



## India: Visakhapatnam-Chennai Industrial Corridor Development Program

Project Name	Visakhapatnam-Chennai Industrial Corridor Development Program								
Project Number	48434-002								
Country	India								
Project Status	Approved								
Project Type / Modality of Assistance	Loan								
Source of Funding / Amount	<table border="1"> <tr> <td colspan="2"><b>MFF Facility Concept: Visakhapatnam-Chennai Industrial Corridor Development Program</b></td> </tr> <tr> <td>Urban Climate Change Resilience Trust Fund under the Urban Financing Partnership Facility</td> <td>US\$ 5.00 million</td> </tr> <tr> <td colspan="2"><b>MFF Facility Concept 0093-IND: Visakhapatnam-Chennai Industrial Corridor Development Program</b></td> </tr> <tr> <td>Ordinary capital resources</td> <td>US\$ 500.00 million</td> </tr> </table>	<b>MFF Facility Concept: Visakhapatnam-Chennai Industrial Corridor Development Program</b>		Urban Climate Change Resilience Trust Fund under the Urban Financing Partnership Facility	US\$ 5.00 million	<b>MFF Facility Concept 0093-IND: Visakhapatnam-Chennai Industrial Corridor Development Program</b>		Ordinary capital resources	US\$ 500.00 million
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Strategic Agendas	Environmentally sustainable growth Inclusive economic growth Regional integration								
Drivers of Change	Governance and capacity development Partnerships Private sector development								
Sector / Subsector	<b>Energy</b> - Electricity transmission and distribution <b>Industry and trade</b> - Large and medium industries <b>Transport</b> - Road transport (non-urban) <b>Water and other urban infrastructure and services</b> - Urban water supply								
Gender Equity and Mainstreaming	Effective gender mainstreaming								
Description	The Visakhapatnam-Chennai Industrial Corridor Development Program (VCICDP) will complement the ongoing efforts of the Government of Andhra Pradesh (GoAP) to enhance industrial growth and create high quality jobs. The VCICDP comprises a multitranches financing facility (MFF), a grant, and a policy-based loan (PBL). The MFF and the grant will support priority infrastructure investments in the Visakhapatnam-Chennai Industrial Corridor (VCIC) and the PBL will support policy reforms and institutional development in the state.								
Project Rationale and Linkage to Country/Regional Strategy	The Andhra Pradesh Industrial Development Policy (2015) aims to establish state-of-the art infrastructure, promote manufacturing, enhance inclusivity, foster innovation, and create employment opportunities across sectors. The GoAP has prepared a comprehensive industrial sector road map, strategic context, policy framework and investment plan to enhance industrial growth and create high-quality jobs. With support from ADB, the GoAP has also prepared a conceptual development plan and a regional perspective plan for the VCIC, which include an infrastructure strategy to drive economic growth and the identification of nodes for industrial development, high-potential industrial sectors, and a set of priority projects. The conceptual development plan indicates that the VCIC, with its long coastline and strategically located ports, provides multiple international gateways to connect India with vibrant global production networks and to facilitate regional integration. The regional perspective plan has identified the VCIC's high potential for generating additional employment and industrial output, which can be achieved from 2015 to 2045. ADB is continuing its support to the GoAP for policy reforms, improving ease of doing business, master planning of the identified industrial nodes, and adopting good practices for management of economic corridors. The VCICDP will build on the existing concentration of industries and increase the density and flow of economic activities along the VCIC in a business-induced scenario against a business-as-usual scenario. The VCICDP is in line with ADB's country partnership strategy for India.								
Impact	Contribution of the manufacturing sector to the gross domestic product, trade and employment of GoAP increased								

## Project Outcome

Description of Outcome	Growth and competitiveness of the VCIC enhanced.
Progress Toward Outcome	
<b>Implementation Progress</b>	
Description of Project Outputs	Corridor management strengthened and ease of doing business improved Visakhapatnam-Chennai Industrial Corridor infrastructure strengthened and more resilient Institutional capacities, human resources, and program management strengthened
Status of Implementation Progress (Outputs, Activities, and Issues)	
Geographical Location	

## Summary of Environmental and Social Aspects

Environmental Aspects	
Involuntary Resettlement	
Indigenous Peoples	
<b>Stakeholder Communication, Participation, and Consultation</b>	
During Project Design	
During Project Implementation	

## Business Opportunities

Consulting Services	The project management unit will recruit consultants in accordance with ADB's Guidelines on the Use of Consultants (2013, as amended from time to time). Consulting services include project management and supervision, road safety awareness, and resettlement monitoring.
Procurement	Procurement of civil works and goods will be carried out in accordance with ADB's Procurement Guidelines (2015, as amended from time to time).

## Responsible Staff

Responsible ADB Officer	Sharma, Manoj
Responsible ADB Department	South Asia Department
Responsible ADB Division	Urban Development and Water Division, SARD
Executing Agencies	<i>Department of Industries &amp; Commerce, Government of Andhra Pradesh North H Block, 3rd Floor, AP Secretariat Hyderabad, 500022</i>

## Timetable

Concept Clearance	11 Jan 2016
Fact Finding	18 Nov 2015 to 26 Nov 2015
MRM	07 Apr 2016
Approval	20 Sep 2016
Last Review Mission	-
Last PDS Update	09 Nov 2016

## MFF Facility Concept 0093-IND

Financing Plan		Loan Utilization			
	Total (Amount in US\$ million)	Date	ADB	Others	Net Percentage
Project Cost	715.00	Cumulative Contract Awards			

ADB	500.00	-	0.00	0.00	%
Counterpart	215.00	Cumulative Disbursements			
Cofinancing	0.00	-	0.00	0.00	%

Project Page <https://www.adb.org/projects/48434-002/main>

Request for Information <http://www.adb.org/forms/request-information-form?subject=48434-002>

Date Generated 12 April 2017

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