

capabilities; training for local governments' staff; and technical assistance, training and equipment to improve intergovernmental finances and the central government management systems related to the local sector. The Bank has committed 100 percent and disbursed 33 percent of loan funds for refinancing sub-projects. Technical assistance and training components under the government loan have stalled mainly because of government's inability to settle intramural discussions on whether loan funds should increase the spending envelope for central support to the local sector. A supervision mission in October will review this matter and the final version of the system for distributing the local share of the value added tax which will be implemented in January 1996.

Ln.3618, 3619, 3620, 3621-MOR, Land Development Project: US\$130 Million Loans of June 14, 1993; Effective Dates: December 10, 1993; September 21, 1993; December 17, 1993; November 2, 1993; respectively; Closing Date: June 30, 2000; Implementing Agencies: SNEC, CIH, SGMB and the Ministry of Housing. The project has four main objectives: (a) provide serviced residential lots at affordable prices specifically targeted to squatter and low-income families; (b) provide medium-term financing to eligible private sector property developers for construction of housing for low-income families; (c) foster the participation of private sector banks in the housing finance sector; and (d) improve the housing finance sub-sector, housing subsidy policies and the land delivery process. The project comprises four main components: (a) land development to be implemented by Société Nationale d'Équipement et de Construction (SNEC); (b) a line of credit to CIH (Crédit Immobilier et Hotelier) and two private sector banks to provide loans to private sector land or housing developers; (e) studies for MoH to review the housing finance sector, the level and distribution of land/housing subsidies and taxation, the land delivery process and market performance, the collection of housing sector information, and the socio-economic impacts of re-housing; and (d) technical assistance for SNEC and CIH.

Ln. 3662-MOR National Rural Finance Project: US\$100 million Loan of December 13, 1993; Effective Date: February 18, 1994; Closing Date: March 31, 1998; Implementing Agency: Caisse Nationale de Crédit Agricole. The Project would assist Morocco and CNCA, for 1994-1997, to consolidate and deepen the institutional reform process (initiated under loan 3088-MOR), and to develop the sustainable foundations of a financially sound rural finance system well-integrated into a gradually liberalized financial