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14/06

Government of Pakistan
Economic Affairs Division

F.No.10(7)IDA-II/16

Islamabad, 12th June, 2019

OFFICE MEMORANDUM

Subject: Procedure for Approval of PforR, FIP and DPC Mode of Financing

The undersigned is directed to refer to this Division's earlier OM of even number dated 8.5.2019 on the subject noted above and to state that the National Economic Council (NEC), while considering the summary, dated 27.5.2019, submitted by EAD, has approved the following procedure regarding approval of Program-for-Results (PforR), Financial Intermediation Programs (FIPs) and Development Policy Credit (DPC) mode of financing.

this should be displayed on P&D website with confidence also

SC (EAD)

DPG

Chairman P&D Board Punjab

14 JUN 2019

M-IT/ECA

- i. The relevant Executing Agencies shall obtain Concept Clearance of the proposed program(s) from the Concept Clearance Committee housed in Planning, Development & Reform Division and communicate the same to EAD.
- ii. On receipt of Concept Clearance, EAD will formally request the Development Partner for seeking funding support.
- iii. The Development Partner will prepare Program Appraisal Documents in consultation with the sponsoring and executing agencies and then share it with EAD for negotiations.
- iv. Before initiating loan negotiations, EAD will seek clearance of the program loan agreement from the Ministry of Law and Justice from legal point of view and the Finance Division.
- v. Loan negotiations shall be conducted with the development partner after approval of Finance Minister. EAD, Finance Division, PD&R Division, Law and Justice Division and relevant sponsoring agency and executing agency will participate in negotiations.
- vi. The EAD may, on completion of negotiations, move a summary for approval of Finance Minister/Chairman ECNEC, before signing the program loan agreement.
- vii. For TA parts of the PforR and FIPs, these shall subsequently follow PC-I by respective Executing Agencies before release of funds into assignment account/project account.

2. Copy of the NEC decision is attached for information and record please.

Encl: As above

A/17/6

(Azam Khan)
Deputy Secretary (WB)

Member (IT)
Diary 174
Date 17/6
P&D Board

CHIEF
Diary 314
Date 17/6
P&D Dept

1. Secretary, Finance Division, Government of Pakistan, Islamabad.
2. Secretary, Planning, Development and Reform Division, GoPakistan, Islamabad.
3. Secretary, Revenue Division, Government of Pakistan, Islamabad.
4. Secretary, Power Division, Government of Pakistan, Islamabad.
5. Secretary, Petroleum Division, Government of Pakistan, Islamabad.
6. Secretary, Water Resources Division, Government of Pakistan, Islamabad.
7. Secretary, Federal Education & Professional Training Division, Govt. of Pakistan, Islamabad
8. Secretary, Aviation Division, Government of Pakistan, Islamabad.

Manager MIA (IT Wing)

AC II

cc: Manager (IT) For plan on P&D website

15 JUN 2019

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18-06-2019