



MILLENNIUM
CHALLENGE CORPORATION
UNITED STATES OF AMERICA

QUARTERLY STATUS REPORT



Namibia Compact

AS OF SEPT 2014

COMPACT GOAL

The Compact goal is to strengthen the Namibian workforce through the development of knowledge and skills, as well as to increase the productivity of agricultural and non-agricultural enterprises in rural areas.



COMPACT AT A GLANCE

Compact Signed	07-28-2008
Entry Into Force	09-16-2009
Compact End Date	09-16-2014
Compact Total	\$304,477,815
Amount Committed	\$291,357,447
Amount Expended	\$277,917,627
Estimated Program Beneficiaries	1,063,413
Estimated Increase in Household Income	\$310,400,000

% OF TOTAL COMPACT	BUDGET (USD MILLIONS)
46% Education Project	\$141.2
23% Tourism Project	\$69.0
17% Agriculture Project	\$51.4
12% Program Administration	\$35.7
2% Monitoring and Evaluation	\$6.8

■ Project Preparation ■ Project Implementation

Education Project	PROJECT COST	TOTAL CONTRACT COMMITMENTS	TOTAL PROJECT EXPENDITURES ¹																																																						
	\$141,276,916	\$138,610,185	\$132,867,071																																																						
<p>The Education Project aims to improve the quality of and access to education and training for under-served groups, enhancing the quality of the country's labor force and increasing employment opportunities for youth.</p> <p>Projected Long-Term Results (Up to 20 years)</p> <p>ESTIMATED BENEFICIARIES: 1,063,413</p> <p>ESTIMATED INCREASE IN HOUSEHOLD INCOME: \$216,100,000</p>	<table border="1"> <thead> <tr> <th></th> <th>YEAR 1</th> <th>YEAR 2</th> <th>YEAR 3</th> <th>YEAR 4</th> <th>YEAR 5</th> </tr> </thead> <tbody> <tr> <td>47 Schools</td> <td>■</td> <td>■</td> <td>■</td> <td>■</td> <td>■</td> </tr> <tr> <td>College of Education Equip.</td> <td>■</td> <td>■</td> <td>■</td> <td>■</td> <td>■</td> </tr> <tr> <td>NTF/Priority Training Grants</td> <td>■</td> <td>■</td> <td>■</td> <td>■</td> <td>■</td> </tr> <tr> <td>Expanding/Improving COSDECs</td> <td>■</td> <td>■</td> <td>■</td> <td>■</td> <td>■</td> </tr> <tr> <td>Access/Mgmt. of Text Books</td> <td>■</td> <td>■</td> <td>■</td> <td>■</td> <td>■</td> </tr> <tr> <td>Regional Study & Resource Centers</td> <td>■</td> <td>■</td> <td>■</td> <td>■</td> <td>■</td> </tr> <tr> <td>Improved Tertiary Finance Access</td> <td>■</td> <td>■</td> <td>■</td> <td>■</td> <td>■</td> </tr> <tr> <td>Cross Project Support (HIV/AIDS)</td> <td>■</td> <td>■</td> <td>■</td> <td>■</td> <td>■</td> </tr> </tbody> </table> <p style="text-align: right;">PRESENT</p>				YEAR 1	YEAR 2	YEAR 3	YEAR 4	YEAR 5	47 Schools	■	■	■	■	■	College of Education Equip.	■	■	■	■	■	NTF/Priority Training Grants	■	■	■	■	■	Expanding/Improving COSDECs	■	■	■	■	■	Access/Mgmt. of Text Books	■	■	■	■	■	Regional Study & Resource Centers	■	■	■	■	■	Improved Tertiary Finance Access	■	■	■	■	■	Cross Project Support (HIV/AIDS)	■	■	■	■	■
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<p>PROJECTED RESULTS BY END OF COMPACT</p> <p>Increase percentage of learners attaining "Basic Achievement" or higher on the Grade 5 National Standardized Achievement Test from 30% to 40% in English and 44% to 54% in math; 1,392 graduates from Vocational Training Grant Fund-supported training programs; train 100 educators as textbook management trainers and 100 as textbook utilization trainers.</p>	<p>PROGRESS TO DATE</p> <p>48 schools rehabilitated. 1,715,763 textbooks delivered to primary and secondary schools. 450 students graduated from Vocational Training Grant Fund-supported training programs.</p>	<p>PROJECT ACHIEVEMENTS</p> <p>All 3 RSRCs completed. 48 schools renovated and equipped with science kits and computers. The National Training Fund was officially launched to collect levies from private sector. CPD materials developed for educational leadership workshops.</p>																																																							

Tourism Project	PROJECT COST	TOTAL CONTRACT COMMITMENTS	TOTAL PROJECT EXPENDITURES [†]
		\$69,085,842	\$65,751,504

The Tourism Project aims to improve the management and infrastructure of Etosha National Park, enhance the marketing of Namibian tourism, and develop the capacity of communal conservancies to attract investments in ecotourism and increase their revenue.

Projected Long-Term Results

(Up to 20 years)

ESTIMATED BENEFICIARIES	ESTIMATED INCREASE IN HOUSEHOLD INCOME
168,661	\$66,700,000
	\$24.6M of the benefits are expected to come from the Ecotourism Development Activity, \$6.4M from the Marketing Tourism Activity, and \$35.7M from the Etosha National Park Activity.

PROJECTED RESULTS BY END OF COMPACT

Increase annual gross revenue to conservancies from approximately \$4.4 million to \$4.8 million; increase Etosha National Park revenue from approximately \$2.8 million to \$4 million; increase number of North American businesses offering tours to Namibia from 106 to 131.

PROGRESS TO DATE

Gross revenue to Compact-supported conservancies was \$5.6 million in 2013; Etosha National Park generated \$3 million in revenue in 2013; 127 North American businesses are currently offering tours to Namibia. In addition, major works at the Etosha National Park have been awarded and are underway; 732 rare animals have been translocated to conservancies; seven conservancy joint venture grants exceeding \$2.6 million have been signed.

PROJECT ACHIEVEMENTS

All funding conditions required to initiate construction of Etosha National Park infrastructure satisfied; tourism business development and wildlife management training underway in 30 conservancies; online marketing efforts almost complete; 34 grants to support conservancies approved for funding; Namibia hosted the 2013 Adventure Travel World Summit as a result of MCA-funding.

Agriculture Project	PROJECT COST	TOTAL CONTRACT COMMITMENTS	TOTAL PROJECT EXPENDITURES [†]
		\$51,439,139	\$51,199,335

The Agriculture Project focuses on increasing the economic performance of the agricultural sector by: 1) improving land tenure security and rangeland management practices, 2) improving animal health services and livestock marketing, and 3) increasing revenues to small and medium-sized enterprises from sustainable harvesting of natural products.

Projected Long-Term Results

(Up to 20 years)

ESTIMATED BENEFICIARIES	ESTIMATED INCREASE IN HOUSEHOLD INCOME
750,220	\$27,600,000
	This estimated increase in Household Income is based only on the INP Development activity (\$1.7M) and the Livestock Support activity (\$25.9M). There is no quantification of benefits from Land Access and Management activity.

PROJECTED RESULTS BY END OF COMPACT

Forty-five northern communal grazing areas engage in combined herding; tag one million cattle; train 7,000 members of Indigenous Natural Products producer groups; 10,807 parcels in land registration system; and 3 group land rights registered/secured.

PROGRESS TO DATE

18 grazing areas engaged in combined herding, with 784 participating households; 1,575,543 cattle tagged; 8,600 natural product producers (nearly 60% women) trained and mobilized, 67 producer groups with service agreements; 6,902 parcels in land registration system, 1,641 stakeholders (22% women) trained on land tenure security and management; construction underway on 5 state vet offices; 2 quarantine camps complete.

PROJECT ACHIEVEMENTS

Refined land registration procedures to increase efficiency and ensure community participation; introduced forms to allow joint registration by spouses; 3,186 household land rights formalized; 3 INP producer/processor organizations certified organic; \$5.6 million (92%) of the Livestock Marketing Efficiency Fund and \$2.6 million (118%) of the INP Innovation Fund committed; over \$100,000 generated in INP added-value sales.

[†]Expenditures are the sum of cash outlays and quarterly accruals for work completed but not yet paid or invoiced.