

	Total Financing Allocated to DLI	As % of Total Financing Amount	DLI Baseline December 2015	Indicative timeline for DLI achievement				
				Year or Period 1	Year or Period 2	Year or Period 3	Year or Period 4	Year or Period 5
<b>DLI 1: Aggregate improvement of Punjab's performance with respect to business registration, contract enforcement, construction permits and property registration</b> <sup>1</sup>	–	–	61	61	64	67	70	75
<b>Allocated amount:</b>	20	20	–		4.5	4.5	4.5	6.5
<b>DLI 2: Steps taken to improve compliance with GSP+ Labor Conventions</b> <sup>2</sup>	–	–	–	Legal gap analysis and improved labor inspection system	New Labor laws drafted that would ensure compliance with GSP+ conventions	Stakeholder consultation completed, revised draft also compliant with GSP+	New GSP + compliant labor laws presented to the Provincial Assembly.	–
<b>Allocated amount:</b>	13	13	–	4	3	3	3	
<b>DLI 3: Steps toward the improvement of investment promotion</b> <sup>3</sup>	–	–	No systematic investor outreach program	Approval of PBIT strategy  Investor database  Foreign mission	5 investment announcements by leading foreign investors	10 investment announcements by foreign investors	15 investment announcements by foreign investors	15 investment announcements by foreign investors
<b>Allocated amount:</b>	12	12	–	3	1	2	3	3
<b>DLI 4: Steps toward developing and implementing the</b>	–	–	No Provincial Spatial	Recommendations from pre-feasibility study for possible	PSS (developed with EPA) validated by	80% of the value of infrastructure	80% of the value of infrastructure	80% of the value of infrastructure PC-1s amounts

<sup>1</sup> The periods for the completion of the DLRs are indicative for DLI #1, and the disbursements will be US\$1.43 million per point of improved performance for the first thirteen points and US\$1.41 for the fourteenth point, with an aggregated maximum amount for this DLI #1 of US\$20 million.

<sup>2</sup> The periods for the completion of the DLRs are indicative for DLI #2.

<sup>3</sup> Investment announcement targets are not cumulative across years

<b>Punjab Spatial Strategy (PSS)<sup>4</sup></b>			Strategy	new city followed	Panel and approved by Cabinet	PC-1s <sup>5</sup> amounts and all IEs in line with PSS	PC-1s amounts and all IEs in line with PSS	and all IEs in line with PSS
<b>Allocated amount:</b>	30	30	–	6	6	6	6	6
<b>DLI 5: Steps toward the effective development of industrial infrastructure through PPPs<sup>6</sup></b>	–	–	No private IEs and no operational CETPs in Punjab	Two feasibility studies presented to the PPP SC (one CETP and one IE)	One project presented to PPP SC (IE)	One project presented to PPP SC (CETP)	Two projects presented to PPP SC (IE or CETP)	Two projects presented to PPP SC (IE or CETP); One CETP operational (amount to be allocated through reallocation upon PPP SC approval)
<b>Allocated Amount</b>	14	14	–	2	2	2	4	4 + 0
<b>DLI 6: Steps toward designing and implementing a new institutional framework to support industrial estates and clusters<sup>7</sup></b>	–	–	–	New IE Policy Framework Restructuring plan for PSIC One CDI project launched	Implementation of IE Policy Framework and PSIC restructuring Two CDI projects launched	Two CDI projects launched	–	–
<b>Allocated Amount</b>	11	11	–	3.75	4	3	–	–
<b>Total Financing Allocated:</b>	100	100	–	19 <sup>8</sup>	20.5	20.5	20.5	19.5

<sup>4</sup> The value of infrastructure PC-1s in line with PSS targets are not cumulative across years

<sup>5</sup> Infrastructure projects in support of growth would be included, including industrial estates on-site and off-site infrastructure, industrial infrastructure outside of industrial estates (e.g. CETPs), infrastructure to support agriculture and livestock markets, inter-city connectivity, and urban expansion projects.

<sup>6</sup> PPP targets are not cumulative across years

<sup>7</sup> CDI project launched targets are not cumulative across years

<sup>8</sup> This amount (as well as the amount of the Total financing allocated to the DLIs) includes US\$250,000 for the payment of the Front-end fee of the Loan