JICA’s activity in the Northern Economic Corridor

7 Dec 2015, Nairobi
1. Japan’s commitment on corridor development
2. On-going support on corridor development
3. JICA’s activity on Northern Economic Corridor development
   (1) On-going/planned projects in Mombasa
   (2) One Stop Border Post (OSBP)
   (3) Northern Economic Corridor Logistics Master Plan
4. Summary
1. Japan’s commitment on corridor development


- ‘There is a need to increase intra-regional trade by developing growth corridors and supply chains’
- ‘Transport corridors linking major production and consumption center and providing connectivity among major cities would facilitate trade, especially for land-locked countries’
- ‘Development of backbone infrastructure, especially region-wide transportation corridor, is necessary for economic development and promotion of the private sector involvement…’
2. On-going support on corridor development

Support for backbone infrastructure development (including roads and ports) in at least 5 regions including comprehensive regional development along the corridors

Japan’s commitment of TICAD V

① Magreb Highway: TAH (PIDA)
② Nile Corridor (IGAD)
③ Djibouti–Addis Ababa Corridor (IGAD)
④ Northern Corridor (PIDA, EAC)
⑤ Trans-African Highway Four (PIDA, EAC)
⑥ Central corridor (PIDA, EAC)
⑦ Nacala Corridor (PIDA, SADC)
⑧ North–South Corridor (PIDA, SADC)
⑨ Growth Ring (PIDA, ECOWAS, UEMOA)

Five Major Growth Corridors
3-(1). On-going/planned PJ's in Mombasa

JICA’s Commitment to Development of Mombasa

1. Mombasa Port Development Project (Loan)
   L/A signed in November, 2007, Loan Amount 26,711 mil. JPY
   Mombasa Port Development Phase 2 (Loan)
   L/A signed in March, 2015, Loan Amount 32,116 mil. JPY

2. Mombasa Port Area Road Development Project (Loan)
   L/A signed in June, 2012, Loan Amount 27,691 mil. JPY

3. Master Plan for Development of Mombasa Special Economic Zone
   January 2014 ~ August 2015

4. Comprehensive Development Master Plan for Mombasa Gate City
   March 2015 ~ March 2017

5. Mombasa Port Master Plan
   April, 2014 ~ Nov, 2015

6. Mombasa Gateway Bridge Construction Preparatory Survey (F/S)
   (Planned) February 2016 ~ early 2017 (not in the map)
3-(1). On-going/planned PJs in Mombasa

Mombasa Port Development Project (berth 20-21)
# 3-(2). One Stop Border Post (OSBP)

## 14 OSBP Supported by JICA

<table>
<thead>
<tr>
<th>Border</th>
<th>Type of Support</th>
<th>Progress</th>
</tr>
</thead>
<tbody>
<tr>
<td>Namanga (Kenya – Tanzania)</td>
<td>Yen Loan for the building, road (AfDB co-funding), TA</td>
<td>The construction of OSBP building in Tanzania side was completed, while Kenyan side is still under construction.</td>
</tr>
<tr>
<td>Kazungula (Zambia – Botswana)</td>
<td>Yen Loan</td>
<td>MOU was signed in March 2012</td>
</tr>
<tr>
<td>Chirundu (Zambia – Zimbabwe)</td>
<td>Grant for the building and TA</td>
<td>OSBP is fully under operation</td>
</tr>
<tr>
<td>Rusumo (Rwanda – Tanzania)</td>
<td>Grant for the building and TA</td>
<td>Hand-over of facility was made in January 2015</td>
</tr>
<tr>
<td>Ginkanse (Burkina Faso – Togo)</td>
<td>TA</td>
<td>Operational framework for OSBP is under preparation</td>
</tr>
<tr>
<td>Malaba (Uganda – Kenya)</td>
<td>TA</td>
<td></td>
</tr>
<tr>
<td>Taveta / Holili (Kenya – Tanzania)</td>
<td>TA</td>
<td></td>
</tr>
<tr>
<td>Lungalunga / Horohoro (Kenya – Tanzania)</td>
<td>TA</td>
<td>Technical cooperation (OSBP guidelines, JBS, Customs training etc.) by Project on Capacity Development for International Trade Facilitation in the Eastern African Region</td>
</tr>
<tr>
<td>Isebania / Sirari (Kenya – Tanzania)</td>
<td>TA</td>
<td></td>
</tr>
<tr>
<td>Busia (Uganda – Kenya)</td>
<td>TA</td>
<td></td>
</tr>
<tr>
<td>Mutukula (Uganda – Tanzania)</td>
<td>TA</td>
<td></td>
</tr>
<tr>
<td>Nemba (Burundi – Rwanda)</td>
<td>TA</td>
<td></td>
</tr>
<tr>
<td>Gatuna / Katuna (Uganda – Rwanda)</td>
<td>TA</td>
<td></td>
</tr>
<tr>
<td>Mamuno / Kalahari (Namibia – Botswana)</td>
<td>TA</td>
<td>Support activities have been completed</td>
</tr>
</tbody>
</table>
3-(2). One Stop Border Post (OSBP)

Kenya side

Tanzania side
Objective:
To formulate a Master Plan on Logistics for Northern Economic Corridor, along with integrated regional development strategy consistent with sub-regional development plans and national development plans.

Target Year:
• 2030

M/P Formulation Schedule:
Interim Report: Feb 2016
Stakeholder meetings, involving civil societies and private sector, to be organized
3-(3). Northern Economic Corridor Logistics Master Plan

**LOGISTICS**
- Review Corridor Transport
- Economic Evaluation
- Proposal of Optimized Logistics System
- Utilization of existing reports
- Data collection and site survey
- Simulation of effectiveness for removing the constraints
- Review Corridor Transport
- Economic Evaluation
- Proposal of Optimized Logistics System

**REGIONAL DEVELOPMENT**
- Collecting basic information on the business environment, agriculture and fisheries potential, mining potential (sector survey) etc.
- Identification of growth potential (regions and growth poles)

**Vision, Strategy, Planning**

**Outbound**
- Formation of industrial source
- Value chain
- Reduction of the physical distribution cost
- Enhance of trade

**Inbound**
- Business Environment
- Market Expansion
- Common Market
- Smooth Trading
- Border-crossing

**Sub-region**
- Assessment of available infrastructure (transport, power, water etc.)

**Transport Infrastructure**
- Proper transport system
- Strengthening of industry competitiveness
- Recommendation on regional development and business promotion scenarios, regional infrastructure

**Finalization**
- Review and analysis
- Master Plan
4. (Summary) JICA’s activity in the Northern Economic Corridor

- Cooperation on One-Stop Border Post Capacity Building of EAC Customs
- Mombasa Port Development Project (Phase 1 and 2)
- Mombasa Port Area Road Development Project
- Mombasa SEZ M/P
- Mombasa Port M/P
- Mombasa Gateway City M/P
- Preparatory Survey on Mombasa Gateway Bridge (Likoni Bridge)
Thank you