Project Agreement

(Additional Financing Development Response to Displacement Impacts Project in the Horn of Africa)

between

INTERNATIONAL DEVELOPMENT ASSOCIATION

and

AGENCE DJIBOUTIENNE DE DÉVELOPPEMENT SOCIAL
PROJECT AGREEMENT

AGREEMENT between INTERNATIONAL DEVELOPMENT ASSOCIATION ("Association") and AGENCE DJIBOUTIENNE DE DÉVELOPPEMENT SOCIAL ("Project Implementing Entity") ("Project Agreement") in connection with the Financing Agreement ("Financing Agreement") of the Signature Date between the Republic of Djibouti ("Recipient) and the Association, concerning Credit No. 6666-DJ. The Association and the Project Implementing Entity hereby agree as follows:

ARTICLE I — GENERAL CONDITIONS; DEFINITIONS

1.01. The General Conditions (as defined in the Appendix to the Financing Agreement) apply to and form part of this Agreement.

1.02. Unless the context requires otherwise, the capitalized terms used in this Agreement have the meanings ascribed to them in the Financing Agreement or the General Conditions.

ARTICLE II — PROJECT

2.01. The Project Implementing Entity declares its commitment to the objectives of the Project. To this end, the Project Implementing Entity shall carry out Parts 1, 2, 3 and 4 of the Project in accordance with the provisions of Article V of the General Conditions and the Schedule to this Agreement, and shall provide promptly as needed, the funds, facilities, services and other resources required for its Respective Parts of the Project.

ARTICLE III — TERMINATION

3.01. For purposes of Section 10.05 (c) of the General Conditions, the date on which the provisions of this Agreement shall terminate is ten (10) years after the Signature Date.

ARTICLE IV — REPRESENTATIVE; ADDRESSES

4.01. The Project Implementing Entity’s Representative is the Director General.

4.02. For purposes of Section 11.01 of the General Conditions: (a) the Association’s address is:

International Development Association
1818 H Street, NW
Washington, DC 20433
United States of America; and

(b) the Association’s Electronic Address is:

Telex: 248423(MCI) or 1-202-477-6391
4.03. For purposes of Section 11.01 of the General Conditions: (a) the Project Implementing Entity’s address is:

Agence Djiboutienne de Développement Social
Avenue Mohamed Djama Elabé
BP 4298
Djibouti - Republic of Djibouti

and

(b) the Project Implementing Entity’s Electronic Address is:

Cable: Facsimile: E-mail:
(253)21358655 (253)21357184 direction@adds.dj
AGREED as of the later of the two dates written below.

INTERNATIONAL DEVELOPMENT ASSOCIATION

By

[Signature]

Authorized Representative
Marina Wes
Name: __________________________
Title: Country Director
Date: 03-Jun-2020

AGENCE DJIBOUTIENNE DE DÉVELOPPEMENT SOCIAL

By

[Signature]

Authorized Representative
Mahdi Mohamed-Djama
Name: __________________________
Title: Directeur Général
Date: 10-juin-2020
SCHEDULE

Execution of the Project

Section I. Implementation Arrangements

A. Institutional Arrangements

The Project Implementing Entity shall, at all times during the implementation of the Project, maintain the Project Implementation Team to oversee the day-to-day implementation and management of the Project with competent staff in adequate numbers and with terms of reference, qualifications and experience satisfactory to the Association, as further detailed in the Project Implementation Manual.

B. Subsidiary Agreement

1. To facilitate the carrying out of the Project, the Project Implementing Entity shall execute and thereafter maintain the Subsidiary Agreement with the Recipient under terms and conditions approved by the Association.

2. The Project Implementing Entity shall exercise its rights under the Subsidiary Agreement in such manner as to protect its interests and the interests of the Recipient and the Association and to accomplish the purposes of the Financing. Except as the Association shall otherwise agree, the Project Implementing Entity shall not assign, amend, abrogate or waive the Subsidiary Agreement or any of its provisions.

C. Anti-Corruption

The Project Implementing Entity shall ensure that the Project is carried out in accordance with the provisions of the Anti-Corruption Guidelines.

D. Project Implementation Manual and Safeguards

1. The Project Implementing Entity shall carry out the Project in accordance with the Project Implementation Manual and the Safeguard Documents.

2. The Project Implementing Entity shall not amend the Project Implementation Manual or the Safeguard Documents without the prior written approval of the Association.

3. In the event of any conflict between the provisions of the Project Implementation Manual, the Safeguard Documents and this Agreement, the provisions of this Agreement shall prevail.

E. Community Sub-projects under the Community Investment Fund

For the purposes of carrying out Component 1(a) of the Project, the Project Implementing Entity shall
1. pre-select in collaboration with the Target Communities and the Regional Councils, eligible Community Sub-Projects for the benefit of said Target Communities in accordance with the eligibility criteria, guidelines and procedures acceptable to the Association, set forth in the Project Implementation Manual;

2. ensure that each Community Sub-Project is carried out with due diligence and efficiency and in accordance with sound technical, economic, environmental and social standards and practices satisfactory to the Association, including in accordance with the provisions of the Anti-Corruption Guidelines and the Safeguard Documents; (a) provide, promptly as needed, the resources required for the carrying out of the Community Sub-Project; (b) procure the goods, works, non-consulting services and consultants’ services to be financed for the Community Sub-Project in accordance with the provisions of this Agreement; (c) maintain procedures adequate to enable it to monitor and evaluate in accordance with indicators acceptable to the Association, the progress of the pertinent Community Sub-Project and the achievement of its objectives; (d) maintain a simplified financial management system and records in accordance with consistently applied accounting standards acceptable to the Association for community driven initiatives; (e) enable the Recipient and the Association to inspect the pertinent Community Sub-Project, its operation and any relevant records and documents, or to; and (f) prepare and furnish to the Recipient and the Association all such information as the Recipient or the Association shall reasonably request relating to the foregoing.

F. Annual Work Programs

1. The Project Implementing Entity shall, not later than November 30 in each calendar year during Project implementation, prepare and furnish to the Association, a program of activities proposed for inclusion in the Project during the following fiscal year, including: (a) a detailed timetable and budget for the sequencing and implementation of said activities; (b) the types of expenditures required for such activities; and (c) the planned procurement methods for the expenditures (“Annual Work Program”).

2. The Project Implementing Entity shall exchange views with the Association on each such proposed Annual Work Program and shall thereafter carry out such program of activities for such following fiscal year as shall have been agreed between the Project Implementing Entity and the Association.

3. Only those activities, which are included in an Annual Work Program, shall be included in the Project. Notwithstanding the foregoing, the Annual Work Program might be amended from time to time to include new activities with the prior and written concurrence of the Association.

Section II. Project Monitoring, Reporting and Evaluation

A. Project Reports.

1. The Project Implementing Entity shall monitor and evaluate the progress of the Project and prepare Project Reports in accordance with the provisions of Section 5.08 (b) of the General Conditions and on the basis of the indicators acceptable to the Association. Each such
Project Report shall cover the period of one calendar semester and shall be furnished to the Recipient not later than forty-five (45) days after the end of the period covered by such report for incorporation and forwarding by the Recipient to the Association of the overall Project Report.

2. The Project Implementing Entity shall provide to the Recipient not later than forty-five (45) days after the end of the period covered by the Project report, for incorporation in the report referred to in Section 5.08 (c) of the General Conditions all such information as the Recipient or the Association shall reasonably request for the purposes of such Section.

Section III. Other Undertakings

By 15 December 2021, or such other date as the Association shall agree upon, the Project Implementing Entity shall: (i) carry out jointly with the Recipient and the Association, a mid-term review of the implementation of operations under the Project, which shall cover the progress achieved in the implementation of the Project; and (ii) following such mid-term review, act promptly and diligently to take any corrective action as shall be agreed with the Association.