios management fees	4,113	4,642
Publicity and publications	1,067	1,148
Property and equipment	171	242
Computer software	151	150
Travel and accommodation expenses for Fund's representatives	1,413	1,573
Training for non-KFAED staff	1,935	1,641
Maintenance expenses	1,067	1,172
Others	331	297
	<u>10,248</u>	<u>10,865</u>

18 CAPITAL COMMITMENTS

	<i>31 March 2017 KD'000</i>	<i>31 March 2016 KD'000</i>
Uncalled capital – Investments	403,819	484,275
Uncalled capital - Participations in development institutions (Note 10)	80,517	89,544
Uncalled capital – National Portfolio (Note 7)	26,536	50,000
Undisbursed loan installments (Note 11)	<u>1,323,429</u>	<u>1,224,727</u>

19 OFF BALANCE SHEET ITEMS

- The balance of undisbursed government grants received from the Government of the State of Kuwait and managed by the Fund amounted to KD 544,552 Thousand (2016: KD 535,206 Thousand).
- Accrued interest on non-performing loans amounted to KD 29,530 Thousand (2016: KD 21,629 Thousand).
- Total commitment related to the participation of the State of Kuwait in Goodwill Fund amounted to KD 3,718 Thousand (2016: KD 3,693 Thousand).





8

Tables



Table (A)
Geographical and Sectoral Distribution of Total Fund Loans
 Up to 31.3.2017 (KD Million)

Countries	Sector										Percentage %
	Transport (103)	Agriculture (57)	Industry (36)	Energy (75)	Water & sewerage (41)	Telecom (7)	Social (12)	Development Banks (15)	others (1)	Total (347)	
Arab Countries	791,565,657	355,790,379	211,645,149	1,086,578,639	461,463,834	86,655,928	142,664,350	123,289,780	796,394	3,260,450,110	55.63 %
Central Asian & European Countries	166,971,279	17,251,169	5,100,000	19,829,113	91,522,512	2,586,309	28,873,611	6,100,000		338,233,993	5.77 %
Centralv South & East African Countries	237,651,570	28,358,439	20,342,552	57,376,493	38,740,111	6,509,092	32,200,000	5,573,725	5,150,000	431,901,982	7.37 %
East. South Asia & the Pacific Countries	352,956,363	124,152,323	125,205,577	291,788,559	43,843,170		86,600,000	1,493,888		1,026,039,880	17.51 %
Latin American & The Caribbean Countries	95,865,138	15,243,086		9,690,361	54,603,312		8,500,000			183,901,897	3.14 %
West African Countries	342,689,398	65,133,818	5,999,989	67,526,462	68,771,154	5,370,636	56,950,000	4,000,000	3,600,000	620,041,457	10.58 %
Total	1,987,699,405	605,929,214	368,293,267	1,532,789,627	758,944,093	101,121,965	355,787,961	140,457,393	9,546,394	5,860,569,319	100 %
Percentage (%)	33.92 %	10.34 %	6.28 %	26.15 %	12.95 %	1.73 %	6.07 %	2.4 %	0.16 %	100 %	

Figures in parentheses refer to number of loan

Table (B)

Distribution of Total Fund Loans According to Recipient Countries

Up to 31.03.2017

Arab Countries

No	Country	No	Amount (K.D Million)
1	Algeria	4	21.880
2	Bahrain	17	150.271
3	Comores	4	6.672
4	Djibouti	14	78.237
5	Egypt	44	833.086
6	Iraq	2	6.386
7	Jordan	26	167.917
8	Lebanon	26	273.829
9	Mauritania	19	113.298
10	Morocco	37	387.624
11	Oman	23	190.872
12	Somalia	4	28.558
13	Sudan	28	306.378
14	Syria	28	332.914
15	Tunisia	34	194.975
16	Yemen	37	167.553
Total		347	3,260.450

West African Countries

No	Country	No	Amount (K.D Million)
1	Benin	13	36.276
2	Burkina Faso	17	62.133
3	Cameroon	7	22.940
4	Cape Verde	7	17.138
5	Chad	5	16.243
6	Congo	3	10.549
7	Cote D'Ivoire	6	31.076
8	Equatorial Guinea	1	0.965
9	Gabon	1	4.500
10	Gambia	13	44.732
11	Ghana	10	45.216
12	Guinea	12	48.578
13	Guinea-Bissau	5	7.765
14	Liberia	3	11.078
15	Mali	12	50.428
16	Niger	12	34.234
17	Sao Tome and Principe	1	5.000
18	Senegal	29	110.158
19	Sierra Leone	9	32.814
20	Togo	8	28.218
Total		174	620.041

Central, South and East African Countries

No	Country	No	Amount (K.D Million)
1	Angola	2	4.363
2	Botswana	8	14.890
3	Burundi	8	12.591
4	Central African Rep.	4	5.120
5	Congo D.R.	2	7.868
6	Eritrea	5	19.503
7	Ethiopia	7	46.017
8	Kenya	5	24.400
9	Lesotho	8	20.435
10	Madagascar	6	17.206
11	Malawi	7	24.520
12	Mauritius	6	15.914
13	Mozambique	11	27.272
14	Namibia	1	5.162
15	Rwanda	10	29.566
16	Seychelles	4	6.074
17	South Sudan	1	3.500
18	Swaziland	4	15.199
19	Tanzania	13	75.472
20	Uganda	9	21.074
21	Zambia	4	12.439
22	Zimbabwe	6	23.317
Total		131	431.902

East, South Asian and the Pacific Countries

No	Country	No	Amount (K.D Million)
1	Afghanistan	1	8.565
2	Bangladesh	23	166.210
3	Bhutan	5	8.296
4	China	37	279.999
5	India	8	81.870
6	Indonesia	9	59.084
7	Laos	2	14.350
8	Malaysia	4	15.482
9	Maldives Islands	12	39.500
10	Mongolia	4	23.973
11	Nepal	6	21.373
12	North Korea	3	18.393
13	Pakistan	17	125.288
14	Papua new Guinea	2	2.842
15	Philippines	4	12.879
16	Solomon Islands	2	3.280
17	Sri Lanka	15	77.656
18	Thailand	5	20.075
19	Vietnam	13	46.925
Total		172	1,026.040

Central Asian and European Countries

No	Country	No	Amount (K.D Million)
1	Albania	7	33.438
2	Azerbaijan	2	9.788
3	Belarus	1	5.100
4	Bosnia	4	24.800
5	Bulgaria	1	12.300
6	Cyprus	9	24.577
7	Georgia	3	17.296
8	Kazakhstan	1	4.094
9	Kyrgyzstan	4	15.087
10	Lithuania	1	4.600
11	Malta	3	7.096
12	Moldova	1	1.900
13	Serbia	1	10.000
14	Tajikistan	4	17.493
15	Turkey	12	105.609
16	Turkmenistan	1	0.183
17	Uzbekistan	8	44.872
Total		63	338.233

Latin American and the Caribbean Countries

No	Country	No	Amount (K.D Million)
1	Antigua & Barbuda	3	5.679
2	Argentina	3	39.934
3	Belize	5	12.802
4	Cuba	5	31.279
5	Dominica	2	2.750
6	Grenada	7	17.085
7	Honduras	6	30.026
8	Jamaica	4	12.600
9	Nicaragua	1	8.500
10	St.Lucia	4	10.946
11	St.Kitts & Nevis	4	4.962
12	St.Vincent & Grenadines	4	7.339
Total		48	183.902

Table (C)
Geographical Distribution of Total Technical Assistance and Grants
 Up To 31.03.2017

Countries	Technical Assistance		Grants	
	No	Amount (K.D Million)	No	Amount (K.D Million)
Central Asian and European Countries	2	0.60	21	7.45
Latin American and the Caribbean Countries	4	0.87	7	1.08
East. South Asia and the Pacific Countries	6	1.15	17	11.68
Arab Countries	16	6.45	89	192.98
West African Countries	10	1.83	28	4.36
Central. South and East African Countries	6	1.05	17	3.40
Total	44	11.95	179	220.95
Institutions	-	-	53	27.14
Total	44	11.95	232	248.09
Technical Assistance Converted Into Loans	66	8.95	-	-
Grand Total	110	20.90	232	248.09

Table (D)
Kuwait Fund Grants and Technical Assistance to Institutions
Up to 31.03.2017

No	Institutions	No. of Grants	Amount (K.D)
1	International Development Law Organizations (IDLO)	7	1,150,000
2	Arab Gulf Programme for the Support of UN Dev. Organizations	3	8,864,451
3	Economic and Social Commission for western Asia	1	49,478
4	Institute for Development Studies	1	29,880
5	Robert McNamara Fellowships Programme	1	145,750
6	UNITAR-Programme on Regional and Inter-Regional Cooperation	1	29,325
7	Global Water Summit Initiative	1	28,745
8	General Organization for the South and Arabian Gulf in Bahrain	1	1,023,577
9	Harvard Water Symposium	1	21,456
10	Regional Info. Technology and Software Engineering Centre	1	300,000
11	Environmental Summit Re River Blindness Control Programme	1	7,000
12	Sixth International Conference on Law- Volume Roads	1	10,000
13	Foundation for Tropical Diseases	1	300,860
14	Guinea Worm Eradication Trust Fund.	1	75,561
15	Onchocerciasis Control Programme (OCP)	1	229,850
16	Final Phase of Guinea Worm Eradication Program	1	147,088
17	Arab Planning Institute	2	2,570,173
18	IFAD International fund for agricultural Development	2	4,590,370
19	Supplementary Financing of the final stage of Guinea Worm	1	143,455
20	The final stage of the Program of Combating River Blindness	1	425,854
21	African Program for Onchocerciasis (APOC 1 :96-01) & (APOC 2 :2-07)	1	598,523
22	International Center for Agricultural Research in the Dry Areas	1	600,000
23	Operation of the roll back malaria partnership programme 2012-2015	2	1,062,845
24	Onchocerciasis Program for the remaining period 2013-2015	1	171,570
25	Financing the 1st Phase of the Arabian Development Gateway	1	56,614
26	Icarda- for supporting the strategy of the center and enhancing the food security program in the Arab countries.	1	1,000,000
27	Financing neglected Tropical Diseases in Africa Program (2016-2020)	1	1,530,300
28	National program for combating of cross border animal diseases	1	306,720
29	Financing the Arab Development Portal phase three	1	90,150
30	Global Fund to Fight Aids, Tuberculosis and Malaria (2017) - (2019)	1	1,531,500
31	Others	12	51,180
Total		53	27,142,275

Table (E)

State of Kuwait Grants Managed by the Fund

Up to 31.03.2017

Recipient Countries	Purpose	Amount (K.D)
Arab Countries		
Bahrain	Support and implementation the development projects (250,000,000 Annually for 10 Years)	353,825,000
Oman	Support and implementation the development projects in Sultanate of Oman (250,000,000 annually for 10 Years)	353,825,000
Algeria	Balida Social Housing Project	3,082,000
Comoros	Colleges - buildings for hospitals – ferry boats – medicines & medical equipment	1,500,000
Comoros	Settlement of Arrears, Development Of Mutsamudu and Moroni ports	533,324
Comoros	Multi – Purpose Hall in Anjouan Island	597,020
Comoros	Kuwait Goodwill Fund for the promotion of food security in Islamic Countries	582,722
Djibouti	Housing for low and middle income groups	2,000,000
Djibouti	Kuwait Goodwill Fund for the promotion of food security in Islamic Countries	582,722
Djibouti	Sports facility	555,888
Djibouti	Support and implementation the development projects in Djibouti	14,162,000
Egypt	Participation in the program of restoring schools damaged by Oct. 12,1992 earthquake	3,194,213
Egypt	Rebuilding of Flood Damages Village	1,689,008
Iraq	Reconstruction of Iraq (educations – health)	18,227,176
Iraq	Reconstruction of Iraq (water and sewage in Alsader city – equipping of schools)	13,393,350
Iraq	Construction of Residential Complex in Um Qasar “Albaheath”	22,648,000
Iraq	Construction of Medical Centers	30,655,000
Jordan	Support and Implementation of Development Projects	352,875,000
Lebanon	Reconstruction of Medical Centers	8,876,597
Lebanon	Assistance for Dr.Nassib Berbir Foundation	926,970
Lebanon	Supporting the humanitarian aid in South Lebanon	15,407

Recipient Countries	Purpose	Amount (K.D)
Lebanon	Restoration of the damaged Electrical Stations	5,054,328
Lebanon	Reconstruction of South Lebanon	6,446,598
Lebanon	Reconstruction of Lebanon	89,825,802
Lebanon	Construction of Beirut historical museum	8,805,900
Mauritania	Housing	1,824,736
Mauritania	Village and Pastoral Water Supply	1,097,022
Mauritania	Rehabilitation of Tiglga Hospital	154,100
Mauritania	Kuwait Goodwill Fund for the promotion of food security in Islamic Countries	874,083
Morocco	Support and implementation the development projects (250,000,000 annually for 5 Years)	352,875,000
Yemen	The Reconstruction of Houses in Dhamar Province	2,491,298
Yemen	Supporting the Strategy Combat Malaria	695,592
Yemen	Kuwait Goodwill Fund for the promotion of food security in Islamic Countries	1,748,166
Yemen	Financing the reconstruction Program in the affected areas of The Republic of Yemen	14,317,500
Palestine	Palestinian Assistance Program in Gaza Strip	7,624,250
Palestine	The cooperation council program for reconstruction of Gaza	58,706,000
Palestine	The Establishment of Housing Projects	24,939,900
Somali	Main requirement for the Hargeisa and Berbera airports	4,228,200
Somali	Garowi airports project in the Puntland state and Makher University project in Snage Province	2,861,500
Somali	Kuwait Goodwill Fund for the promotion of food security in Islamic Region	874,083
Sudan	Kuwait Goodwill Fund for the promotion of food security in Islamic Region	2,039,527
Sudan	Health and education project in the States of Eastern Sudan	14,084,000
Syria	Expansion of Teshrin Thermal electrical station	25,790,781

Recipient Countries	Purpose	Amount (K.D)
West African Countries		
Benin	Kuwait Goodwill Fund for the promotion of food security in Islamic Countries	1,456,805
Cape Verde	Praia water supply and sewerage	882,990
Chad	programme for village & pastoral water supply	759,933
Chad	Kuwait Goodwill Fund for the promotion of food security in Islamic Countries	1,165,444
Gabon	Building two Mosques	650,000
Gambia	Kuwait Goodwill Fund for the promotion of food security in Islamic Countries	874,083
Guinea	Kuwait Goodwill Fund for the Promotion of food Security in Islamic Countries	1,165,444
Guinea Bisau	Reclamation of Mangrove Lands for Rice Cultivation.	1,352,701
Guinea Bisau	Kuwait Goodwill Fund for the promotion of food security in Islamic Countries	874,083
Liberia	Settlement of arrears	850,000
Mali	Water supply Program in Liptako-Gourma Region	2,487,840
Mali	Kuwait Goodwill Fund for the promotion of food security in Islamic Countries	1,456,805
Mali	Supporting The Republic of Mali	2,829,400
Niger	Kuwait Goodwill Fund for the promotion of food security in Islamic Countries	1,456,805
Senegal	Emergency programme for village & pastoral water supply	1,495,243
Senegal	Kuwait Goodwill Fund	1,456,805
Sierra Leone	Kuwait Goodwill Fund for the promotion of food security in Islamic Countries	874,083
Togo	Kuwait Goodwill Fund for the promotion of food security in Islamic Countries	874,083
Burkina Faso	Liptako Gourma Authority Water Supply programme	2,137,170
Burkina Faso	Kuwait Goodwill Fund for the promotion of food security in Islamic Countries	1,456,805
African Region	Contribution to the Aid of African Coastal Islamic Countries	4,315,620

Central , South and East African Countries		
Mauritius	Construction of the Islamic Cultural Center	77,330
Mozambique	Kuwait Goodwill Fund for the promotion of food security in Islamic Countries	1,748,166
Swaziland	The Kuwait sports emporium project at the University of Swaziland	1,614,415
Uganda	Kuwait Goodwill Fund for the promotion of food security in Islamic Countries	2,039,527
Dem Rep Of Congo	Procurement of 50 Ambulances	408,491
East , South Asian and the Pacific Countries		
Afghanistan	Kuwait Goodwill Fund for the promotion of food security in Islamic Countries	2,039,527
Afghanistan	Hipe	900,000
Bangladesh	Kuwait Goodwill Fund for the promotion of food security in Islamic Countries	2,913,610
Maldives	Kuwait Goodwill Fund for the promotion of food security in Islamic Countries	582,722
Mongolia	Construction the new Parliament Building	3,488,160
Central Asian and European Countries		
Albania	The Skenderbej Square rehabilitation	2,218,458
Kazakhstan	Construction of the new Government Building	3,055,851
Latin American and the Caribbean Countries		
Haiti	Infar-structure in health sector -Infar- structure in education sector	2,604,420
Institutions		
Onchocerciasis	Onchocerciasis Control Program in Africa	4,064,700
Ifad (International)	Furnishing the new building for the international fund of development	52,219
Total		1,869,784,501



9

Annexes

Appraised Projects

Arab Countries

Country	Project Name	Purpose
Lebanon	Establishment of two sewage systems in the Chouf area	The proposed project aims to preserve public health and protect the environment in the shouf area and groundwater from pollution due to wastewater through the establishment of two drainage systems for the collection and treatment of sewage and water discharge for treatment.
Mauritania	Expansion of medium voltage networks in the south-eastern regions	The proposed project aims to provide electric power to the inhabitants of villages and towns located along the Senegal River in the southeastern areas of the states of Korkel and Kedimaga, Mauritania, from the electricity produced from dams of the Senegal River Basin Development Organization, which are transferred to the project area on 90 KV transmission lines. To 90KV/ 33KV conversion stations. Located in Kehidi, Silibai and Korai, in support of economic and social development in the country in general and in the project areas in particular.

Central Asian and European Countries

Country	Project Name	Purpose
Serbia	Belgrade Center Railway Station (phase 1)	The Project aims at meeting demand for passenger transport services by rail within the rail network of the city of Belgrade, through the enhancement of the facility's infrastructure capacity to transport increased number of passengers safely to their destinations. The project also aims to improving the transport economics by reducing trip time and the train's operating costs, and meeting European standards for improved cross border rail connectivity.

East , South Asian and the Pacific Countries

Country	Project Name	Purpose
Bangladesh	Infrastructural Development Project	The projects aims to contribute to the economic and social development of Bangladesh through the development of infrastructure and basic services in urban areas in 51 municipalities.
China	Hospital Wozhung - Ninghashia	The second phase of the hospital project aims to complete the project through the construction of buildings and wards for diabetes, blood pressure, heart , neurology and tumors, which are increasingly in demand with the increasing population.
China	Hospital - Goyang the Second	The project aims mainly to meet the high demand for specialized health services resulting from population increase and support for healthcare in the Region.
Maldiv islands	Shore Protection - Fuvahmulah island	the project aims to improve the living standards of the population of Fuvahmulah island and to contribute to the provision of stability and balance of population in the country by reducing migration to the capital and by providing means for protecting the land from erosion and reducing the environmental impacts and environmental fluctuations.
Pakistan	Golen Gol Hydropower - Second Loan	The project aims to contribute to meet the demand for electricity in the North West Region of the Republic of Pakistan by generating hydropower from the Gulan River in the Chitral region and connecting it with the National Electric Grid.
Vietnam	Multi Purpose Development of Ethic Minorities in the Poor Communes of Xin Man District	The project aims to reduce the poverty rate and to increase the living standards of the beneficiaries of the project through the development of basic infrastructure , such as rural roads, irrigation and drainage systems , drinking water supply, to fight against hunger and enhance food security.
Vietnam	Development of Coastal Infrastructure in response to Climate Change in Thai Thuy District	The project aims at supporting the economic and social development in Tai Bin province by avoiding the effects and negative impacts of climate change, especially sea level rise. This has negative impacts on agricultural crops in the projects area.

West African Countries

Country	Project Name	Purpose
Togo	Supporting and strengthening the microfinance program	The project aims at reducing unemployment, increasing income and improving the standard of living of young people, small farmers and the poor by enhancing the financial capabilities of the National Fund and supporting its role in financing small income-generating projects.
Guinea	Xidou Road - Jokidou - Condembadu	The project aims to meet the increasing demand for transporting passengers and goods between the cities in the south-east of the country by linking them to some and facilitating traffic between them and neighboring countries, which will reduce the cost of transportation and reduce the time of transport of passengers and goods and marketing the products of the project area. The study estimated the internal rate of return of the project by about 18% .
Mali	Provision of drinking water to the city of Bamako - Phase II	The proposed project aims at improving the standard of living of the population in the capital Bamako by covering the expected demand for water until 2023 by expanding the production and distribution of potable water to the population in the city. The Islamic Development Bank report included a detailed analysis of the feasibility of the various components of the project. The internal economic rates of return for each are within 24%.
Senegal	Chambacunda Road - Kedera	The project aims at supporting the economic activity in the project area, eliminating the isolation of production areas and improving communications in the capital Dakar and other cities, which will lead to the exploitation and marketing of the natural and agricultural resources of the region.
Chad	Irrigated agriculture in different parts of the country	The aim of the project is to improve the living conditions of the population in several different areas in the state of Kannyon in the northwest of the country, through the development of irrigation means.
Côte d'Ivoire	Establishing and equipping an institute for technical education In the city of Daloa	The proposed project aims to support the economic and social development in the Upper Sassandra region by meeting the demand for technical education in the region and to meet the needs of the labor market from technical and professional staff specialized in various fields, in addition to achieving justice in the distribution and integration of technical institutes in the country.
Gambia	Expansion and rehabilitation of primary and secondary schools	The proposed project aims to contribute to the economic and social development of the Gambia and to support the Government's Plan for the years 2014-2022, to achieve the Millennium Development Goals. In the basic and secondary education sector, through the development, maintenance and rehabilitation of existing buildings and the construction of buildings, facilities and services for primary and secondary schools in six provinces in the country to increase their absorptive capacity and improve their service facilities to provide a healthy educational environment conducive to increasing the enrollment of students in the educational process , Increases the efficiency of educational achievement and ensures the quality of education outputs at all levels. In addition to its economic benefits and its positive impact in reducing the unemployment rate and the poverty unit of the population of the country.

Central, South and East African Countries

Country	Project Name	Purpose
Swaziland	Lower Usuthu Smallholder Irrigation Project (Stage II)	<p>The Project aims to support the economic and social development in the Lubombo Region at Matata Area located along the right bank of Usuthu River, through the expansion of the existing main canal and construction of the relevant distribution system, to convey the required and sustainable water from Usuthu River to irrigate about 5,750 ha. of agricultural land. Thus increasing the agricultural production of sugarcane in principle and other cash crops, reduce the poverty in the Project area and improve the farmers' income, in addition to support the government food security strategy.</p> <p>The Project consists mainly of civil and electromechanical works for the existing main canal extension including the construction of a siphon, Matata Canal and all the related works, secondary distribution system, service roads, balancing storage reservoirs, booster pump stations, and on farm works, which include land bush clearing, leveling and installing relevant irrigation systems for about 42 agricultural schemes. The Project also includes consulting services for the preparation of the detail design, tender documents and Project supervision, in addition to the Project management.</p>
Tanzania	Rehabilitation of Mnazi Mmoja hospital	<p>The Project aims to support the social development of Zanzibar, by meeting the increasing demand for health care services and improving the quality and efficiency of health care services.</p> <p>The Project involves the rehabilitation and expansion construction works, which comprises the improvement of the three sites of Mnazi Mmoja Hospital namely, Rehabilitation of Mnazi Mmoja main campus with capacity of 746 beds, Reconstruction of mental hospital in Kidongo Chekundu, with capacity of 200 beds, and Reconstruction of maternity hospital in Mwembeladu with capacity of 70 beds. It also includes mechanical, electrical works, the supply of medical and auxiliary equipment and the consultancy services for design, supervision of construction and procurement.</p>

Projects Under Consideration

Arab Countries

Country	Project Names
Djibouti	- Construction of Electrical Thermal Power Plant - Economic Development during the period 2016 - 2018
Iraq	Construction of Modern Schools in Bagdad and other Provinces
Jordan	Araba Valley Government Hospital in Al- Aqabah
Lebanon	Establishment of two sewage systems in the Chouf area
	Providing drinking water for the Dhinnyyah area and rehabilitating the Breesa Dam
Morocco	Tangier - Casablanca High - Speed Railway (2nd Loan)
Sudan	- Sanitation of the cities of the states of the East (Phase I) - Al-Baqeer Power Plant
Tunisia	Construction and Equipping of 4 Regional Hospitals

Central Asian and European Countries

Country	Project Names
Kyrgyz Republic	Balykchi - Karakol - Balykchi Ring Road Project (North Section)

East , South Asian and the Pacific Countries

Country	Project Names
Pakistan	Naulong Hydropower in Balochistan District

West African Countries

Country	Project Names
Equatorial Guinea	Malabo Hospital
Togo	Provision of drinking water in Kara city and its environs

Central, South and East African Countries

Country	Project Name
Burundi	Rehabilitation of Mutambara – Lake Nyanza Road
Democratic Republic of Congo	Kinshasa City Urban Roads Project
Kenya	Madogashi - Wajir Road Project
Malawi	Water Supply Project in Rumphu, Nkhata Bay and Mangochi Town
Tanzania	Muhongo Valley and Luiche Delta Irrigation Project



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