

Workshop of CAREC National Transport and Trade Facilitation Committees on
Preparation of CAREC Regional Improvement of Border Services Project

Key Processing Milestones and Financing Documentation

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Key ADB Processing Milestones

- Parallel ADB fact-finding missions to participating countries
 - Due diligence on project design, environmental and social safeguards etc carried out by ADB teams for each country
 - MOU/aide-memoire and project administration manuals prepared and agreed with each country
- ADB Management Review Meeting
 - Project reviewed by ADB internal departments and discussed at Management Review Meeting
- Parallel negotiations of financing agreements with each participating country
- ADB Board Consideration
- Signing and effectiveness of financing agreements



Standard Elements of ADB Financing Agreements

- Project scope and components
- Financing terms
 - OCR loan - Libor plus 0.40%, with an approximately 20-24 year term (including 4-5 year grace period)
 - ADF loan – 1% during grace period and 1.5% thereafter, with a 32 year term (including 8 year grace period)
 - ADF grant
- Provisions on use of loan/grant proceeds, allocation and withdrawals, maintenance of accounts and records, annual audits and procurement and use of consulting services
- Covenants on provision of counterpart support, environmental and social safeguards, operations and good governance/anticorruption



Thank you

ADB