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**CARIBBEAN DEVELOPMENT BANK**

**LOAN AND PROJECT SUMMARY**

**FOR**

**SUGAR INDUSTRY MECHANISATION PROJECT – GUYANA**

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**LOAN AND PROJECT SUMMARY**

**SUGAR INDUSTRY MECHANISATION PROJECT – GUYANA**

<b>Financial Terms and Conditions</b>		
<b>Borrower:</b> Government of the Cooperative Republic of Guyana (GOGY)	<b>Amortisation Period:</b>	
	Ordinary Capital Resources (OCR)	22 years
	Special Funds Resources (SFR)	30 years
	<b>Grace Period:</b>	
	OCR	5 years
	SFR	10 years
<b>Executing Agency:</b> Guyana Sugar Corporation Inc. (GuySuCo)		<b>Disbursement Period:</b> September 30, 2015 – December 31, 2017
<b>Source:</b>	<b>Amount (USD mn):</b>	
<b>OCR – Loan:</b>	0.662	<b>OCR Interest Rate:</b> 3.95% per annum (p.a.) variable;
<b>SFR – Loan:</b>	6.838	
<b>Total Loan:</b>	<b>7.500</b>	<b>Commitment Fee:</b> 1% p.a. on the undisbursed balance of the OCR portion of the Loan, commencing from the 60th day after the date of the Loan Agreement.
<b>SFR – Grant:</b>	0.037	
<b>Counterpart:</b>	<b>4.500</b>	
<b>Total:</b>	<b>12.037</b>	
<b>Risk Management</b>		
Country Rating: N/A Outlook: N/A Limit: N/A		Overall Project/Entity Score: N/A
<b>As of November 28, 2014:</b>		
		<b>(\$'000)</b>
Approvals:		280,264
Disbursements:		215,096
Repayments:		79,168
Undisbursed:		61,343
Outstanding Loans:		135,929
Availability (Adjusted for Approvals):		N/A
Availability (Adjusted for Approvals and Disbursements):		N/A
<b>Incremental Capital Adequacy Charge: N/A</b>		
<b>Office of Risk Management Commentary:</b>		
<div style="border: 1px solid black; background-color: #cccccc; padding: 10px; margin: 10px auto; width: 80%;"> <p>This information is withheld in accordance with one or more of the exceptions to disclosure under the Bank's Information Disclosure Policy.</p> </div>		

### Project Summary

#### Project Outcome and Description:

The outcome of the Project is improved productivity of sugar cane cultivation and sugar production on selected estates in Guyana.

The components of the Project are:

- (a) Enhancing sugar cane production and harvesting:
  - (i) Purchase of machinery and equipment to facilitate:
    - (aa) the preparation of sugar cane fields into mechanically-friendly configurations;
    - (bb) semi-mechanical planting, mechanical weed control and fertilising of sugar cane; and
    - (cc) mechanical harvesting of sugar cane.
  - (ii) Land preparation for revised field layouts.
- (b) Factory energy efficiency improvements.
- (c) Training of employees for operation, maintenance and repair of machinery and equipment.
- (d) Consulting services to assess and develop an action plan for gender equality and integration.
- (e) Project Management Services.

#### CDB's Results Framework:

No.	Indicator	2014	2015	2016	2017
1.	Land irrigated or improved through drainage, flood and irrigation works (hectares).	-	350	1,150	1,000
2.	Energy savings as a result of Energy Efficiency/Renewable Energy interventions (GWh).	-	2.085	4.391	4.611

#### Gender Marker Summary:

Gender Marker	Analysis	Data	Engagement	Response	Score	Code
	0.5	0.5	0.5	1.0	2.5	MM <sup>1/</sup>

<sup>1/</sup> Marginal Gender Mainstreaming: limited potential to contribute to gender equality.

(iii)

**Exceptions to CDB Policies:**

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A waiver of CDB's Guidelines for Procurement to allow for the inclusion of agents/suppliers from non-eligible sources, to be invited to bid, along with suppliers from CDB's member countries, for the procurement of mechanical harvesters. The value of the waiver is estimated at USD1.6 mn.