



COMPACT GOAL

The \$450 million MCC compact seeks to overcome constraints to economic growth and investment in Morocco by investing in high-quality education and land productivity. The Employability Project aims to address the supply of skilled labor by providing graduates from secondary schools and workforce development programs with skills that respond to private sector needs; and the Land Project focuses on improving land markets to create opportunities for investment by landholders and business owners. By improving Morocco's policy and institutional environment, better aligning secondary school and vocational training program graduates' skills with the needs of employers, and creating models for engagement with the private sector, the compact's projects address both the supply and demand sides of the labor market.

COMPACT AT A GLANCE

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| Eligibility Notification | 12-19-2012 |
| Constraints Analysis..... | 03-15-2014 |
| Eligibility Notification | 12-10-2013 |
| Concept Note Received..... | 07-16-2014 |
| Concept Paper Received..... | 11-06-2014 |
| Eligibility Notification..... | 12-10-2014 |



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| Eligibility Notification | |
| 12-19-2012 | Morocco was declared eligible for a second compact in December 2012. |
| Constraints Analysis | |
| 03-15-2014 | The constraints analysis for Morocco represented a combined effort by the Government of Morocco, the African Development Bank (AfDB), and MCC. The following areas were identified as binding constraints to economic growth in Morocco: (i) education quality; (ii) land policy and implementation (with qualitatively different issues for rural areas and industrial zones); and (iii) governance, notably labor market regulations, taxes, and the judiciary system. |
| Eligibility Notification | |
| 12-10-2013 | The MCC Board of Directors reselected Morocco as eligible for FY2014. |
| Concept Note Received | |
| 07-16-2014 | The Government of Morocco submitted concept notes to MCC. |
| Concept Paper Received | |
| 11-06-2014 | The Government of Morocco submitted concept papers to MCC. |
| Eligibility Notification | |
| 12-10-2014 | The MCC Board of Directors reselected Morocco as eligible for FY2015. |

To achieve the Employability Project objective, MCC funding will support: direct quality improvements to secondary schools, and improved maintenance and assessment systems; and private sector-drive technical training, the use of innovative, results-based financing mechanisms to promote inclusive employment, and improved system performance management through policy reform and information systems.

To achieve the Land Productivity Project objective, MCC funding will support: the development and implementation of the Land Strategy to address governance and land market constraints to investment and productivity; increased rural productivity by developing and piloting more efficient and inclusive procedures for privatization of collective land; and transform the way to Government brings industrial land to market, from state- to market- driven approach through the development of a new model.

The proposed land project focuses on strengthening the enabling environment for land-based investment in Morocco, creating conditions for increased private investment and more productive uses of land. Proposed concepts under development include strengthening land governance and the enabling environment, supporting improved industrial land development and management, and securing individual ownership of collective rural lands.