

Table 11

11th ODA PORTFOLIO REVIEW
Projects with Possible Cancellations in CY 2003 and Beyond
As of 31 December 2002

Funding Source/Project Title			Possible Loan Amount for Cancellation in 2003 and Beyond (\$M)	Reason/s for Cancellation
TOTAL			273.13	
ARMM TOTAL			2.44	
1	OPEC	Project 2 OPEC-Funded	2.44	Failure by DBM to provide the budget cover needed for the forex differential gains.
DA TOTAL			57.20	
2	ADB	Grains Sector Development Program	50.00	GOP failure to fully satisfy agreed policy reforms contained in the GSDP Program Loan resulted to non-release of the 2nd and 3rd tranches of the said loan. The Program Loan cancellation will likewise effect the cancellation of the Investment Loan since both loans are linked within a single loan package. Remaining balance of \$25.0 M of the \$75.0 M Investment Loan to be used to complete ongoing works and stand-alone activities. Investment Loan to be de-linked from Program Loan.
3	ADB/IFAD	Cordillera Highland Agriculture Resource Management Project	2.20	Excess financing under the IFAD Loan.
4	ADB/JBIC	Fisheries Resource Management Project	5.00	Excess financing under the ADB Loan.
5	WB	Third Elementary Education Project (TEEP)	9.895	DepEd is prepared to forego the amount of US\$9.895 million of the current WB loan which will basically cover cost reduction in consulting services and administrative costs. Please see attached April 13, 2003 letter of DepEd to Undersecretary Laura B. Pascua of DBM for the details.
DILG TOTAL			12.53	
6	JBIC	Rural Water Supply and Sanitation Sector Project V	1.71	Withdrawal of Zambales and Palawan from the project
7	ADB	Clark Area Municipal Development Project	10.82	Withdrawal of Tarlac City, Angeles City and the Municipality of Concepcion
DOH TOTAL			2.00	
8	ADB	Integrated Community Health Services Project	2.00	Depreciation of the peso.
DOTC TOTAL			117.10	
9		Third Airports Development Project		
	EIB		24.097	Loan closing date - 15 November 2002
	ADB		93.00	Loan closing date - 31 May 2003

Funding Source/Project Title		Possible Loan Amount for Cancellation in 2003 and Beyond (\$M)	Reason/s for Cancellation
LBP TOTAL		16.00	
10 WB	Water Districts Development Project	6.00	Slow response from LGUs Limited market acceptance Incremental increase due to foreign exchange rates
11 ADB	Metro Manila Air Quality Improvement Project - Air Pollution Control Facility	10.00	There is low demand of the facility because of several factors beyond control such as the implementation of the Clean Air Act and its IRR. LBP is incurring commitment fees which amounted to P21.04M as of cut-off date.
LWUA TOTAL		32.11	
12 ADB	Small Towns Water Supply Sector	2.17	Excess funds due to foreign exchange movement.
13 JBIC	Provincial Cities Water Supply III	10.72	Excess funds due to the withdrawal of Davao City and Tuguegarao WDs
14 JBIC	Provincial Cities Water Supply IV	15.80	Excess funds due to withdrawal of Lipa and San Fernando WDs.
15 JBIC	Provincial Cities Water Supply V	3.00	Excess funds due to withdrawal Cabanatuan, Tagaytay, and Valencia WDs.
16 AusAID	Expansion and Rehabilitation of Baguio Water System	0.42	Excess funds due to foreign exchange movement.
MWSS TOTAL		11.90	
17 WB	MSSP	11.90	
NIA TOTAL		2.08	
18 JBIC	Malitubog-Maridagao Irrigation Project	0.577	The loan will expire on 11 May 2003 and may no longer utilize/applied for disbursement under the project.
19 ADB	Second Irrigation Systems Improvement Project	1.500	Excess financing due to further depreciation of the peso against the dollar.
PEZA TOTAL		19.78	
20 JBIC	Special Economic Zones Environmental Management Project	19.78	With loan closing date of 10 July 2003, total undisbursed amount of the project will be cancelled if the 2-year loan extension request will not be granted