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Folder Title: Upper Egypt Drainage Project (02) - Egypt, Arab Republic of - Credit 0637 - Loan 1285 - P004998 - Correspondence - Volume 2

Folder ID: 30160864

Project ID: P004998

Dates: 2/2/1977 - 6/28/1977

Fonds: Records of the Middle East and North Africa Regional Vice Presidency

ISAD Reference Code: WB IBRD/IDA MNA

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THE WORLD BANK
Washington, D.C.

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The World Bank
1818 H Street NW
Washington DC 20433
Telephone: 202-473-1000
Internet: www.worldbank.org

EGYPT - Loan 1285/Credit 637 EGT
Vol. II



 **Archives**
30160864
R1989-015 Other #: C890 14006B
Upper Egypt Drainage Project (02) - Egypt, Arab Republic of - Credit 0637 - Loan 1285
P004998 - Correspondence - Volume 2

**RETURN TO EMENA
INFORMATION CENTER**

DECLASSIFIED
WBG Archives

FORM NO. 635
(6-77)

CLOSE - OUT SHEET

This file is closed as of June 30, 77.

For further correspondence, please see Vol III.

RECORDS MANAGEMENT SECTION

EGT-1285-cr 634
EGT-cr 393
EGT-cr 181

June 28, 1977

Eng. El Ahmady Abdel Raouf Gamal
Chairman
The Egyptian Public Authority for Drainage Projects
5a El Goheiny Street
Dokki, Giza
Egypt

Dear Mr. El Ahmady:

This is to acknowledge receipt of the STV, Inc., Consulting Engineer's Preliminary Design Report for the PVC Drainage Pipe Production Facility for Upper Egypt Drainage II Project. I have also received the signed copies of the revised lists of equipment for the Nile Delta Drainage I Project and the Upper Egypt Drainage I Project.

Many thanks for forwarding the above-mentioned material.

With kind regards.

Sincerely yours,

M. D. French-Mullen, Chief
Agriculture and Rural Development Division
Europe, Middle East and North Africa
Projects Department

FBSands:df

FBS

Class of Service: TELEX Date: June 28, 1977
Telex No.: GA FEC 348 UN Originators Ext: 4528

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MR. SAMIR KORAIEM, UNDERSECRETARY, MINISTRY OF ECONOMY
AND ECONOMIC COOPERATION, CAIRO, EGYPT
SERVICE PAYMENT DUE DURING AUGUST WILL BE LN 1285 UPPER EGYPT
DRAINAGE II OF US\$37,500 DUE AUGUST 1. PLEASE ARRANGE PAYMENT
TO IBRD ACCOUNT WITH FEDERAL RESERVE BANK NEW YORK. REGARDS.
HUMPHREY, INTBAFRAD.

NOT TO BE TRANSMITTED

SUBJECT: Egypt: Service Payments	DRAFTED BY: PBlay:mbw
CLEARANCES AND COPY DISTRIBUTION: cc: Mr. Wegayehu	AUTHORIZED BY (Name and Signature): William S. Humphrey
	DEPARTMENT: EMENA CPI
SECTION BELOW FOR USE OF CABLE SECTION CHECKED FOR DISPATCH	

INCOMING CABLE

EGT-02101
EGT-02393
EGT-1285/02637 SD
B751

Distribution:

Mr. Ffrench Mullen ✓
Mr. Humphrey

MO

440098 WORLDBANK

HW VIA ITT WORLD COMM JUNE 21/ ITT-21 :

ZCZC AWA263 VIA ITT CRB451 FR1026

UIWA CO UNCA 057

CAIRO 57 21 1700

June 21 77

MR. FRENCH MULLEN WORLD BANK

WASHINGTONDC.USA

Paris
Date Rec'd. June 22/77
Date Ack'd. Noting
Assigned to Mr. S. ...
Economist

1977 JUN 22
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REFEGENCE CREDITS 181 CAMMA 393AND 637 EGEPT COMMA
TENDER EVALUATION AND RECOMMENDATIONS OF THE COMMITTEE
FOR TRUCKS COMMA TYRES AND VARIATION ORDER FOR MANSHERAT
ELDAHAB PUMPING STATION ARE AIRMAILED TO BANK TO DAY
STOP WITH MY BEST REARDS

EL AHMADI CHAIRMAN EL AHNADI

AGRIC & RURAL DEV DIVISION, EMENA
COUNTRY/PROJECT Egypt - Nile Delta
DATE RECEIVED 6/23
ANSWERED BY Noting

COL 2 823 64145 440088 181 637 393

INCOMING CABLE

EGT-cr 181
EGT-cr 393
EGT-1285/crb
SD

MO

Distribution:

Mr. French Mullen

Mr. Humphrey

440098 WORLD BANK

HW VIA ITT WORLD COMM JUNE 21/ ITT-21 :

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June 21 77

MR. FRENCH MULLEN WORLD BANK

WASHINGTONDC.USA

440088 ITT 2 823 RCA OR 64145 OUT

REFERENCE CREDITS 181 CAMMA 393 AND 637 EGYPT COMMA
TENDER EVALUATION AND RECOMMENDATIONS OF THE COMMITTEE
FOR TRUCKS COMMA TYRES AND VARIATION ORDER FOR MANSHERAT
ELDAHAB PUMPING STATION ARE AIRMAILED TO BANK TO DAY
STOP WITH MY BEST REARDS

EL AHMADI CHAIRMAN EL AHNADI

COL 2 823 64145 440088 181 637 393

385

MR. FRENCH MULLIN
Agriculture and Rural Development Division
Europ, Middle East and North Africa Projects Department
1818 H street N.W.
Washington D C 20433
U. S. A

Dear Mr. French Mullen

Reference is made to Credit 393 & 637 Egypt and our telex dated 12.6 1977, please inclosed two copies of the variation order NO.1 to the Egyptian contracting company (Formerly El Abd) concerning Menchat El Dahab pumping station .

DOCT 155,149

El-ahmadi

Yours Faithfully
Eng. EL AHMADI ABDEL RAOUF
Gamal El Din
Chairman

20/6/1977

EMENA
AGRICULTURE DIVISION IV
Rec'd 11/2/77 No 21 N.R.
Assigned to <i>Schismaker</i>
<i>Cable, dated 7/14/77</i>
Action required <i>appropriate disposal.</i>
Filing Instructions: Project Sec. Informed:
Project Name
Loan/Credit No

June 20, 1977

Mr. G. Webbe
London School of Hygiene and Tropical Medicine
Winches Farm Field Station
395 Hatfield Road
St. Albans, Herts
England

Dear Gerry,

Many thanks for your letter of June 10. I note that you have received terms of reference and documents for your early July mission to Egypt.

As you are aware, as from July 1, my division will no longer be responsible for Egypt and Division IV will take this responsibility, headed by Peter Naylor. Thus correspondence and cables after July 1 should be addressed to Mr. Naylor, Agriculture Division IV of EMENA Projects Department.

I have enjoyed working with you on this most interesting project (Bilharzia) in Egypt. Please accept my thanks for your assistance and cooperation during our association.

With kind regards.

Sincerely yours,



M.D. French-Mullen, Chief
Agriculture and Rural Development Division
Europe, Middle East and North Africa
Projects Department

cc: Mr. P. Naylor

MDff-M:eam

EMENA files

935

INCOMING CABLE RECEIVED

EGT-CR393
EGT-1285/4637

ITT 10/JUNE 17 1977 VIA ITT WORLDCOMM

1977 JUN 17 AM 9 50

ZCZC AWA016 VIA ITT CRB220 FR2053

COMMUNICATIONS SECTION

Distribution:

UIWA AN UNCA 048

Mr. French-Mullen ✓
Mr. Humphrey

CAIRO 48/45 16 1717

June 16 1977

AL DEV DIVISION, EMENA
PROJECT EGYPT
JUN 17 1977
Mr. Delta

LTF

FFRENCH MULLEN

WASHINGTON DC USA

RECEIVED _____
BY _____
6/17/77

RE OUR CABLE DATED 13/6/1977 CONCERNING EQUIPMENTS DELIVERED TO
MINISTRY OF HEALTH FOR BILHARZIA CONTRAOL PROGRAM SIX JEEPS FOR AN
AMOUNT OF 40342.70 DOLLARS PLUS SPARE PARTS 7119 .30 DOLLARS
ALSO HAD BEEN DELIVREED AND SHOULD BE ADDED REGARDS

CHAMIRAM ELAHMADY DELATITLLE

Prof. E. coronades OK

COL CKD

440098 WORLDBANK

EGT-1285/4637
4

Class of Service: **TELEX**

Date: **JUNE 16, 1977**

Telex No.: **8510828 DBLV D**

Originators Ext: **676-1119**

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LEVERKUSEN, GERMANY

MESSAGE
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REYURTEL JUNE 13 CREDIT 637 EGT BANK MISR CAIRO ELCEE 29955 WE

**HAVE NOT RECEIVED REQUEST FROM EGYPTIAN PUBLIC AUTHORITY FOR
DRAINAGE TO ISSUE AGREEMENT/REIMBURSE STOP WE WILL CONTACT YOU ON
RECEIPT OF SUCH REQUEST INDEVAS**

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NOT TO BE TRANSMITTED

SUBJECT: **Credit 637 EGT - General**

DRAFTED BY: **CPERERA/af** *[Signature]*

CLEARANCES AND COPY DISTRIBUTION:
**cc: Mr. Prudence
Pending**

AUTHORIZED BY (Name and Signature):
Norman J. Bennett *[Signature]*

DEPARTMENT:
Controller's

SECTION BELOW FOR USE OF CABLE SECTION
CHECKED FOR DISPATCH

cc: Mr. Blodgett

CREDIT 931 ECI - GENERAL

DISPATCHED

HOLMES & BENNETT

GENERAL

JUN 16 11 19 PM 1977

COMMUNICATIONS SECTION

RECEIPT OF SUCH REQUEST INDICATES
ADVANCE TO ISSUE AGREEMENT. REIMBURSE STOP WE WILL CONTACT YOU ON
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REMARKS JUNE 13 CREDIT 931 ECI BANK WISE CIVIL EGSEE 50022 ME
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8210858 007A D

TELEX

010-1110

JUNE 16 1977

Class of Service: **LT**

Date: **JUNE 16, 1977**

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Originators Ext: **676-1119**

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MINISTRY OF HEALTH

CAIRO, EGYPT

FOR DR. MOBARAK UNDERSECRETARY RE CREDIT 637 EGT BANK MISR
CAIRO ELCEE 29955 WE RECEIVED TELEX FROM DEUTSCHBANK LEVERKUSEN
REQUESTING OUR AGREEMENT/REIMBURSE STOP WE ARE UNABLE TO ISSUE
AGREEMENT/REIMBURSE AS WE HAVE NOT RECEIVED YOUR APPLICATION STOP
PLEASE EXPEDITE SUBMISSION OF APPLICATION INDEVAS

NOT TO BE TRANSMITTED

SUBJECT: Credit 637 EGT - General	DRAFTED BY: CPERERA/af <i>[Signature]</i>
CLEARANCES AND COPY DISTRIBUTION: cc: Mr. Prudence Pending	AUTHORIZED BY (Name and Signature): Norman J. Bennett <i>[Signature]</i>
	DEPARTMENT: Controller's
SECTION BELOW FOR USE OF CABLE SECTION CHECKED FOR DISPATCH <i>[Signature]</i>	

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cc: Mr. Blodgett

JUN 15 6 55 PM 1977

JUN 15 6 55 PM 1977

COMMUNICATIONS

SECRET

PLEASE EXPEDITE SUBMISSION OF APPLICATION UNDER
 AGREEMENT REIMBURSE AS WE HAVE NOT RECEIVED YOUR APPLICATION STOP
 REQUESTING OUR AGREEMENT REIMBURSE STOP WE ARE UNABLE TO ISSUE
 CREDIT LETTERS UNTIL WE RECEIVED TELEX FROM DEUTSCHBANK GELBERKUSEN
 FOR DR. MOBARAK UNDERSECRETARY RE CREDIT 931 EGI BANK WITH
 CREDIT LETTER
 MINISTRY OF HEALTH

JUNE 15 1977

Handwritten signature and date

EGT-393
EGT-181
EGT-1285/635
EGT: N. U. 0114 L

Class of Service: **LT** Date: **JUNE 15, 1977**

Telex No.: _____ Originators Ext: **4731**

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MR. SAAD EL GUINDY, VICE MINISTER FOR IRRIGATION

CAIRO, EGYPT

**THANKS URCAB JUNE 12 RE APPOINTMENT CHAIRMAN EPAD. WE WERE
GREATLY PLEASED BY YOUR STATEMENT THAT EPAD'S WORK WOULD
CONTINUE RECEIVE YOUR PERSONAL SUPERVISION. LOOK FORWARD
MEETING YOU AGAIN DURING MY NEXT VISIT. BEST REGARDS HUMPHREY"**

NOT TO BE TRANSMITTED

SUBJECT:

EGYPT: Drainage

DRAFTED BY:

PJBlay:bp

CLEARANCES AND COPY DISTRIBUTION:

cc: Mr. Economides

AUTHORIZED BY (Name):

William S. Humphrey

DEPARTMENT:

EM1

SECTION BELOW FOR USE OF CABLE SECTION
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EGT-181
EGT or 393
EGT-1285/637
EGT Nile Deltatt

Class of Service: LT

Date: JUNE 14, 1977

Telex No.: 101

Originators Ext.: 6914

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BOOK OF TWO (SEE ATTACHED TEXT)

- 1) ELAHMADY, CHAIRMAN EPADP, DELTATILE, CAIRO, EGYPT
- 2) ELGUINDY, VICE MINISTER, MINISTRY IRRIGATION, CAIRO, EGYPT

NOT TO BE TRANSMITTED

SUBJECT:

DRAFTED BY:
PEconomides:glc

CLEARANCES AND COPY DISTRIBUTION:

AUTHORIZED BY:
M. D. French-Mullen, Chief

DEPARTMENT:

EMPAG

SECTION BELOW FOR USE OF CABLE SECTION
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WORLD BANK OUTGOING MESSAGE FORM (Telegram, Cable, Telex)
IMPORTANT (PLEASE READ INSTRUCTIONS BELOW BEFORE TYPING FORM.)

Class of Service: LT Date: JUNE 14, 1977
Telex No.: _____ Originators Ext: 6914

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FOR EL AHMADY, COPIED ELGUINDY, VICE MINISTER IRRIGATION.
CONGRATULATIONS FOR YOUR APPOINTMENT CHAIRMAN EPADP. HAVE RECEIVED
WITH THANKS MR. ELGUINDY'S CABLE JUNE TWELVE. WE LOOK FORWARD
SEEING ACTION TAKEN AND WILL COMMENT IN DETAIL ON DOCUMENTS
PROMISED WHEN RECEIVED. WOULD SUGGEST THAT IN FUTURE EPADP
INTRODUCES SYSTEM OF ALWAYS ACKNOWLEDGING UPON RECEIPT OF ALL
CORRESPONDENCE FROM IDA/BANK. REGARDS, FFRENCHMULLEN, INDEVAS

NOT TO BE TRANSMITTED

SUBJECT:
Credits 181, 393-EGT & Cr/Ln 637/1285

DRAFTED BY:
PEconomides:gld

CLEARANCES AND COPY DISTRIBUTION:
Cleared with and cc: Mr. Blay

AUTHORIZED SIGNATURE:
M. D. ffrench-Mullen, Chief

DEPARTMENT:

EMPAG

SECTION BELOW FOR USE OF CABLE SECTION

CHECKED FOR DISPATCH

Class of Service: LT *W* Date: JUNE 14, 1977

Telex No.: _____ Originators Ext: 6914

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DELTATILE, CAIRO, EGYPT

CITY/
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FOR EL AHMADY, CHAIRMAN, EPADP, RE CREDIT/LOAN 637/1285 AND

MESSAGE
NO.:

URCAB JUNE TWELVE. WE WILL CABLE OUR CONCURRENCE ON AWARD

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CONTRACT FOR PROCUREMENT PVC PIPES AFTER RECEIVING BID

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EVALUATION REPORT. REGARDS, FFRENCHMULLEN, INDEVAS

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NOT TO BE TRANSMITTED

SUBJECT:
Credit/Loan 637/1285-EGT

DRAFTED BY:
PEconomides:gl

CLEARANCES AND COPY DISTRIBUTION:

AUTHORIZED BY (Name and Signature):
M. D. French-Mullen, Chief

DEPARTMENT:
EMPAG

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DISPATCHED

EMBYC

JUN 15 5 03 PM 1977

COMMUNICATIONS

105-2221752 02111222-201

EVALUATION REPORTS REGARDING PERFORMANCE INDICATE
 CONTRACT FOR PROVISIONS WAS FIRST AFTER RECEIVING BID
 PROCESS TIME INDICATE WE WILL SAVE OUR CONSPIRACY ON MARCH
 FOR EG ANNUAL CHAIRMAN BOARD WE CREDITABLE RELIABLE AND
 RELIABLE STATE BEAR

GI

Handwritten initials

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JUNE 14 1977

COMMUNICATIONS SECTION

Class of Service: **LT**

Date: **JUNE 13, 1977**

Telex No.:

Originators Ext. **676-1119**

LT/ITT

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CAIRO, EGYPT

MESSAGE
NO.:

FOR EL GUINDY CHAIRMAN RE CREDIT 181 EGT WE RECEIVED APPLICATIONS

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208 AND 209 SIGNED BY EL AHMADI AND ABDELMONEM STOP EL-AHMADI

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HAS NOT BEEN AUTHORIZED TO SIGN APPLICATIONS FOR CREDIT 181 EGT

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STOP HOWEVER WE ARE PROCESSING THESE APPLICATIONS AS HE HAS BEEN

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AUTHORIZED TO SIGN APPLICATIONS FOR CREDIT 637 EGT STOP PLEASE

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REQUEST MINISTRY OF ECONOMY AND ECONOMIC COOPERATION TO CONFIRM

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BY TELEX THAT EL-AHMADI MAY SIGN APPLICATIONS FOR CREDIT 181 EGT

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INDEVAS

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NOT TO BE REPRODUCED

SUBJECT: **CREDIT
Credit 181 EGT - AGREEMENT**

CLEARANCES AND COPY DISTRIBUTION:
**cc: Messrs Krishna (F935) and
Prudence
Mrs. Linder**

DRAFTED BY: **CPERERA/af**

AUTHORIZED BY (Name and Signature): **Norman J. Bennett** *[Signature]*

DEPARTMENT: **Controller's**

SECTION BELOW FOR USE OF CABLE SECTION
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965-1285/0637 922

SS

INCOMING CABLE

1977 JUN 13 AM 8:31

ZCZC 243424 RC043 PDE0073 RME2456 EYU817 FR3484
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CAIRO 58 12 1335

DISTRIBUTION

Mr. French-Mullen
Mr. Humphrey

June 12

LTF
MR FFRENCH MULLEN INDEVAS
WASHINGTONDCUSA

AGRIC & RURAL DEV DIVISION, EMENA
COUNTRY/PROJECT Egypt - Drainage
DATE RECEIVED JUN 13 1977 376/1285
ANSWERED BY [Signature]
DATE 6/13

REF UPPER EGYPT DRAINAGE TWO CREDIT 376/1285. RECOMMENDATION
FOR SUPPLY 200KM PVC PIPES GIVEN TO LOWEST RESPONSIVE BID
OLTMANS WEST GERMANY FOR F.F. 607000 CIF ALEXANDRIA STOP
AS TIME PRESSING WAITING YOUR PROMPTLY REPLY STOP DOCUMENTS MAILED
TODAY REGARRDS
EL AHMADY CHAIRMAN DELTATILE

Mr. F. Coronides

COL LTF 376/1285 200KM 607000

EGT-1285/0637

June 13, 1977

Dr. Ing. Heiko Vahl
Kreditanstalt Fur Wiederaufbau
6000 Frankfurt Am Main
Palmengartenstrasse 5-9
Federal Republic of Germany

Dear Dr. Vahl:

Reference is made to my letter of May 23, 1977. We have just received from USAID the Preliminary Design Report on PVC Drainage Pipe Production Facility for the Upper Egypt Drainage II Project, prepared by STV Consulting Engineers. I am enclosing a copy of this report for your personal use.

We are still waiting to receive from Egypt the evaluation report on the results of the recent tender for the procurement of ready made PVC pipes.

Sincerely yours,

P. Economides, Irrigation Engineer
Agriculture and Rural Development Division
Europe, Middle East and North Africa
Projects Department

Mrs Naylor
Rec'd 715 #7 8

EGT-1285/01637

Mr. French Mullen
Agriculture and Rural Development Division,
Europe, Middle East and North Africa, Projects Department
1818 H Street, N. W.
Washington DC 20433
U S A

350
✓ 637EGT ✓

Dear Mr. French Mullen # 152,660b

Enclosed please find the Recommendations Committee Report on the Adjudication of the procurement of 200 Kms of pvc plastic pipes.

The committee recommended that the contract be awarded to the lowest responsive bidder Oltmans of West Germany for a C. I. F. Price of FF. 607,000 (Six hundred and seven thousands French Francs).

I gave my consent to these recommendations.
Your Prompt cable reply is very much appreciated.

With Kindest regards,

Sincerely Yours,

El-ahmadi

Eng. El Ahmady Abdel Raouf
Gamal El Din
Chairman.

12/6/77

Answered By: Felix Schwencker
Dated: 7/12/77
Form 384 has been made.

AGRIC & RURAL DEV DIVISION, EMENA
COUNTRY/PROJECT Egypt
DATE RECEIVED JUN 30 1977
ANSWERED BY MR Naylor
DATE _____

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1977 JUN 28 AM 11: 19
INCOMING MAIL UNIT

DATE _____
RECEIVED BY _____
DATE RECEIVED JUN 28 1977
CLASSIFICATION _____
FILE # _____

[Faint, mostly illegible text, possibly bleed-through from the reverse side of the page]

EMENA Files

338
12-6-1977

EGP-1285/01637

Mr. Ffrench Mollen
Agriculture and Rural Develepment Division
Europe Middle East and North Africa
Projects Department - World Bank
1818 H Street N. W.
Washington DC 20433 U. S. A

NOT ATT.

Dear Mr. Ffrench Mollen

Enclosed please find a copy of the S T V Inc. consulting Engineers report on the Preliminary Design of the PVC. pipe production facility Upper Egypt Drainage II project.

With Kindest regards,

Sincerely Yours,

Eng. Ahmady Abdel Roof Gamal El Din
Chairman

El-ahmady
12/6/77

AGRIC & RURAL DEV DIVISION

INCOMING MAIL UNIT
RECEIVED

AGRIC & RURAL DEV DIVISION, EMENA

COUNTRY/PROJECT Egyptian

DATE RECEIVED 6/27

ANSWERED BY FRS (letter)

DATE 6/28/77

EGT-cr393 85
EGT-1285/cr637
EGT-cr181
EGT Nile Delta
DRAINAGE 2

URMT CO UNCA 387

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June 12

DISTRIBUTION

Mr. French-Mullen
Mr. Humphrey

MR FRENCH MULLEN

WORLD BANK

WASHINGTON DC

USA

440088 IIT 24 8423 RCA CR 64145 WHI

REFERENCE URCAR JUNE EIGHT AND URCAR JUNE SIXTH STOP

PLEASE BE INFORMED OF THE FOLLOWING SIMICOLIN

AAA) USAID. REPORT IS SENT TO YOU AIRMAILED 888) CONTRACT

WITH NATIONAL PLASTICS FOR MANUFACTURING PVC PIPES WAS

SIGNED ON APRIL 21 CCC) TENDER DOCUMENTS OF INSTALLATION

FOR DRAINAGE THROUGH ICB WILL BE SENT TO THE BANK FOR

REVIEW ON JULY 15 STOP WE EXPECT TO ADVERTISE ON

AUGUST FIRST DD

) TENDER FOR FORKLIFT TRUCKS AND CRUSHING

SETS WILL BE PROPOSED ON JULY 19 STOP TENDER FOR DIESEL

AIR COMPRESSORS AND WELDING SETS WILL BE ADVERTISED

WITHIN TWO WEEKS STOP ADJUDICATION DOCUMENT CONCERNING GENERATING

SETS AND TRUCKS WILL BE SENT TO THE RD

Y WITHIN TWO WEEKS SEE)

LET C-393
25/6/67

CONTRACT FOR MANSHAT ELDAHAB PUMPING STATION HAS BEEN AWARDED

STOP COPY OF ORDER WILL BE SENT AIRMAIL FFF) ONE ADDITIONAL TRUCK

WAS HANDED TO BILHA CONTROL PROJECT STOP THEY HAVE RECEIVED

SO FAR THREE TRUCKS COMMA THREE STATION WAGONS AND SIX JEEPS STOP

LET C-181
Nile Delta
Drainage 2

VARIATION ORDER FOR TEN ADDITIONAL PICKUPS WAS ISSUED TO C

ITON AND ISUZ JAPAN ON MAY TWENTY FIFTH 66) RESULT OF ADJUDICATION

FOR PROCUREMENT OF PVC PIPE WAS CABLED TO YOU TODAY STOP DOCUMENT

AIRMAILED HHH) TERMS OF REFERENCE FOR CONSULTANT SERVICES IS READY

STOP NAMES OF INDIVIDUAL CONSULTANTS WILL BE SENT TO YOU TODAY III

REVISIED LISTS OF EQUIPMENT OF ON GOING DRAINAGE PROJECTS WAS SIGNED

AND AIRMAILED TODAY JJJ) SPECIFICATIONS OF EQUIPMENT FOR REMODELLING

OF OPEN DRAINS IS BEING PREPARED AND WILL BE SENT TO YOU WITHIN TRAIN

AND CENTER FOR EPAD COMMA THE CENTER WILL BE

ESTABLISHED IN NAGAAMAD IN ORDER TO MAKE USE OF THE EXISTING WORKSH

OPS LLL) PLAN OF WORK OF COLST ACCOUNTING SYSTEM AND RESULTS OF

CASH EVALUATION PROGRAM WILL BE SENT BY JULY 15MM) TERMS OF

REFERENCE FOR LONGTERM EVALUATION ACTIVITIES IS PREPARED BY GROUP OF

EXPATRIATE AND LOCAL CONSULTANTS AND WILL BE SENT TO YOU DURING

JULY NNN) EPAD HAS REQUESTED FOR A DUTCH CONSULTANT ON FILE

DRAINAGE MAINTENANCE EQUIPMENT THROUGH TECHNICAL AID STOP THE

CONSULTANT WILL ARRIVE ON JULY FINALLY WE REGRET DELAYS OF

REPLIES TO YOUR CORRESPONDENCE STOP WITH MY BEST REGARDS

EL GUINDY

VICE MINISTER FOR IRRIGATION

INCOMING TELEX

EGT-cr 181
EGT - Nile Delta II 924
EGT-cr 393
EGT - 1285/a637

SS

CAIRO JUNE 12, 1977

DISTRIBUTION

Mr. French-Mullen
Mr. Humphrey

1977 JUN 12 AM 10:53

ATT MR FRENCHMULLEN

REURTLX JUNE 9, 1977 CONCERNING DRAINAGE PROJECTS.

E P A D AND MINISTRY OF IRRIGATION WILL CONTACTED

PLY WILL BE TELEXED TODAY. BEEN INFORMED THAT MR

KHALIFA RETIRED YESTERDAY AND ENG AHMADI ABDEL RAOUF

IS APPOINTED E P A D CHAIRMAN. REGARDS

SAMIR KORAIEM

AGRIC & RURAL

COUNT

Egypt - Drainage Projects

DATE

JUN 13 1977

ANSWERED BY

[Signature]

DATE

6/13/77

Mr. French-Mullen

EOT-4393
~~EOT-128/106~~
EOT - Nile Delta



London School of Hygiene and Tropical Medicine

Winches Farm Field Station 395 Hatfield Road St. Albans Herts

Telephone St. Albans 53858
Station St. Albans City

Mr. M. D. French-Mullen, C.B.E.,
Chief, Agriculture and Rural Development Division,
E.M.E.N.A. Projects Department,
The World Bank,
1818 H Street, N.W.,
WASHINGTON, D.C. 20433. U. S. A.

10th June, 1977

AGRIC & RURAL DEV DIVISION, EMENA
COUNTRY PROJECT *off. file 7/1/77*
DATE RECEIVED *6/15/77*
APPROVED BY *[Signature]*
6/19/77

Dear Desmond,

Many thanks for the copy of your letter of May 19th to Dr. Mobarak regarding our appraisal mission in March. I very much appreciate the support you have given us on the question of management of 'logistic support' provided to the project. The difficulties, of course, reflect the many domestic conflicts at Governorate level and, the fact that the Ministry has not handled anything of this order of magnitude before.

I am looking forward to the visit in July when I hope to find a much improved situation with regard to transport. I have now received terms of reference and other documentation for this mission.

With best wishes.

Yours sincerely,

[Signature]
Dr. G. Webbe.
Scientific Director.

EGT- cr181
EGT- Nile Delta II
EGT- cr393
EGT- 1285/cr637

June 10, 1977

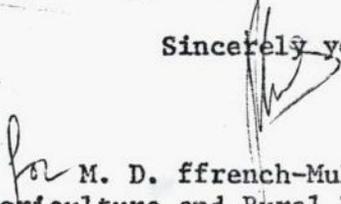
Mr. Ahmed Loutfi Abdelmonem
Egyptian Public Authority
for Drainage Projects
5a El Goheiny Street
Dokki, Giza
Egypt

Dear Mr. Abdelmonem:

Thank you very much for your letter of May 30, 1977,
with the attached Budget of EPADP for the fiscal year 1977.

Our comments, if any, will be sent to you.

Sincerely yours,


M. D. French-Mullen, Chief
Agriculture and Rural Development Division
Europe, Middle East and North Africa
Projects Department

PEconomides:gld

IMPORTANT (PLEASE READ INSTRUCTIONS BELOW BEFORE TYPING FORM.)

Class: **927** **TELEX**
Telex No.: **348 GAFEC UN**

Date: **June 9, 1977**
Originators Ext: **4731**

TL P/wh
EGT-cr 1285
EGT Nile Delta II

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MR. SAMIR KORAIEM

CAIRO, EGYPT

RE DRAINAGE PROJECTS AND FFRENCH-MULLEN CABLE JUNE 8
LISTING RECENT CORRESPONDENCE FOR WHICH NO ANSWERS RECEIVED
WOULD APPRECIATE YOU FOLLOW UP AND LET US KNOW SOONEST WHAT
ACTION BEING TAKEN TO ENSURE REPLIES. REGARDS HUMPHREY

NOT TO BE TRANSMITTED

SUBJECT:

DRAFTED BY:
PJBlay:bp

CLEARANCES AND COPY DISTRIBUTION:

AUTHORIZED BY (Name and Signature):
William S. Humphrey

DEPARTMENT:
EM1

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CHECKED FOR DISPATCH

LT

Date: JUNE 8, 1977

Originator's Ext: 6914

EGT-4101
EGT-4 393
EGT-1285/631
EGT Nile Delta
JUNE 8 1977

COUNTRY
MESSAGE NO.:

BOOK OF THREE (SEE ATTACHED TEXT)

- 1) SEDIK KHALIFA, DELTATILE, CAIRO, EGYPT *LT/144*
- 2) MAHMOUD EL GUINDY, MINISTRY OF IRRIGATION, CAIRO, EGYPT *LT/144*
- 3) SAMIR KORAIM, MINISTRY ECONOMY AND ECONOMIC COOPERATION, CAIRO, EGYPT *927-348 WWH*

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DRAFTED BY:

CLEARANCES AND COPY DISTRIBUTION:

PEconomides:gld

M. D. French-Mullen, Chief

DEPARTMENT: EMPAG

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Class of Service:

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Date:

JUNE 8, 1977

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FOR SEDIK KHALIFA, CHAIRMAN, EPADP; COPIED MAHMOUD EL GUINDY,
 VICE MINISTER IRRIGATION, AND SAMIR KORAIM, MINISTRY OF ECONOMY
 AND ECONOMIC COOPERATION. RE CREDITS 181-EGT, 393-EGT, 637-EGT
 AND LOAN 1285-EGT. SINCE RETURN LAST SUPERVISION MISSION END
 MARCH FOLLOWING LETTERS AND CABLES REQUIRING ACTION HAVE BEEN
 SENT TO EPADP: AAA) CABLE APRIL 12 ON SPECIFICATIONS FOR FORKLIFT
 TRUCKS, DIESEL AIR COMPRESSORS, GENERATING SETS, WELDING SETS AND
 CRUSHING SETS; BBB) CABLE APRIL 12 ON AWARD CONTRACT FOR MANSHAT
 ELDAHAB PUMPING STATION; CCC) CABLE APRIL 12 FOR THE DELIVERY OF
 ONE MORE TRUCK TO MINISTRY OF HEALTH AND FOR THE EXTENSION OF
 CONTRACT WITH C. ITON AND ISUZU JAPAN FOR THE PROCUREMENT OF TEN
 ADDITIONAL PICKUPS; DDD) CABLE MAY 4 SUGGESTING TO ACCELERATE
 FORMALITIES FOR PROCUREMENT PVC PIPES AND TO START PREPARING TENDER
 DOCUMENTS FOR INSTALLATION FIELD DRAINAGE UNDER UPPER EGYPT DRAINAGE
 TWO PROJECT; EEE) CABLE MAY 5 ON TERMS OF REFERENCE FOR CONSULTANTS;
 FFF) LETTER MAY 9 WITH REVISED EQUIPMENT LISTS OF ONGOING DRAINAGE
 PROJECTS; GGG) LETTER MAY 9 DISCUSSING FINDINGS SUPERVISION MISSION
 AND SUGGESTING ACTIONS TO BE TAKEN; HHH) CABLE MAY 24 EXPRESSING
 OUR CONCERN ABOUT DELAY IMPLEMENTATION UPPER EGYPT DRAINAGE TWO
 PROJECT; III) CABLE MAY 27 INQUIRING ABOUT VEHICLES DELIVERED TO
 MINISTRY OF HEALTH; JJJ) CABLE MAY 27 ON THE PROCUREMENT OF SUCTION

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NOT TO BE TRANSMITTED

SUBJECT:
Credits 181, 393, 637 & Loan 1285-EGT

CLEARANCES AND COPY DISTRIBUTION:
Cleared and cc: Mr. Blay

DRAFTED BY:
PEconomides:gld

AUTHORIZED BY:
M. D. French-Mullen, Chief

DEPARTMENT:

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WORLD BANK OUTGOING MESSAGE FORM (Telegram, Cable, Telex)
 IMPORTANT (PLEASE READ INSTRUCTIONS BELOW BEFORE TYPING FORM.)

Service: LT Date: JUNE 8, 1977
 No. _____ Originators Ext: 6914

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DREDGERS; KKK) CABLE JUNE 6 ON PROCUREMENT OF PVC PIPES AND
 EQUIPMENT FOR REMODELLING UPPER EGYPT DRAINAGE TWO PROJECT.
 TILL NOW NO REPLY HAS BEEN RECEIVED ON ANY OF ABOVE CABLES AND
 LETTERS. THIS SITUATION IS VERY EMBARRASSING AND WE URGE YOU TO
 INFORM US BY RETURN CABLE IF YOU HAVE RECEIVED ABOVE LETTERS AND
 CABLES AND WHAT ACTION HAS BEEN TAKEN ON EACH MATTER. REGARDS,
 FFRENCHMULLEN, INDEVAS

NOT TO BE TRANSMITTED

SUBJECT: Cr 181, 393,637 and Loan 1285-EGT	DRAFTED BY: PEcongmidas:gld
CLEARANCES AND COPY DISTRIBUTION: cc & cleared: Mr. Blay	AUTHORISED BY (Name and Signature) M. D. ffrench-Mullen, Chief
DEPARTMENT EMPAG	SECTION BELOW FOR USE OF CABLE SECTION
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EGPT 1285/637

Class of Service: **LT**

Date: **JUNE 6, 1977**

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Telex No.:

Originators Ext: **6914**

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BOOK OF THREE (SEE ATTACHED TEXT)

- 1) SEDIK KHALIFA, DELTATILE, CAIRO, EGYPT *LT/ITT*
- 2) MAHMOUD EL GUINDY, MINISTRY OF IRRIGATION, CAIRO, EGYPT *LT/ITT*
- 3) SAMIR KORAIM, MINISTRY ECONOMY AND ECONOMIC COOPERATION, CAIRO, EGYPT *348*

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NOT TO BE TRANSMITTED

SUBJECT:
Upper Egypt Drainage II Project

DRAFTED BY:
PEconomides:gld

CLEARANCES AND COPY DISTRIBUTION:
Cleared w/cc: Mr. Eschenberg

AUTHORIZED BY (Name and Signature):
M.D. French-Mullen, Chief

DEPARTMENT:
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Class of Service: LT Date: JUNE 6, 1977
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FOR SEDIK KHALIFA, CHAIRMAN, EPADP, COPIED MAHMOUD EL GUINDY,
VICE MINISTER IRRIGATION AND SAMIR KORAIM, MINISTRY OF ECONOMY
AND ECONOMIC COOPERATION. RE CREDIT/LOAN 637/1285 AND OUR CABLES
MAY 4 AND MAY 24. WE ARE EXTREMELY CONCERNED ABOUT DELAY IN
IMPLEMENTATION UPPER EGYPT DRAINAGE TWO PROJECT. ALTHOUGH CREDIT/
LOAN BECAME EFFECTIVE JANUARY 31, 1977, AS WE HAVE NOT RECEIVED
ANY TENDER DOCUMENT IT APPEARS THAT NO ACTION HAS BEEN TAKEN FOR
PROCUREMENT OF EQUIPMENT FOR REMODELLING OPEN DRAINS NOR HAS A
DECISION BEEN MADE FOR AWARD OF CONTRACT FOR PROCUREMENT PVC
PIPES FOR PILOT DRAINAGE SCHEME OF BENI SUEF. WE URGE YOU TO
TAKE NECESSARY ACTION SOONEST. GRATEFUL ALSO FOR CABLED EXPLANA-
TION ON SITUATION AND REASONS FOR DELAY. REGARDS, FFRENCHMULLEN,
INDEVAS

NOT TO BE TRANSMITTED

SUBJECT: Upper Egypt Drainage II
CLEARANCES AND COPY DISTRIBUTION:
Cleared with &
cc: Mr. Eschenberg

DRAFTED BY:
PECONOMIDES: gld
AUTHORIZED BY (Name and Signature):
M. D. French-Mullen, Chief
DEPARTMENT:
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cc: Mr. Eschenbach DISPATCHED
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ITION ON SITUATION AND REASONS FOR DELAY. REASONS FOR DELAY SHOULD BE
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TIONS FOR DELAY. DELAY SCHEME OF BEST CASE. WE WOULD LIKE TO
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AND TENDER DOCUMENT IS AVAILABLE THAT NO ACTION HAS BEEN TAKEN FOR
GOVERNMENT EFFECTIVE JANUARY 31, 1977. AS WE HAVE NOT RECEIVED
IMPLEMENTATION OF DELAY REASONS TWO PROJECTS. FINANCIAL CREDIT
AND AND AND SO. WE ARE EXTREMELY CONCERNED ABOUT DELAY IN
AND ECONOMIC COOPERATION. WE CREDIT GOVERNMENT AND OUR OTHER
ALICE MINISTER INVESTIGATION AND STATE GOVERNMENT MINISTER OF ECONOMIC
FOR BUDGETARY CHAIRMAN. BOARD. COPIED MANHOOD OF CHINA.

INCOMING TELEX

Irrigation Division

VO

(TELEX NO)

Date Rec'd. 233 5/31

61230 QUIRINOT

WORLEDDARK MSII

Distribution: Mr. Le Moigne

Mr. Humphrey Copied to

Date Ack'd. /

61230 QUIRINOT (TELEX NO)

EGT-cr 393

EGT-cr 181

EGT 1285/cr 631

EGT - Nile Delta II

Mervyn French-
Naylor
5/31

THREE FOR LE MOIGNE AND HUMPHREY STOP STAYING QUIRINALE TELEX

Log. No. 233

61230 STOP DISCUSSED KHALIFA WITH KHOURAM MINISTRY ECONOMIC AFFAIRS

ALSO WITH EXCHAIRMAN MUSTAFA SAID STOP KHALIFA IS WELL

EXPERIENCED IRRIGATION AND CIVIL ENGINEER BUT WOULD PROBABLY

NOT BE VERY GOOD CHOICE FOR PERMANENT APPOINTMENT STOP

HOWEVER ONE AGE GROUNDS HE RETIRES NEXT MONTH JUNE TWELVE AND

HIS APPOINTMENT INTENDED AS QUOTE COURTESY UNQUOTE AND FOR

PRESTIGE STOP EYE DID NOT ENQUIRE ABOUT PENSION STOP MEANWHILE

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DAILY OPERATIONS DRAINAGE AUTHORITY WITH FULL AUTHORITY TO

SIGN ON ITS BEHALF STOP KHOURAM MOST EMBARRASSED ABOUT WHOLE

INCIDENT STRONGLY IMPLYING THEY DID NOT INTEND BANK TO KNOW

ABOUT KHALIFAS BRIEF TENURE AS CHAIRMAN AND RELUCTANT TO SEND

CABLE OR CV STOP EYE RECOMMEND WE TAKE NO ACTION AT ALL AT THIS

TIME BUT ARRANGE FOR FIRST MISSION AFTER JUNE TWELVE TO CHECK

THAT KHALIFA HAS RETIRED AND SECOND THAT QUINDY DEVOTING

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61230 QUIRINOT

The Egyptian Public Authority For

EGT-4181
EGP-Nile Dokki Drainage
EGP-CR 353
Drainage Projects 914
EGT-1285/cr 637

5(A) Elgoheiny Street, Dokki, Giza.

May 30th, 1977

Mr. M.D. French - Mullen, Chief
Agriculture and Rural Development Division,
Europe, Middle East and North Africa Projects Department,
International Development Association,
1818 H. Street, N.W.
Washington, D.C. 20433 U.S.A.

Dear Mr. French-Mullen,

As requested by Mr. Economides, enclosed please find one copy of the Budget allocations of the Egyptian Public Authority for Drainage Projects which has just come out of print.

With our kindest regards,

Yours sincerely,


Ahmed L. Abdelmonem
Under-Secretary of State

AGRIC & RURAL DEV DIVISION, EMENA

COUNTRY PROJECT Egypt - Drainage

DATE RECEIVED JUN 9 - 1977

ANSWERED BY _____

DATE _____

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61332 QUIRINOTE (TELEX NO)

INCOMING TELEX

EGT-4181 VO
EGT-4393
EGT-1285/4637

WORLDBANK WSH

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Distribution: Mr. Le Moigne
Mr. Humphrey

61332 QUIRINOTE

(TELEX NO)

for

THREE FOR LE MOIGNE AND HUMPHREY STOP STAYING QUIRINALE TELEX
 61332 STOP DISCUSSED KHALIFA WITH KOURAM MINISTRY ECONOMY AND
 ALSO WITH EXCHAIRMAN MUSTAFA SAID STOP KHALIFA IS WELL
 EXPERIENCED IRRIGATION AND CIVIL ENGINEER BUT WOULD PROBABLY
 NOT BE VERY GOOD CHOICE FOR PERMANENT APPOINTMENT STOP
 HOWEVER ONE AGE GROUNDS HE RETIRES NEXT MONTH JUNE TWELVE AND
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 ENOUGH TIME TO DRAINAGE AUTHORITY STOP

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Class of Service: TELEX

Date: MAY 26, 1977

Telex No.: 325 HOMER UN

Originators Ext: 4731

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MR. MEHDI ALI, HOTEL MERIDIEN

CITY/
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CAIRO, EGYPT

MESSAGE
NO.:

HAVE RECEIVED LETTER FROM MR. SADIQ KHALIFA IN CAPACITY CHAIRMAN
DRAINAGE AUTHORITY, POST FORMERLY HELD BY MR. EL GUINDY.
SECOND UPPER EGYPT CREDIT AGREEMENT CONTAINS PROVISION THAT
BORROWER SHALL ENSURE THAT POST OF CHAIRMAN OF AUTHORITY IS
FILLED BY QUALIFIED AND EXPERIENCED PERSON FULL TIME. WOULD
THEREFORE APPRECIATE YOU TACTFULLY CONTACT MINISTRY ECONOMY
AS OFFICIAL REPRESENTATIVE OF GOVERNMENT TO OBTAIN FOR OUR
RECORDS OFFICIAL NOTIFICATION OF MR. KHALIFA'S APPOINTMENT,
HIS C.V., AND CONFIRMATION HE IS FULL TIME. BEST REGARDS HUMPHREY

21 END
OF
22 TEXT

NOT TO BE TRANSMITTED

SUBJECT:

DRAFTED BY:

PJBlay:bp

CLEARANCES AND COPY DISTRIBUTION:

AUTHORIZED BY (Name and Signature):

William S. Humphrey

Cleared in substance & cc:
Messrs. Krishna,
ffrench-Mullen

DEPARTMENT:

EM1

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May 26 11 38 PM 1977
COMMUNICATIONS

HIS C.A. AND CONTRIBUTION HE IS FULL TIME. BEST RECORDS NUMBERED
RECORDS OFFICIAL REPRESENTATION OF MR. KNIGHT, A REPRESENTATIVE
AS OFFICIAL REPRESENTATIVE OF GOVERNMENT TO OBTAIN FOR ONE
THEREFORE APPROPRIATE AND INCLUSIVE CONTACT MINISTRY ECONOMIC
RIGHTED BY QUALIFIED AND EXPERIENCED PERSON FULL TIME. SHOULD
PERSONNEL SHOULD ENSURE THAT POST OF CHAIRMAN OF AUTHORITY IS
SECOND OFFER EARLY CREDIT VOUCHERS CONTAINING PROVISION THAT
DEUTSCHER VERBAND POST FORMERLY HELD BY MR. EG SCINDA
HAVE RECEIVED LETTER FROM MR. GUDIS KNIGHT IN CAPACITY CHAIRMAN
CIVIL EARLY
MR. WENDI VCI 10187 WENDIEN.

EGT- Nile Delta Drainage 2

EGT- 1285/cr637

EGT- cr181

EGT- cr303

May 25, 1977

Dr. Wagih Shindy
Undersecretary
Ministry of Economy and
Economic Cooperation
8, Adly Street
Cairo - Egypt.

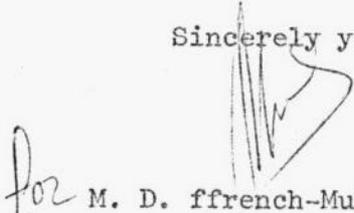
Dear Dr. Shindy:

Enclosed please find for your information copies of the following letters sent by us to Dr. Almotaz Mobarak, Undersecretary, Ministry of Health and Eng. Mahmoud Said El Din El Guindy, Chairman EPADP:

- April 12, 1977 Letter to Dr. Mobarak
- May 9, 1977 Letter to Eng. El Guindy
- May 9, 1977 Letter to Eng. El Guindy
- May 19, 1977 Letter to Dr. Mobarak

The above letters concern the implementation of the ongoing drainage projects and the Bilharzia Control Program.

Sincerely yours,


for M. D. French-Mullen, Chief
Agriculture and Rural Development Division
Europe, Middle East and North Africa
Projects Department

Attachments

Cleared with and cc: Mr. Blay

PEconomides:gk

Class of Service: LT

Date: MAY 24, 1977

Telex No.:

Originators Ext: 6914

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DELTATILE, CAIRO, EGYPT

ELGUINDY, CHAIRMAN, RE CREDIT/LOAN 637/1285 EGT AND OUR CABLE
MAY FOURTH. WE ARE VERY CONCERNED ABOUT UNNECESSARY DELAYS IN
PROCUREMENT PVC PIPES FOR PILOT DRAINAGE SCHEME BENI SUEF.
PLEASE SEND SOONEST RECOMMENDATION FOR AWARD FOR PURCHASE OF
PIPES AND TAKE NECESSARY ACTION FOR IMPLEMENTATION OF PILOT SCHEME.
REGARDS, FFRENCHMULLEN, INDEVAS

NOT TO BE TRANSMITTED

SUBJECT: Credit/Loan 637/1285-EGT

DRAFTED BY: PEconomides:gld

CLEARANCES AND COPY DISTRIBUTION:

AUTHORIZED BY: M. D. French-Mullen, Chief

DEPARTMENT:

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May 24 8 54 PM 1977

COMMUNICATIONS

REGARDS REVENUE...
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 ORIGINAL...

DATE AS VAN

Handwritten signature

EGT-1285/06637

5-24-77

SUPERVISION
SUMMARY

Section 7: Actions Taken or Recommended

Letters have been sent to the Chairman of EPADP (Annex 1-A) and to the Undersecretary of the Ministry of Health (Annex 1-B and 1-C) raising various points related to the findings of the supervision mission.

Cables have been sent to the Chairman of EPADP asking to accelerate the formalities for the award of ready-made PVC pipes required for the pilot drainage scheme (Annex 1-D), approving the award of the pumping station (Annex 1-E) and asking to provide additional transportation facilities to the Ministry of Health (Annex 1-F).

cc: Messrs. Finzi, Paijmans, Moreau, Humphrey (3), Blay, Haynes, Jones, French-Mullen, van der Tak (3), Yudelman, Krishna, Nichols, Subramanian, Perera, LeMoigne, Veraart, Frank, Hotes, J. Lee

Ms. Larouche

EMENA Files

PEconomides:gld

The World Bank / 1818 H Street, N.W., Washington, D.C. 20433, U.S.A. • Telephone: (202) 393-6360 • Cables: INTBAFRAD

May 9, 1977

Mr. Mahmoud Saad El Din El Guindy
Vice Minister and Chairman
Egyptian Public Authority for
Drainage Projects
5a El Goheiny Street
Dokki, Giza
Arab Republic of Egypt

Re: EGYPT -- Upper Egypt Drainage I, Cr. 393-EGT
Nile Delta Drainage I, Cr. 181-EGT; and
Upper Egypt Drainage II, Cr/Ln 376/1285

Dear Mr. El Guindy:

We wish to express our appreciation and thanks for the assistance and hospitality extended by you and your staff to Messrs. Economides and Schumacher on their recent visit to review progress on the drainage projects.

We were very pleased to learn from the mission, and subsequently from the Egyptian delegation, that the main problem that EPADP faced in the past, the allocation of local funds, was on the way to being solved, and that sufficient funds had been allocated by the Government for this fiscal year. This, we trust, will allow EPADP to proceed with the implementation of the program without further delays.

We were also pleased to hear from the mission that action had been taken for the implementation of the pilot drainage scheme with PVC pipes. We understand that an area of about 3,300 feddans has been selected near Beni Suef, all preparatory works have been completed and that a local contractor has been appointed for the execution of the project. Unfortunately, we understand that no decision had been made for the award of the contract for the procurement of the pipes, even though the opening of bids took place six weeks ago. We trust that action will be taken in this direction and that we will soon receive your recommendation for award. It is extremely important that the pilot drainage scheme of Beni Suef be implemented as soon as possible to allow EPADP's staff and contractors to gain experience in the new drainage technique before large-scale application.

Mr. El Guindy

-2-

May 9, 1977

Another matter of concern is the delays which occurred in the preparation of tender documents for the procurement of equipment for remodelling of open drains under the Upper Egypt Drainage II Project. Since remodelling of open drains is work that should precede the installation of field drainage, we recommend that immediate action be taken for the procurement of the required equipment in order to proceed according to the implementation schedule of the project.

We also believe that action needs to be taken soon for the preparation of tender documents for the installation of field drainage through ICB. We understand that the technico-economic study conducted by USAID for determining the number, size and location of the PVC pipe plants is being completed. The tender documents for the installation of field drainage could, therefore, be prepared as soon as the final decisions are made for the production of PVC pipes.

We were glad to learn that a decision had been made for the construction of a store for spare parts in Asyut and that the location of the store had already been selected. A similar decision needs to be made for the establishment of a training center for EPADP's staff in Upper Egypt, preferably in the Minieh area.

The mission also informed us that the cost accounting unit for drainage works is in the process of being established. We are looking forward to receiving the plan of work of this unit, promised for April 1977.

The importance of establishing a monitoring and evaluation system on the effect of drainage works on crop yields is a subject which we have repeatedly discussed. In our letter of January 21, 1977, we suggested a way in which a long-term monitoring and evaluation program might be organized. We were happy to learn from Mr. Economides that the results of the crash program, being carried out in the Governorates of Menufiya and Minieh, will be made available to us before June 1977. I would also like to draw to your attention the fact that, as agreed at the Nile Delta Drainage II negotiations, a complete evaluation report of the Nile Delta Drainage I project is expected to be received before June 30, 1978.

Concerning the socio-economic study, the mission informed us that a general socio-economic survey is now being carried out by Professor A. Goueli in collaboration with the Ford Foundation and that this survey will be completed by October 1977. We understand that a supplementary study of the ability of the beneficiaries of the drainage works to pay for the investment, operation and maintenance costs will be conducted subsequently and be completed before June 1978. We would appreciate receiving the terms of reference and the draft questionnaire for this supplementary study for review before June 30, 1977.

Mr. El Guindy

-3-

May 9, 1977

Finally, we would like to express our concern for the delays in the procurement of field drainage maintenance equipment and, in particular, flushing pumps. We believe that the field drainage maintenance units should be provided with this type of equipment, and we urge you to take the necessary action.

With kind regards,

Yours sincerely,

M. Altaf Hussain

M. Altaf Hussain, Acting Chief
Agriculture and Rural Development Division
Europe, Middle East and North Africa
Projects Department

April 12, 1977

Dr. Almotaz Mobarak
Undersecretary
Ministry of Health
Cairo, Egypt

Re: EGYPT - Upper Egypt Drainage I Project, Credit 393-EGT
Upper Egypt Drainage II Project, Cr/Ln 637/1285-EGT
Revised List of Equipment and Materials

Dear Dr. Mobarak:

Reference is made to our letter to you of February 8, 1977.

We are attaching the revised list of the remaining equipment and materials to be procured for the Bilharzia Control Program under the two Upper Egypt Drainage Projects. This list has been prepared taking into consideration the suggestions made by you and your staff to the recent supervision mission in Egypt.

We will be glad to see that action is taken for the procurement of the equipment and materials included in the list as soon as possible in order to avoid delays in the implementation of the program.

Sincerely yours,



M. D. French-Mullen, Chief
Agriculture and Rural Development Division
Europe, Middle East and North Africa
Projects Department

Attachments

cc: Dr. C. Webbe

cc: Mr. Blay
PEconomides:gld

REMAINING EQUIPMENT, MATERIALS AND SERVICES TO BE PROCURED
FOR BILHARZIA CONTROL PROGRAM UNDER CREDIT 393-EGT AND CREDIT/LOAN 637/1285-EGT
(as of March 1977)

Item	Quantity	Total		1977		1978	
		Unit Cost US\$	Amount US\$	Quantity	Amount US\$	Quantity	Amount US\$
<u>1. Equipment</u>							
Pickups	30	6,500	195,000	30	195,000	-	-
Station wagons	2	6,500	13,000	2	13,000	-	-
Trucks	1	14,000	14,000	1	14,000	-	-
Microbus	2	12,500	25,000	2	25,000	-	-
Test kits	30	570	17,000	30	17,000	-	-
Knapsack sprayers	400	60	24,000	400	24,000	-	-
Plastic water tanks	20	150	3,000	20	3,000	-	-
Spare parts			50,000		30,000	-	20,000
Miscellaneous			30,000		10,000		20,000
Subtotal			371,000		331,000		40,000
<u>2. Materials</u>							
Molluscicide (tons)	500	11,000	5,500,000	500	5,500,000		
Reagents			2,000		2,000		
Subtotal			5,502,000		5,502,000		
<u>3. Consultants</u>			50,000		-		50,000
TOTAL			5,923,000		5,833,000		90,000
<u>4. Contingencies</u>	-	-	357,000		327,000		30,000
GRAND TOTAL	-	-	6,280,000		6,160,000		120,000

The World Bank / 1818 H Street, N.W., Washington, D.C. 20433, U.S.A. • Telephone: (202) 393-6360 • Cables: INTBAFRAD

May 19, 1977

Dr. Almotaz Mobarak
Under Secretary
Ministry of Health
Cairo, Egypt

Re: Upper Egypt Drainage I and II Projects
Credits 393 and 637 and Loan 1285-EGT

Dear Dr. Mobarak:

It was a great pleasure to see you during negotiations of the Nile Delta Drainage II Project. We were happy to have the opportunity of discussing with you the main problems of the bilharzia control program under the ongoing drainage projects and to clarify several points related to the new expansion of the program.

We understand that the main difficulty that the program faces is the shortage of transportation. From our part, all efforts are being made to solve this problem. We hope that with the arrival of the 20 pickups and the 10 more ordered, plus the one truck asked to be delivered to you by EPADP, the situation will be considerably improved.

Maintenance of the project equipment is a matter that merits special attention. We have already asked EPADP by our cable of April 12, 1977, copies to you, to deliver to the Ministry of Health any amount of spare parts proportional to the delivered number of vehicles. As we indicated to you when you were in Washington, action needs to be taken by your staff to organize the maintenance of the vehicles on a permanent and sound basis to avoid future problems. We would like to hear from you what measures the Ministry of Health intends to take to assure the good maintenance of the project equipment.

Another matter of concern is the management of the logistic support provided to the project. Our mission has informed us that, in some cases, project transport has been used for other purposes, that drivers are not always available and that fuel costs had sometimes not been met. With the increase in number of project vehicles, I am sure you will agree that a strict administrative control is essential. We would appreciate learning from you what measures are being taken to assure such a control. Needless to say, in no case should project equipment be used for purposes outside the project scope.

We were very pleased to learn from the mission that excellent stores are now available in Minya and Beni Suef for storage of chemicals and equipment.

Dr. Almotaz Mobarak

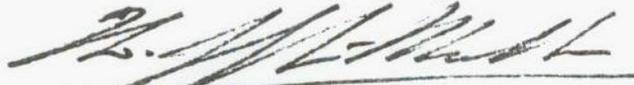
-2-

May 19, 1977

With the provision of the new equipment and with a better organization of the logistic support of the project, we are confident that the implementation of the bilharzia control program, so vital for the health of the Egyptian people, will be conducted with success in the future. The enthusiasm of your staff and your strong personal support will certainly contribute to this success.

Finally, we would like to express our appreciation and thanks for the assistance and hospitality extended by you and your staff to Dr. Webbe on his recent visit to review progress of the program. We propose that Dr. Webbe's next visit take place in early July, if this is convenient for you. We will inform you later about the exact date of his arrival.

Sincerely yours,



M. D. French-Mullen, Chief
Agriculture and Rural Development Division
Europe, Middle East and North Africa
Projects Department

Cleared and cc: P. Blay, R. Jabri
cc: S. Koraim, G. Webbe, Dr. Lee

PEconomides:to

LT

MAY 4, 1977
6916

ANNEX 1-D

DELTATILE, CAIRO, EGYPT
ELGUINDY, CHAIRMAN, RE CREDIT/LOAN 637/1285 EGT. AAA) PLEASE
ACCELERATE FORMALITIES AND SEND SOONEST YOUR RECOMMENDATION
FOR AWARD FOR PROCUREMENT PVC PIPES FOR DENISUEF PILOT SCHEME.
BBB) GRATEFUL YOU SEND US USAID REPORT ON NUMBER, LOCATION AND
CAPACITY OF PROPOSED PVC PLANTS FOR UPPER EGYPT DRAINAGE TWO
PROJECT TOGETHER WITH YOUR COMMENTS. CCC) SUGGEST START
PREPARING TENDER DOCUMENTS FOR INSTALLATION FIELD DRAINAGE
THROUGH ICB FOR UPPER EGYPT DRAINAGE TWO PROJECT. TENDER
ADVERTISING SHOULD SCHEDULED NOT LATER JULY 1977. REGARDS,
ALTAF HUSSAIN, INTBAFRAB

Credit/Loan 637/1285-EGT

PEconomies:gld

M. Altaf Hussain, Acting Chief

INTPAG

Class of Service: LT Date: APRIL 12, 1977

Telex No.: _____ Originators Ext: 6914

12

10

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TEXT
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DELTAILE, CAIRO, EGYPT
ELGHINDY, CHAIRMAN, RE CREDIT 393-EGT AND YOUR MEMORANDUM HANDED
TO ECONOMIDES CONCERNING AWARD OF ERECTION PUMPING STATION MANSHAT
ELDAHAB. IDA HAS NO OBJECTION TO AWARD ABOVE CONTRACT TO EGYPTIAN
CONTRACTING COMPANY AND VOITH ELIN FOR THE AMOUNT OF AUSTRIAN
SHILLINGS NINE MILLION EIGHT HUNDRED ELEVEN THOUSAND SIX HUNDRED
AND FIVE CIP ALEXANDRIA PLUS EGYPTIAN POUNDS THIRTYTHREE THOUSAND
EIGHT HUNDRED TEN FOR LOCAL EXPENSES. PLEASE SEND TWO COPIES OF
CONTRACT, REGARDS, FFRENCHMULLEN, INDEVAS

NOT TO BE TRANSMITTED

SUBJECT: Credit 393-EGT
CLEARANCES AND COPY DISTRIBUTION:
cc: Messrs. Gray and Perera

DRAFTED BY: PEconomides:ald
AUTHORIZED BY (Name and Signature):
H. D. French-Mullen, Chief
DEPARTMENT:
ENPAG
SECTION/FLOW FOR USE OF CABLE SECTION
CHECKED FOR DISPATCH

LT

APRIL 12, 1977

ANNEX 1-F

6914

FOR ELGUINDY, CHAIRMAN, RE CREDIT 393 EGT AND CREDIT/LOAN
637/1285 EST. AAA) GRATEFUL YOU DELIVER IMMEDIATELY ONE MORE
TRUCK TO MINISTRY OF HEALTH FOR BILHARZIA CONTROL PROGRAM.
BBB) IN VIEW OF URGENT NEED FOR TEN ADDITIONAL PICKUPS BY
MINISTRY OF HEALTH IDA HAS NO OBJECTION TO EXTEND CONTRACT
WITH C. ITOM AND CO. ISUZU JAPAN FOR THE PROCUREMENT OF TEN
MORE PICKUPS AT SAME UNIT PRICE. CCC) WE UNDERSTAND THAT AN
AMOUNT OF SPARE PARTS PROPORTIONAL TO THE DELIVERED NUMBER OF
VEHICLES WILL BE DELIVERED TO MINISTRY OF HEALTH. REGARDS,
FFRENCH-MULLEN, INDEVAS

Credit 393-EGT & Cr/Ln 637/1285-EGT

PEconomides:ald

Messrs. Blay and Webb

H. D. ffrench-Mullen, Chief

EMPAG

ARAB REPUBLIC OF EGYPT
UPPER EGYPT DRAINAGE II PROJECT

Draft Paragraph for President's Report

The credit/loan became effective on January 31, 1977. An area of 3,300 feddans has been selected for the installation of a pilot drainage scheme with PVC pipes. All preparatory works for this scheme have been completed. The procurement of 200,000 m of ready made PVC pipes is underway.

The contract for the construction of the one pumping station of the project has been awarded. Action is being taken for the procurement of the project equipment.

A technico-economic study to determine the number, capacity and location of PVC pipe making plants is being conducted by a consultant firm, appointed by the cofinancier (USAID) and it is expected to be completed in May 1977.

Procurement of chemicals and equipment for the bilharzia control program is underway.

ARAB REPUBLIC OF EGYPT

UPPER EGYPT DRAINAGE II PROJECT

Financial Aspects and Disbursements

1. Availability of local funds. A condition for negotiations of the Nile Delta Drainage II Project was the allocation for the fiscal year 1977 by the Government to EPADP of £E 47 million, to cover estimated costs for carrying out all the ongoing IDA/Bank-financed drainage projects. Furthermore, the Government has been requested to include in the medium-term plan, at present under preparation, all the funds required for the completion of the ongoing IDA/Bank-financed projects. Evidence has been received by IDA that both conditions have been fulfilled. Therefore, no shortage of local funds is anticipated, at least for the fiscal year 1977.
2. Disbursements. The credit/loan became effective on January 31, 1977. No disbursements have been effected so far.

ARAB REPUBLIC OF EGYPTUPPER EGYPT DRAINAGE II PROJECTPlaces Visited and Officials Met1. Places Visited

Cairo - March 18-21, March 26-30

Field Trips in the Drainage Project Areas

Nile Delta - March 22-23

Upper Egypt - March 24-25

2. Officials MetEgyptian Public Authority for Drainage Projects

Eng. Mahmoud El Guindi	- Vice Minister-Chairman
Dr. Osman El Ghamry	- Consultant & Technical Officer
Eng. El Ahmdi Abd El Raouf	- Vice Chairman, Lower Egypt
Eng. Said Ead	- Vice Chairman, Upper Egypt
Mr. Ahmed Lotfi	- Director-Gen., Adm. & Finance
Eng. Todry Girgis	- Director-Gen., Mechanical Division
Eng. Ahmed El Sawaf	- Project Coordinator
Eng. William Naguib	- Director-Gen., Planning & Follow-up
Eng. Abd. El Moti El Desuki	- Director-Gen., Research & Training
Eng. Wadie Rafla	- Head, Evaluation Section
Eng. Fouad Moussa Ramadan	- Evaluation Section
Eng. Salah Fawzi	- Director-Gen., Central Delta
Eng. Fathi Abdel Halim	- Director-Gen., Beni Suef
Eng. Rushdy Sinnara	- Director-Gen., Minya

Ministry of Agriculture and Land Reclamation

Dr. El Shabassy	- Under Secretary for Soil Amelioration
Mr. Hussein Abdeen	- Assistant Director Gen., Extension Service
Mr. Aly Hosary	- Chief, Mechanization Section
Mr. Hassan Abdala	- Director Gen., Foreign Relations
Mr. Mahamed Tewfik	- Public Relations

Ministry of Health

Dr. Almotaz Mobarak	- Under Secretary
Dr. Osman Zamiti	- Executive Director, Bilharzia Control Program
Eng. Abdel Hamid Hammadi	- Assistant Chief Eng., Bilharzia Control Program

USAID

Mr. Robert Bakley	- Capital Dev. and Engineering Officer
Mr. Philip Lewis	- Engineer
Mr. Thomas Hagerty	- Consultant

Ford Foundation

Dr. Gordon McLean
Professor A. Gouely

- Team Leader, Agriculture
- Consultant - University of Zagazig

ARAB REPUBLIC OF EGYPT

UPPER EGYPT DRAINAGE II PROJECT

Execution of the Project

1. Pumping station. One small pumping station (Menshat-El-Dhahab) is included in the projects works. Government has suggested and IDA/Bank approved to award the construction of this station to the contractors of the four pumping stations of the Upper Egypt Drainage I Project. Agreement was reached on the unit prices and works are expected to start soon.

2. Pilot drainage scheme with PVC pipes. During negotiations, agreement was reached that EPADP will install during the first year of the project a pilot drainage scheme with PVC pipes on about 10,000 feddans for the purpose of carrying out technical and costing studies and of gaining experience on the use of PVC pipes. Due to delays occurring in the preparation of tender documents for the PVC pipe making plants, financed by USAID, it was agreed by the Bank to procure through ICB an amount of 200,000 m of ready-made PVC pipes to be used for the pilot drainage scheme on a reduced area of 2,000 feddans. The procurement of the pipes is underway while an area of 3,300 feddans near Beni Suef has been selected for the installation of the pilot scheme. The reason 3,300 feddans have been selected for this purpose instead of 2,000 feddans is that soil conditions in this particular area allow a larger field drainage spacing of 60 m. Two main open drains serve the selected area (Ehnasia Khadra and Bani Bekhit). The two drains have been already remodelled, therefore, the scheme is ready for implementation. EPADP has appointed a local contractor (High Dam Co) for the execution of the project. It is expected that works will start by August 1977 and completed in three months. The mission stressed the need for organizing an intense training program for EPADP's staff on the new drainage technique and for establishing a system for monitoring the function of field drainage with PVC pipes and its effect on crop yields and soil properties.

PVC pipe making plants. A technico-economic study to determine the number, capacity and location of PVC pipe making plants is being conducted by a consultant firm appointed by the cofinancier (USAID) responsible for the production of PVC pipes. The study is expected to be completed in May 1977. According to preliminary findings of the study, three plants will be required: one in Beni Suef, one in Asyut and one in Qena. The areas for the installation of the plants have already been selected. All of them are located close to the main road and are provided with electricity and water. In each plant two extruders will be installed of a capacity each of 180 kg per hour (1,000 m of pipes per hour per plant). Operation is expected to be 20 hours a day or 5,000 hours a year. Therefore, the annual capacity of each plant will be 5,000,000 m of pipes which is sufficient to cover about 50,000 feddans per year. The building required for each plant is a 60 x 30 m simple structure with traditional steel frame. The construction of the buildings will be done by EPADP using local contractors. Discussions are underway between Government and USAID about the operation of the PVC plants. It appears that an agreement is underway with the National Plastic Co, an Egyptian nationalized firm, to run the factories.

Three expatriate technicians (one per plant) and one expatriate consultant will be required to provide the necessary expertise and training. The tender for the procurement of the plants is scheduled for issue in July 1977 and it is expected that at least one plant will be operational in October 1978.

4. Procurement. Preparation of tender documents and specifications for the procurement of draglines, excavators and other equipment for the remodelling of open drains is underway. Preparation of tender documents for the installation of field drainage through ICB will start as soon as final decisions on the production sites of PVC pipes are made.

5. Bilharzia control. Snail control operations in the area between Dariut and Asyut Barrages (120,000 feddans) have started for the first time in March 1977. On the mission's departure an area of about 40,000 feddans commanded by Naghamedi West canal had been treated. A concentration of 1.6 mg/l of molluscicide was applied. It is expected that this phase of snail control will be completed by end of April 1977.

ARAB REPUBLIC OF EGYPT

UPPER EGYPT DRAINAGE II PROJECT

Organization and Management

1. Organization and staffing. The Chairman of EPADP, Eng. Mahmoud Saad El Din El Guindy, has been appointed as Vice Minister of Irrigation while still keeping the post of Chairman of EPADP. The Design Section has been strengthened to cope with the increased needs for field drainage design work. At present 20 engineers are working in this Section. Forty technicians graduated from the Technical Institute for Survey have been recruited by EPADP. After a short on-the-job training, these technicians will replace engineers in the supervision of field drainage installation. A special new allowance, varying from LE 15 to 40 per month, is now paid to the engineers working with EPADP. In view of the above measures, no serious problem of shortage of engineers is foreseen.
2. Office facilities. No progress was made with the construction of new offices for EPADP, the buildings being still in the foundation stage.

~~EGT-12851 of 637~~
EGT - cr 393

May 24, 1977

Dr. Gerald Webbe
London School of Hygiene and
Tropical Medicine
Winches Farm Station
395 Hatfield Road
St. Albans, Herts
England

Dear Jerry:

Thank you for your letter of May 17th. Dr. Mobarak, while here for negotiations, requested inclusion of at least 40 jeeps in the project equipment list and Desmond agreed. The number of pickups was reduced to 20 but as you will notice in the list of additional equipment under the ongoing projects we have increased the number of pickups from 20 to 30. Finally, for the trucks we have requested EPADP to deliver immediately one more truck to the Ministry of Health and we have included in the list of additional equipment under the ongoing projects one more. So in total four trucks will be provided under the ongoing projects and two more under the new project.

The allocation for Bilharzia under the new proposed project was US\$10.40 million. After deduction of US\$2.00 million for contingencies (for which we had to use the Bank's formula) an amount of US\$8.40 remained for equipment, chemicals and freight and insurance. In order to accommodate the increased number of jeeps in this restricted budget I had to reduce the molluscicide to 600 tons. I was encouraged to do this by your remarks that they will have savings under the ongoing projects.

It should be mentioned that the equipment list in the appraisal report is only indicative and we can adjust it later in light of the actual project requirements.

Concerning Table 1 of Annex 12, I have to apologize because I did not notice the paragraph in your letter of April 7th. Unfortunately, now it is too late to make any correction.

Mr. G. Webbe

-2-

May 24, 1977

I am enclosing copies of the two supervision reports. Also, terms of reference and travel request for your mission to Egypt July 3-10, 1977. With a memo dated May 12, we have requested the travel office to make a reservation for you at the Meridien Hotel from July 3-5 and 7-10 (copy also included).

The preparation of the Plan of Operation for the Upper Egypt Drainage II Project is due on June 30, 1977. Please check if they have prepared it and have sent it. We would like to have your comments on this plan in your Back-to-Office Report.

Sincerely yours,


Paris Economides, Irrigation Engineer
Agriculture and Rural Development Division
Europe, Middle East and North Africa
Projects Department

EGT-1285/cr637
EGT - Nile Delta Drainage II

May 23, 1977

Dr. Ing. Heiko Vahl
Kreditanstalt für Wiederaufbau
6000 Frankfurt am Main
Palmengartenstrasse 5-9
Germany

Dear Dr. Vahl:

A copy of the Appraisal Report of the Nile Delta Drainage II Project was sent officially to your agency by Mr. Humphrey. I am enclosing herewith an extra copy for your personal use. We expect to have the Board presentation on May 31st.

We are still waiting to receive from Egypt the results of the recent tender for the procurement of PVC ready-made pipes. Concerning the techno-economic study for the PVC pipe plants of the Upper Egypt Drainage II Project, I have been informed by USAID in Washington that the report will be ready in a few days. I will send you documents as soon as I receive them.

Sincerely yours,

P. Economides, Irrigation Engineer
Agriculture and Rural Development Division
Europe, Middle East and North Africa
Projects Department

Enclosure

E6T-393
E6T-1285/cr-637

May 19, 1977

Dr. Almotaz Mobarak
Under Secretary
Ministry of Health
Cairo, Egypt

Re: Upper Egypt Drainage I and II Projects
Credits 393 and 637 and Loan 1285-EGY

Dear Dr. Mobarak:

It was a great pleasure to see you during negotiations of the Nile Delta Drainage II Project. We were happy to have the opportunity of discussing with you the main problems of the bilharzia control program under the ongoing drainage projects and to clarify several points related to the new expansion of the program.

We understand that the main difficulty that the program faces is the shortage of transportation. From our part, all efforts are being made to solve this problem. We hope that with the arrival of the 20 pickups and the 10 more ordered, plus the one truck asked to be delivered to you by EPADP, the situation will be considerably improved.

Maintenance of the project equipment is a matter that merits special attention. We have already asked EPADP by our cable of April 12, 1977, copies to you, to deliver to the Ministry of Health any amount of spare parts proportional to the delivered number of vehicles. As we indicated to you when you were in Washington, action needs to be taken by your staff to organize the maintenance of the vehicles on a permanent and sound basis to avoid future problems. We would like to hear from you what measures the Ministry of Health intends to take to assure the good maintenance of the project equipment.

Another matter of concern is the management of the logistic support provided to the project. Our mission has informed us that, in some cases, project transport has been used for other purposes, that drivers are not always available and that fuel costs had sometimes not been met. With the increase in number of project vehicles, I am sure you will agree that a strict administrative control is essential. We would appreciate learning from you what measures are being taken to assure such a control. Needless to say, in no case should project equipment be used for purposes outside the project scope.

We were very pleased to learn from the mission that excellent stores are now available in Minya and Beni Suef for storage of chemicals and equipment.

Dr. Almotaz Mobarak

-2-

May 19, 1977

With the provision of the new equipment and with a better organization of the logistic support of the project, we are confident that the implementation of the bilharzia control program, so vital for the health of the Egyptian people, will be conducted with success in the future. The enthusiasm of your staff and your strong personal support will certainly contribute to this success.

Finally, we would like to express our appreciation and thanks for the assistance and hospitality extended by you and your staff to Dr. Webbe on his recent visit to review progress of the program. We propose that Dr. Webbe's next visit take place in early July, if this is convenient for you. We will inform you later about the exact date of his arrival.

Sincerely yours,



M. D. French-Mullen, Chief
Agriculture and Rural Development Division
Europe, Middle East and North Africa
Projects Department

Cleared and cc: P. Blay, R. Jabri
cc: S. Koraim, Webbe, Lee

PEconomides:to





OFFICE MEMORANDUM

Bk 3/2.9 FGY
EGT - Nile Delta Drainage 2
EGT - 1285/or637

TO: Mr. A. H. ... / Chief, A/C...
Mr. W.A. ... / Chief, ...
Mr. G. de L... / A/C...
Mr. K. ... / ...
Mr. I. Alu- ... / Chief, ...

DATE: 10 May 1977

FROM: Robert G. Thomas, Senior Officer (Water Resources)
Water Resources, Development and Management Service/AGL

SUBJECT: Nile Delta Groundwater Model

During my visit to ... in Cambridge I had a detailed discussion with Professor John ... on a project under US bilateral aid to prepare a computer model of the Nile delta. The proposal involves the Hydraulic Laboratory of MIT and the Hydraulic Laboratory of Cairo University. The model proposed is a finite element model which will determine the future responses of the aquifer to possible development plans and will include the response of the saline water which occurs beneath the fresh water.

Since groundwater models of the Nile Delta are mentioned in several other proposals made in Egypt, including the USAID/World Bank Water Planning Project, it seems clear that all concerned should be aware of this project.

I did not discuss other ... Egypt projects while in the USA, but understand that there are to be a large number of Americans there, many of whom will be working on agricultural development. I assume that some kind of co-ordination is being set up but have no idea how it may operate.

Regarding the groundwater model specifically, I have a draft of the work programme if anyone is interested. The technical aspect of this work will be done well. I have some reservations about how Cairo University will provide services to the other Ministries which will surely have a great interest in the results obtained with the model. It would also be a pity for the USAID/World Bank Project to have to go through the labour of making another Nile Delta groundwater model when the ... model could be done in such a way as to be useful to all agencies.

AGLW: LA 4/3
ROI/cds LA 4/3 (Model)

cc: Hornung/Dickman - AGL
AGLW 3 file
Thomas chron
AGL Registry (3)

cc: Messrs. Le Moigne
Humphrey
Hates

INVESTMENT CENTRE	
(FAO/IBRD COOP. PROGRAMME)	
RECEIVED: 13 MAY 1977	
1. For Action:	Initials
1.	Shelton
2.	Alu Shan
11.	
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Received May 25, 1977

While I have full faith in the capability of the MIT staff to prepare a good model, they obviously are preparing it to be used by someone who knows computer programming and the finite element method in detail. I tried to persuade Professor Wilson to spend more effort to make the programme usable by less trained people, but I do not believe he has the funds available.

Finally, knowing the problems in Egypt with data of all kinds, I suspect that you will find it difficult to obtain and check data needed to calibrate a reasonably reliable model.

ARAB REPUBLIC OF EGYPT
MINISTRY OF HEALTH
MIDDLE EGYPT BILHARZIA CONTROL PROJECT

705
EGT-cr 393
EGT-1285/cr 637

May, 17, 1977 ;

858
23-5-1977

Mr. M.D. French-Mullen
Chief Agriculture and Rural
Development Division.
Europe, Middle East and North
Africa Project Division.

Re. Egypt - upper Egypt drainage 1 Project, credit 393 - EGI
upper Egypt drainage 11 project cr/In-637/1285 EGI
Revised list of Equipment and Material.

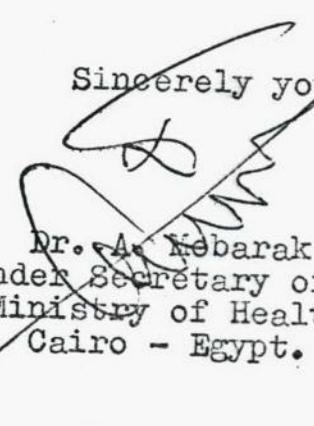
Dear Mr. French-Mullen :

NOT
ATT

Reference is made to your letter of April 12
We acknowledge with thanks that revised list complies with
our needs. We have pleasure in advising you that orders
have been placed for procurement of all items included in the
list,

We hope that equipment and materials ordered would be
received in due time.

Sincerely yours


Dr. A. Kebarak
Under Secretary of State
Ministry of Health
Cairo - Egypt.

AGRIC & RURAL DEV DIVISION, EMENA

COUNTRY/PROJECT 393 + 637/1285 EGI

DATE RECEIVED JUN - 8 1977

ANSWERED BY No need

DATE Recyfile

EGT-Cr 393
EGT-Cr 181
EGT-1285/637

May 9, 1977

Mr. Mahmoud Saad El Din El Guindy
Vice Minister and Chairman
Egyptian Public Authority for
Drainage Projects
5a El Goheiny Street
Dokki, Giza
Arab Republic of Egypt

Re: EGYPT - Upper Egypt Drainage I, Cr. 393-EGT
Nile Delta Drainage I, Cr. 181-EGT; and
Upper Egypt Drainage II, Cr/Ln 376/1285

Dear Mr. El Guindy:

We wish to express our appreciation and thanks for the assistance and hospitality extended by you and your staff to Messrs. Economides and Schumacher on their recent visit to review progress on the drainage projects.

We were very pleased to learn from the mission, and subsequently from the Egyptian delegation, that the main problem that EPADP faced in the past, the allocation of local funds, was on the way to being solved, and that sufficient funds had been allocated by the Government for this fiscal year. This, we trust, will allow EPADP to proceed with the implementation of the program without further delays.

We were also pleased to hear from the mission that action had been taken for the implementation of the pilot drainage scheme with PVC pipes. We understand that an area of about 3,300 feddans has been selected near Beni Suef, all preparatory works have been completed and that a local contractor has been appointed for the execution of the project. Unfortunately, we understand that no decision had been made for the award of the contract for the procurement of the pipes, even though the opening of bids took place six weeks ago. We trust that action will be taken in this direction and that we will soon receive your recommendation for award. It is extremely important that the pilot drainage scheme of Beni Suef be implemented as soon as possible to allow EPADP's staff and contractors to gain experience in the new drainage technique before large-scale application.

May 9, 1977

Another matter of concern is the delays which occurred in the preparation of tender documents for the procurement of equipment for remodelling of open drains under the Upper Egypt Drainage II Project. Since remodelling of open drains is work that should precede the installation of field drainage, we recommend that immediate action be taken for the procurement of the required equipment in order to proceed according to the implementation schedule of the project.

We also believe that action needs to be taken soon for the preparation of tender documents for the installation of field drainage through ICB. We understand that the technico-economic study conducted by USAID for determining the number, size and location of the PVC pipe plants is being completed. The tender documents for the installation of field drainage could, therefore, be prepared as soon as the final decisions are made for the production of PVC pipes.

We were glad to learn that a decision had been made for the construction of a store for spare parts in Asyut and that the location of the store had already been selected. A similar decision needs to be made for the establishment of a training center for EPADP's staff in Upper Egypt, preferably in the Minieh area.

The mission also informed us that the cost accounting unit for drainage works is in the process of being established. We are looking forward to receiving the plan of work of this unit, promised for April 1977.

The importance of establishing a monitoring and evaluation system on the effect of drainage works on crop yields is a subject which we have repeatedly discussed. In our letter of January 21, 1977, we suggested a way in which a long-term monitoring and evaluation program might be organized. We were happy to learn from Mr. Economides that the results of the crash program, being carried out in the Governorates of Menufiya and Minieh, will be made available to us before June 1977. I would also like to draw to your attention the fact that, as agreed at the Nile Delta Drainage II negotiations, a complete evaluation report of the Nile Delta Drainage I project is expected to be received before June 30, 1978.

Concerning the socio-economic study, the mission informed us that a general socio-economic survey is now being carried out by Professor A. Goueli in collaboration with the Ford Foundation and that this survey will be completed by October 1977. We understand that a supplementary study of the ability of the beneficiaries of the drainage works to pay for the investment, operation and maintenance costs will be conducted subsequently and be completed before June 1978. We would appreciate receiving the terms of reference and the draft questionnaire for this supplementary study for review before June 30, 1977.

Mr. El Guindy

-3-

May 9, 1977

Finally, we would like to express our concern for the delays in the procurement of field drainage maintenance equipment and, in particular, flushing pumps. We believe that the field drainage maintenance units should be provided with this type of equipment, and we urge you to take the necessary action.

With kind regards,

Yours sincerely,

M. Altaf Hussain
M. Altaf Hussain, Acting Chief
Agriculture and Rural Development Division
Europe, Middle East and North Africa
Projects Department

Cleared and cc: Mr. Blay

PEconomides:mg

Class of Service: LT Date: MAY 4, 1977

Telex No.: ITTT Originators Ext: 6914

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0 START
HERE

1 TO

DELTATILE, CAIRO, EGYPT

CITY/
COUNTRY
MESSAGE
NO.:

ELGUINDY, CHAIRMAN, RE CREDIT/LOAN 637/1285 EGT. AAA) PLEASE
ACCELERATE FORMALITIES AND SEND SOONEST YOUR RECOMMENDATION
FOR AWARD FOR PROCUREMENT PVC PIPES FOR BENISUEF PILOT SCHEME.
BBB) GRATEFUL YOU SEND US USAID REPORT ON NUMBER, LOCATION AND
CAPACITY OF PROPOSED PVC PLANTS FOR UPPER EGYPT DRAINAGE TWO
PROJECT TOGETHER WITH YOUR COMMENTS. CCC) SUGGEST START
PREPARING TENDER DOCUMENTS FOR INSTALLATION FIELD DRAINAGE
THROUGH ICB FOR UPPER EGYPT DRAINAGE TWO PROJECT. TENDER
ADVERTISING SHOULD SCHEDULED NOT LATER JULY 1977. REGARDS,
ALTAF HUSSAIN, INTBAFRAD

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END
OF
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(NOT TO BE TRANSMITTED)

SUBJECT: Credit/Loan 637/1285-EGT

DRAFTED BY: PEconomides:gld

CLEARANCES AND COPY DISTRIBUTION:

AUTHORIZED BY (Name and Signature)
M. Altaf Hussain, Acting Chief

DEPARTMENT: EMPAG

SECTION BELOW FOR USE OF CABLE SECTION
CHECKED FOR DISPATCH

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MAY 4 4 08 PM 1977

COMMUNICATIONS

[Faint, illegible text, possibly a teletype message]

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EGT-1285/636
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INCOMING CABLE

MAY -2 1977

COMMUNICATIONS SECTION

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DIST. - MR. HUMPHREY
MR. LE MOIGNE

K May 1, 1977

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LTF

MR FRANZ KAPS

INDE VAS

WASHINGTON, DC, USA

MINISTERIAL DECREE ORGANIZING TILE DRAINAGE MAINTENANCE HAS BEEN
ISSUED UNDER NUMBER 13785 YEAR 1977 STOP DECREE ORAGNIZES COLLECTIONS
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ELGHANRY

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EGT-1285/637
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EGT-CR393
LT

Class of Service: LT

Date: MAY 2, 1977

Telex No.:

Originators Ext: 4786

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1 TO EL GHAMRY, DELTATILE

CITY/
COUNTRY CAIRO, EGYPT

MESSAGE
NO.: THANK YOU FOR YOUR CABLE OF MAY 1, 1977 AND PROMPT ACTION ON
ISSUANCE OF MINISTERIAL DECREE. MESSRS. KAPS AND KRISHNA VISITING
EGYPT FROM MAY 6 TO 11 ON OTHER MATTERS. WILL STAY AT HILTON AND
WOULD APPRECIATE OBTAINING COPY OF DECREE. REGARDS HUMPHREY.

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TEXT

NOT TO BE TRANSMITTED

SUBJECT: EGYPT - Drainage

DRAFTED BY:
FKaps;cmt

CLEARANCES AND COPY DISTRIBUTION:
cc: Messrs. Economides, Krishna

AUTHORIZED BY (Name and Signature):
William S. Humphrey *wsh*

DEPARTMENT:
EMENA-CP I

SECTION BELOW FOR USE OF CABLE SECTION
CHECKED FOR DISPATCH

cc: Messrs. Economides, Kleros

DISPATCHED CB I

Message 2 Number 2000

ESLBI - 02/02/77

MAY 2 7 04 PM 1977

COMMUNICATIONS

ACCORD APPROPRIATE OBTAINING COPY OF DECREE* REGARDING NUMBER*
ESLBI FROM MAY 2 TO 11 ON OTHER MATTERS* WILL SIGN VI HIGH AND
ISSUANCE OF MINISTERIAL DECREE* MESSRS* KLOS AND KRISHNA ATISHING
THANK YOU FOR YOUR COPY OF MAY 1 1977 AND PROMPT ACTION ON
SINCE* ESLBI

BE THANKS* DEPT/11/77

[Handwritten signature and notes]

EGT: 1285/cr637
EGT - cr 393

April 28, 1977

KRINKE & KRUGER GMBH
Federal German Republic
3012 Langenhagen/Hannover
Hubertustrasse 15, POB 142

Dear Sirs:

I apologise for the delay in replying to your letter of March 22 in which you refer to my letter of January 7 in regard to the procurement of drainage machines to be purchased by the Egyptian Drainage Authority in connection with the Bank's drainage project in Egypt. I also acknowledge receipt of the attachment to your letter in connection with the terms of USAID tenders.

The USAID tenders refer to the procurement of equipment and materials for the production of plastic pipes for underground drainage being procured under the USAID-wholly-financed component of the Upper Egypt Drainage II project. Consequently, the Bank's international competitive bidding procedures do not apply to this procurement which is wholly financed by USAID. Other equipment and materials for this project, being procured by the Egyptian Drainage Authority and financed partly by this organization would be procured under international competitive bidding where called for under the Loan Agreement.

There is thus no discrepancy between the information I gave you in my letter of January 7, 1977 and the tenders being called for by the USAID, a copy of which is attached to your letter under acknowledgment. I trust the above clarifies the situation.

With kind regards.

Sincerely yours,



M.D. French-Mullen, Chief
Agriculture and Rural Development Division
Europe, Middle East and North Africa
Projects Department

MDff-M:eam

Plan. His Consultative Group
EGT: Agd Rural Development for p.2 change
EGT: 151
EGT: 303
EGT: 1285/637
EGT: Nile Delta Drainage (C)

April 25, 1977

Dr. Saad Barghout
Under Secretary
Ministry of Planning
Cairo, Egypt

Dear Dr. Barghout:

Re: Consultative Group Project List

We have been reviewing the Memorandum on Programs and Projects Suggested for Foreign Financing, prepared by the Ministry of Planning in February 1977 for use by participants in the meeting of the Consultative Group for Egypt, to be held in Paris on May 11 and 12. We would welcome your assistance, and that of the other high officials to whom we are sending copies, in reconciling the projects for agriculture and drainage with those for which the World Bank has made loans or credits, or for which it has been asked so to do.

We should also be grateful if you could tell us whether the projects mentioned, that is, those in the project list and those for which loans have been requested, are included in the draft national five year plan. In addition, it would be helpful if you would indicate the time frame in which you expect these projects to be carried out.

Agriculture Projects

The project list includes three general headings (plant production, and animal production in the old lands, and horizontal expansion projects). For plant production, estimated local and foreign exchange investment costs of LE58.2 million and LE 9.1 million are shown. Please could you tell us whether this heading includes the Sohag-Minufiya Agricultural Development Project, being prepared by the Ministry of Agriculture and the FAO/World Bank Cooperative Program. We understand that this project is estimated to have a foreign exchange cost of about LE 20 million. We understand that USAID has also been asked by the Government to finance an agricultural development project in the old lands, and should like to know whether this project is reflected in the project list. In any case, we should welcome further details of the "project" included in the list.

Drainage Projects

The project list includes the following statement: "Implement covered drainage projects covering 900 thousand feddans and open drainage projects covering 966 thousand feddans. Complete 15 pumping stations in

April 25, 1977

the Delta and Upper Egypt serving an area of 800 thousand feddans. Construct an additional 13 pumping stations serving an area of 550 thousand feddans. Investment costs of LE 155 million local currency and LE 15 million foreign exchange are shown.

The World Bank is, as you know, contributing to three ongoing projects and one for which a proposed loan and credit have been negotiated. The areas proposed to be drained are as follows:

	<u>Nile Delta I</u>	<u>Upper Egypt I</u>	<u>Upper Egypt II</u>	<u>Nile Delta II</u>	
Areas to be Provided With:					
Remodelled Open Drains					
Completed	680,000	230,000	---	---	910,000
Still to be Implemented	180,000	70,000	500,000	800,000	1,550,000
Total	860,000	300,000	500,000	800,000	2,460,000
Covered Field Drains					
Completed	480,000	50,000	---	---	530,000
Still to be Implemented	470,000	250,000	500,000	400,000	1,620,000
Total	950,000	300,000	500,000	400,000	2,150,000
Number of Pumping Stations					
Completed	6	1	---	---	7
Still to be Built or Remodelled	5	4	1	6	16
Total	11	5	1	6	23

We estimate that a total of about 1.5 million feddans will remain to be provided with field drainage, following completion of work included in the above projects.

Please could you tell us whether the items in the project list refers to part of the program of the Egyptian Public Authority for Drainage Projects, financed by the World Bank, or whether the areas are additional to this current program. If they are included, please could you tell us which parts of which projects are included. If they are additional, please could you indicate whether it is the Government's intention that the work be carried out by EPAD, and if so what extra resources will be given to EPAD to enable it to increase its program in this way.

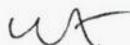
In order to enable us to discuss the project list with potential

Dr. Saad Barghout

- 3 -

financiers at the Consultative Group meeting, we should welcome your urgent response to the above comments. We are in process of reviewing the other items on the list, and shall be writing to you again in the near future.

Sincerely yours,



William S. Humphrey
Division Chief
Country Programs 1A
Europe, Middle East and North Africa Region

cc: Dr. Saad El Din El Hanaffi
Under Secretary
Ministry of Planning
Cairo, Egypt

His Excellency
Dr. A. R. Abdel Meguid
Minister of Planning
Cairo, Egypt

Dr. Saad El Guindy
Chairman
Egyptian Public Authority
for Drainage Projects
5A El Goheiny Street
Dokki, Cairo
Arab Republic of Egypt

Dr. Salah El Abd
First Under Secretary
Ministry of Agriculture
Dokki, Cairo
Arab Republic of Egypt

Cleared with & cc: Mr. Economides

PBlay:sma

3

WORLD BANK OUTGOING MESSAGE FORM (Telegram, Cable, Telex)
IMPORTANT (PLEASE READ INSTRUCTIONS BELOW BEFORE TYPING FORM)

1285/637
Egt G 393
LF/IKV

Class of Service: LT Date: April 12, 1977
Telex No.: _____ Originator's Ext: 6914

0 START
HERE
1 TO

CITY/
COUNTRY
MESSAGE
NO.:

BOOK OF TWO

(1) ELGUINDY	(2) MOBARAK
DELTATILE	UNDERSECRETARY
CAIRO	MINISTRY OF HEALTH
EGYPT	CAIRO
	EGYPT

END
OF
TEXT

SUBJECT

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M. D. ffrench-Mullen, Chief

DEPARTMENT

SECTION (FOLLOW INSTRUCTIONS)
CHECK OFF FOR DEPT. USE

Class of Service:

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Date:

APRIL 12, 1977

Telex No.:

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START
HERE
TO

FOR ELGUINDY, CHAIRMAN, RE CREDIT 393 EGT AND CREDIT/LOAN
 637/1285 EGT. AAA) GRATEFUL YOU DELIVER IMMEDIATELY ONE MORE
 TRUCK TO MINISTRY OF HEALTH FOR BILHARZIA CONTROL PROGRAM.
 BBB) IN VIEW OF URGENT NEED FOR TEN ADDITIONAL PICKUPS BY
 MINISTRY OF HEALTH IDA HAS NO OBJECTION TO EXTEND CONTRACT
 WITH C. ITON AND CO. ISUZU JAPAN FOR THE PROCUREMENT OF TEN
 MORE PICKUPS AT SAME UNIT PRICE. CCC) WE UNDERSTAND THAT AN
 AMOUNT OF SPARE PARTS PROPORTIONAL TO THE DELIVERED NUMBER OF
 VEHICLES WILL BE DELIVERED TO MINISTRY OF HEALTH. REGARDS,
 FFRENCH-MULLEN, INDEVAS

CITY/
COUNTRY
MESSAGE
NO.:

Credit 393-EGT & Cr/Ln 637/1285-EGT

Messrs. Blay and Webbe
Perera

PEconomides:gld

M. D. French-Mullen, Chief

EMPAG

EGT - cr 383
EG - 1285/637

April 12, 1977

Dr. Almotaz Mobarak
Undersecretary
Ministry of Health
Cairo, Egypt

Re: EGYPT - Upper Egypt Drainage I Project, Credit 393-EGT
Upper Egypt Drainage II Project, Cr/Ln 637/1285-EGT
Revised List of Equipment and Materials

Dear Dr. Mobarak:

Reference is made to our letter to you of February 8, 1977.

We are attaching the revised list of the remaining equipment and materials to be procured for the Bilharzia Control Program under the two Upper Egypt Drainage Projects. This list has been prepared taking into consideration the suggestions made by you and your staff to the recent supervision mission in Egypt.

We will be glad to see that action is taken for the procurement of the equipment and materials included in the list as soon as possible in order to avoid delays in the implementation of the program.

Sincerely yours,



M. D. French-Mullen, Chief
Agriculture and Rural Development Division
Europe, Middle East and North Africa
Projects Department

Attachments

cc: Dr. G. Webber
cc: Mr. Blay
PEconomides:gld



OFFICE MEMORANDUM

4/11/77 To D. Lee
When you have time, please give

TO: Messrs. W.C. Baum and H.G. van der Tak

DATE: April 11, 1977

FROM: James A. Lee *JAL*

and a report of:
a) the world-wide problem
b) our program to control it
c) the work of others.
Lee

SUBJECT: EGYPT: Schistosomiasis Control

I am pleased to report that following recent successful negotiations on the Upper Egypt Drainage Project II, we can now look forward to the control of this disease in the entire area stretching from Aswan Dam to Cairo. This area is in excess of 2 million fedans. Further, it will bring to approximately 7-8 million the number of people to be rendered free of the threat of this disease.

This will be a remarkable accomplishment, due in very good measure to the persistent efforts of the regional office to overcome the many obstacles and problems that have arisen over the past years.

Egyptian officials cited the World Bank's initiative in 1971 to control this disease in their country as being an historical turning point in what has now become the single largest effort of its kind in the world.

With the expected appearance of a new drug whose clinical trials are most promising, we are anticipating the eventual control of the disease in the Delta region as an integral part of the Bank's proposed lending for that area.

The Bank has currently underway the largest effort by any institution to control schistosomiasis around the world.

JALee:on

EGT-4181
EGT-4303
EGT-1290/CF637
EGT Nile Delta II

April 8, 1977

*Reg. F. L. ...
copy sent to Asst. Director Project
4/18/77*

Mr. M. D. French-Mullen, Chief
Agriculture and Rural Development Division
Europe, Middle East and North Africa
Project Department
World Bank
1818 H Street, N.W.
Washington, D.C.

Dear Mr. French-Mullen:

Reference is made to section 3.01(a) of the project agreement of 1977 concerning the obligation of EPAD to continue to maintain at all times qualified and experienced management and staff. The Drainage Research Institute, under the administrative and technical supervision of the Chairman of EPAD has among its staff a number of economists and agricultural economists (hired on full-time basis), who are engaged in several studies for EPAD among which are:

- a) feasibility studies of newly developed projects;
- b) the socio-economic study for the determination of the ability of farmers to pay the costs of field tile drains;
- c) the evaluation of the effects of tile drainage on crop yields and physical and chemical properties of the soil;
- d) monitoring of actual cost recovery and cost accounting;
- e) other economic studies as required during the implementation of the drainage program.

Osman A. El Ghamry

Osman A. El Ghamry
Director, Drainage Research Institute
and
Undersecretary, EPAD

EGT-G.393
✓ EGT-1285/637



698

London School of Hygiene and Tropical Medicine

Winches Farm Field Station 395 Hatfield Road St. Albans Herts

Telephone St. Albans 53858
Station St. Albans City

Mr. M. D. French-Mullen, C.B.E.,
Chief, Agriculture and Rural Development Division,
E.M.E.N.A. Projects Department,
The World Bank,
1818 H Street, N.W.,
WASHINGTON, D.C. 20433.

7th April, 1977.

AGRIC & RURAL
COUNTY
DATE
APR 11 1977
4/11/77

Dear Desmond,

I am enclosing herewith my reports on the Supervision of the existing programme and extra data for the proposed Upper Egypt extension.

As I have said, I believe that the basic infra-structure exists to carry out the work, but communications must be properly established through adequate transport and sound management.

May I suggest that Table 1 on Upper Egypt Prevalence Data be substituted for the Table in the yellow cover, Appraisal of Delta Drainage II.

As already discussed with Paris in Cairo, I am prepared to visit Egypt, July 3rd to 10th, for the purpose of supervising the Phase II operations and ensuring that the plan of operations for the Upper Egypt programme is properly made.

With best wishes.

Yours sincerely,

Dr. G. Jebbe

MENA Files
Nile Delta Drainage I
" Egypt " II
" " III
Nile Delta " III

IBRD LANGUAGE SERVICES DIVISION	
CONTROL NO. AE-106/77	DATE: April 6, 1977
ORIGINAL LANGUAGE: Arabic	
DEPT. EMERIA Projects	TRANSLATOR: IM:ok

Egt - 1285-151
Egt - 1285-377
~~Egt - 1285-637~~
EGT-Nile Delta (2)

Law No. 51 of 1973 .

Granting small-holders exemptions from agricultural
land tax, and related supplementary taxes and dues, as well as
Defence and National Security Taxes*

On behalf of the People,
The President of the Republic,
The People's Assembly has approved, and WE hereby promulgate the

following Law, the text of which reads:

Article 1 - Without prejudice to the exemptions granted by Law No. 370 of 1953, alleviating the tax on small-holders of agricultural land, any landlord whose total holdings in all parts of the Republic shall not exceed three feddans, shall be exempted from the agricultural land-tax and all related supplementary taxes.

Any landlord whose holdings throughout the Republic shall not exceed three feddans shall be exempted from the Defence and National Security taxes.

Such exemptions shall not apply, if such person's property and holdings shall exceed three feddans.

In all cases, such exemptions shall not apply to any acreage under fruit-bearing trees, nor shall they apply if it shall be proved that the taxpayer receives any income from other than agricultural activity.

Article 2 - The Minister of Finance, Economy and Foreign Trade, in agreement with the Ministers of Justice and Agriculture, shall determine

* Official Gazette - No. 28 (bis) dated July 14, 1973.

the rules of application of such exemptions, formalities establishing property ownership and holdings within the context of this Law, method of verification, manner of appeal, and times of regulation of such (exemptions).

Article 3 - Exemptions provided for in this Law shall fall due on the basis of property or holding on January 1 of each year, regardless of any changes or modifications that shall occur during the year.

Article 4 - Any taxpayer who owns, or holds, three feddans or less, in one location or more, the total acreage of which shall not be under fruit-bearing trees, and who shall have no source of income from other than agricultural activity, shall submit to the competent Property Tax Commission, notification of such, within two months of the date of publication of this Law.

Any landlord or landholder whose property or holding or source of income undergoes any change entailing lapse of the exemptions shall submit such notification in December of each year.

Article 5 - Any taxpayer who shall enjoy such exemption, without being rightfully entitled thereto, by deliberately giving erroneous information in the notification provided for in the preceding Article, or who resorts to illegal means resulting in enjoyment of the exemptions without being rightfully entitled thereto, shall be liable for double the tax he sought to evade, in

accordance with the rules and procedures to be determined by Decree of the Minister of Finance, Economy and Foreign Trade. Such decree shall establish how and when appeals shall be lodged.

Article 6 - This Law shall be published in the Official Gazette, and shall come into force on January 1, 1973. The Minister of Finance, Economy and Foreign Trade shall enact the Decrees in implementation thereof.

This Law shall be stamped with the Seal of the State, and implemented as one of the Laws of the Land.

Issued at the Presidency of the Republic on Gumada II, 14, 1393 (July 14, 1973).

Explanatory Memorandum

Draft Law No. 51 of 1973

The agricultural land tax comprises certain exemptions granted by Law No. 370 of 1953 to certain (categories) of small-holding landlords. These can be summarized as follows:

- a - Any taxpayer whose assessed land tax does not exceed LE 4 per annum shall be exempted from land-tax.
- b - Taxpayers whose assessed land tax exceeds LE 4, and is less than LE 20 per annum, shall be exempted from LE 4 of the tax per annum. This exemption shall include taxes supplementary to the land tax (Governorate Council Dues).

These exemptions have not, in fact, achieved their purpose. Small farmers are still contributing to overall imposts, a share that far exceeds their abilities, which is incompatible with the concept of the socialist community the State is striving to develop. It is essential that tax burdens and general imposts must be redistributed in a manner that is consistent with the socialist policies pursued by the State.

It is therefore very relevant, at this phase in our people's history, that the tax system be reviewed, particularly agricultural land tax, because of its obvious impact on the life of the toiling mass of farmers. This can be done by providing for more exemptions for small-property owners to attain an equitable distribution of the tax burden.

To this end, it has been seen fit to exempt any taxpayer who owns or holds no more than three feddans throughout the Republic, from the

agricultural land tax and the Defence and National Security taxes and any taxes supplementary to the land tax (Governorate Council Dues), if such property or holding is not under fruit-bearing trees, since such lands provide remunerative income. A further condition is that the taxpayer should have no income from any source other than agriculture, such (new exemptions) to run parallel with those provided for in Law No. 370 of 1953.

The attached draft Law has therefore been drawn up. Article 1 stipulates that any taxpayer whose total property, in all parts of the Republic, does not exceed three feddans shall be exempted of the agricultural land tax and all related supplementary taxes (Defence, National Security and Governorate Council Dues), in addition to the exemptions provided for in Law No. 370 of 1953. Paragraph 2 of the same Article provides that any person whose land-holding does not exceed three feddans shall be exempted from the Defence and National Security Taxes. Consequently, a land-holder whose holdings exceed three feddans shall not be exempted, even if taxes are governed by the provisions of paragraph 1. Paragraph 3 of this Article stipulates that such exemptions shall not apply if total property owned, and holdings held, by the taxpayer exceed three feddans, nor shall such exemptions apply to acreage under fruit-bearing trees. Paragraph 4 lays down, as a condition for benefiting from exemptions from agricultural land-tax and Defence and National Security Taxes, that the taxpayer earn no income from other than agricultural sources.

To ensure flexibility and simplify formalities, Article 2 provides that the Minister of Finance, Economy and Foreign Trade, in agreement with the

Minister of Justice, shall by decree, determine the principles defining properties governed by the context of this law, and shall regulate verification and appeal formalities.

Article 3 provides that exemption shall be assessed on property or holdings on January 1 of each year, regardless of any changes to the property or holding during the year.

Article 4 makes it incumbent on any taxpayer, who owns or holds three feddans or less in one location or more, whose property or holdings are not partly or wholly under fruit-bearing trees, or who has no income from any other source save agriculture, to notify the competent Property Tax Commission of such (property or holding) within two months of publication of the Law. It also provides that any landlord or land-holder, whose property or holding undergoes any change, or who acquires a source of income making him ineligible for the exemptions, to submit such notification in December of each year.

Article 5 determines the penalties for any taxpayer who benefits from the exemptions, without being rightfully entitled to them, and who does not submit notification, or who sets down erroneous information in such notification, or resorts to illegal means resulting in benefit from such exemptions without being rightfully entitled thereto.

In view of the possibilities of any difficulty to detect deception and fraud which might be practiced in order to benefit from the provisions of the law without rightful entitlement, Article 6 provides for a reward to any person who can give information on any taxpayer who enjoys such exemptions without being rightfully entitled thereto, in order to encourage

detection of such persons.

Article 7 stipulates that this Law shall be published in the Official Gazette and shall come into force on January 1, 1973 (in order to tally with the Taxation year) and to bring out the impact such exemptions will make on the farming masses anticipating all corrective and rectificative action.

The Law also provides that the Minister of Finance, Economy and Foreign Trade shall enact decrees needed to implement the Law.

The Ministry of Finance, Economy and Foreign Trade has the honor to submit the draft Law attached, with the request that all necessary action be taken to have it promulgated.

Vice-Premiere

and Minister of Finance, Economy and Foreign Trade

Dr. Abdel Moneim Hegazi



London School of Hygiene and Tropical Medicine

Winches Farm Field Station 395 Hatfield Road St. Albans Herts

Telephone St. Albans 53858
Station St. Albans City

Dr. James A. Lee,
Director,
Office of Environmental Affairs,
International Bank for Reconstruction & Development,
1818 H Street, N.W.,
WASHINGTON, D.C. 20433.

4th April, 1977

Dear Jim,

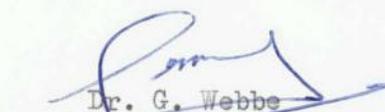
During the recent Appraisal Mission in Egypt, H. E. The Minister, Dr. Ibrahim Badran, stated that health centres and units in Upper Egypt needed strengthening in relation to the proposed expansion of Bilharzia control under the Delta Drainage II loan.

Dr. Mobarak, Under Secretary of State at the Ministry, considers that the necessary strengthening can come from improved communications - for the purposes of delivery and supervision of chemotherapy under the project. I fully agree with this since it is clear that the health services are generally very variable in quality!

It may well be that Dr. Mobarak will want to discuss a possible programme for Rural Health service development in Egypt when he comes to the loan negotiating meeting later this month. I thought you might like to know the background of the issue. In my opinion the Minister was not well informed about all the existing services and Snail Control units in Upper Egypt, but he is, of course, right about the need for better ones - or rather better quality personnel!

Very best wishes.

Yours sincerely,


Dr. G. Webbe
Scientific Director.

RECEIVED

1977 APR -8 PM 1:20
INCOMING MAIL UNIT



London School of Hygiene and Tropical Medicine

Telephone St. Albans 53853
Station St. Albans City

Winches Farm Field Station 355 Hatfield Road St. Albans Herts

Dr. James A. Law,
Director,
Office of Environmental Affairs,
International Bank for Reconstruction & Development,
1815 H Street, N.W.,
WASHINGTON, D.C. 20433.

4th April, 1977

During the recent epidemiological mission to Egypt, the Director of the
London School of Hygiene and Tropical Medicine, Dr. James A. Law,
expressed his interest in the progress of the health services in
Egypt and the role of the health services in the development of the country.

Dr. Law, during his visit to the L.S.H. in London, expressed his
interest in the health services in Egypt and the role of the health services
in the development of the country. He also expressed his interest in the
purpose of delivery and management of health services in the country.

It may well be that Dr. Law will want to discuss a possible
programme for health service development in Egypt when he comes to the
London School of Hygiene and Tropical Medicine. I should be glad to be
informed about all the existing services and health service development
in Egypt, but he is, of course, right about the need for a better
rather than quality personnel.

Very best wishes.

Yours sincerely,

[Handwritten signature]

672 COUNTRY/PROJECT Egypt - Bilharzia Control Upper Egypt
DATE RECEIVED APR 7 1977 Franchise I & II



ANSWERED BY _____
London School of Hygiene and Tropical Medicine
DATE _____

Winches Farm Field Station 395 Hatfield Road St. Albans Herts

EGT-9.393
EGT-1285/637
Telephone St. Albans 53858
Station St. Albans City

Mr. M. D. French-Mullen, C.B.E.
Chief, Agriculture and Rural Development Division
E.M.E.N.A. Projects Department,
The World Bank,
1818 H Street, N.W.,
WASHINGTON, D.C. 20433.

1st April 1977

[Handwritten signature]
4/9/77

Dear Desmond,

I am writing this short note because my reports may arrive too late for your deliberations with Dr. Mobarak at the negotiation meeting. I had a round-up meeting with him before leaving Cairo and expressed our concern regarding the apparent lack of management control of transport, about which I am sure Paris has informed you.

There are also, it seems, difficulties about payment of local costs which can affect our programme, for example fuel costs: incentive payments for drivers; payment of adequate labour. I don't know whether this is a matter of a real cash-flow problem or simply poor administration.

50!
Dr. Mobarak will probably now ask for some more transport to strengthen communications in certain districts of Upper Egypt in relation to proposed chemotherapy there. This has really arisen out of the Minister's idea that health units and centres might be improved in number and distribution from this loan. Dr. Mobarak clearly understands that this cannot be and considers them adequate for the present chemotherapy, although he now wishes to improve communications by increasing the number of vehicles under the loan. I think that this might amount to 6-8 jeeps at the most and I believe they can be obtained out of our contingencies.

As Paris will have told you, I am concerned about their management of the existing transport - although much of it was purchased from local resources and is therefore regarded as fair game for everyone to use. Dr. Mobarak assured me that a strict control would be maintained in future!

The present snail control work is progressing well as is the chemotherapy and evaluation although greater supervision must be generally applied.

I shall complete my full reports as soon as possible.

I am enclosing herewith a letter from Bayer confirming prices for 1977/78 which have been the basis for our calculations for the requirements for the Upper Egypt programme.

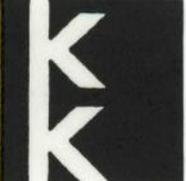
With best wishes.

Yours sincerely,

EGT-1285/cr637
EGT-cr393 633

KRINKE & KRÜGER GMBH

FEDERAL GERMAN REPUBLIC
3012 LANGENHAGEN/HANNOVER
HUBERTUSSTRASSE 15 · POB 142
TELEFON (05 11) 73 60 48 · TELEX 9 24 695



BUILDING MACHINES DITCH CLEANING AND MOWING MACHINES

The World Bank
Mr. M.D. French-Mullen, Chief
Agriculture and Rural Development
Division Europe, Middle East
and North Africa Projects
Department
1818 H Street

N.W., Washington, D.C. 20433

USA

d/ks 22nd March 1977

Gentlemen:

By your letter of 7th January, 1977 you informed us that machines for the Egyptian Drainage Authorities will be procured through International competitive bidding. We understood it that every firm can participate in it.

We wish to enclose a photocopy of ^{ATT} some terms of AID tenders where it is stipulated what firms can participate. We are afraid that our firm as a German one without any branch or place of business in the USA, is not permitted to take part.

Be so kind as to let us know if we have any possibility despite the regulation enclosed. We shall be very grateful for your reply and recommendation and are, Gentlemen,

very truly Yours,

K R I N K E & K R Ü G E R

G.m.b.H.

*London
Pl. let me have
prev. copy of above*

RECEIVED
MAR 29 1977

AGRIC & RURAL DEV DIVISION, EMENA
COUNTRY/PROJECT *Egypt - Drainage*
DATE RECEIVED *MAR 29 1977*
ANSWERED BY *[Signature]*
DATE *3/30*

RECEIVED
1977 MAR 29 PM 1:56
INCOMING MAIL UNIT

[Handwritten signatures and scribbles in green ink]

DATE
MARCH 29 1977
DATE RECEIVED
COMMUNICATIONS DIVISION
AGRICULTURE & FORESTRY

[Handwritten signature in blue ink]
C.W.P.H.

K W I K K E & K R U S S E R
Aerial Flight Centre

and recommendation and also, gentlemen,
the information enclosed. We shall be very grateful for your reply
as to kind as to let us know if we have any possibility of

in the USA, is not permitted to take part
our firm as a partner one without any prospect of success
if it is established what time can be participated. We are aware that
we wish to enclose a photocopy of some terms of AID funds where

firm can be participated in it.
International competitive bidding. We understood it that every
for the Egyptian business opportunities will be processed through
by your letter of 1st January, 1977 you informed us that machines

gentlemen:

9\K8 SSUQ W207P J277

USA
M.W., Washington, D.C. 20433
1818 H Street
Department
and North Africa Projects
Division Europe, Middle East
Agriculture and Rural Development
Mr. M.D. French-Mullen, Chief
The World Bank

BUILDING MACHINES DITCH CLEANING AND MOWING MACHINES

KWIKKE & KRUSSEER GMBH

TELEFON (00 49) 13 00 49 · TELEFAX 9 34 949
HUNDEGSGEDELGSCHAFI 12 · BOB 112
2615 HUNDEGSGEDELGSCHAFI
FEDERAL GERMAN REPUBLIC

201-0183
201-1582/0183
233

TERMS OF AID TENDERS

- 1- Any procurement resulting from this tender will be financed from U.S. Agency for International Development loan no. 263-K-029. All provisions of A.I.D. Regulation 1 shall apply. Copies of the Regulation are available from the A.I.D. Office of Small Business, Phone : Area Code 703-235-9155.

- 2- Eligibility of Bidders: No equipment, material or services shall be eligible for A.I.D. financing if furnished by supplier included on any list of suspended, debarred or ineligible bidders maintained by the U.S. Controller General, Services Administration, Department of Labor or A.I.D. The supplier must be an individual resident in the United States of America; a non-resident citizen of the United States of America; a corporation or partnership organized under the laws of the United States of America; or a controlled foreign corporation (within the meaning of § 957 et seq. of the Internal Revenue Code) as attested by current information on file with the Internal Revenue Service of the United States (on IRS Form 959, 2952, 3646, or any substitute or successor forms) submitted by shareholders of the corporation. If the supplier is a controlled foreign corporation without a regular place of business in the United States, the supplier appoints any shareholder or officer thereof agent for the supplier to receive service of process in the United States in connection with any dispute arising between the supplier and A.I.D. and relating to the commodity sale financed by A.I.D.

- 3- Eligibility of Commodities : In accordance with A.I.D. Regulation I, Sec. 201.11 (b) equipment and materials offered must comply with the following conditions :-
 - (a) All equipment, materials and other related services shall have their "Source" in the United States of America.

 - (b) No produced commodity shall be eligible if such commodity contains any component from a country not specified in A.I.D. Geographic Code 935 or if a produced commodity contains components that were imported into the U.S.A. from such Free World countries other than authorized source countries, such components were acquired by the producer in the form in which they were imported and the total cost of such components, delivered at the point of production, amounts to more than 50 percent of the lowest price at which the supplier makes the commodity available for export sale.

OFFICIAL DOCUMENTS
Ministry of Economy
and Economic Cooperation

Copy to Bead Book
Original Mr Pereira
Loan 1285/pcr. 637-EGT Mr Krishna

Samir Koraiem
16/03/77

William Humphrey
I.B.R.D
Washington, D.C
U. S. A.

Cairo, 21 March, 1977

Re: Authorized Signature
Loan Number 1285 E G T
and Credit Number 637 E G T
(Upper Egypt Drainage II Project)

Dear Mr. Humphrey,

Reference to your telex dated Feb 9, 1977 concerning the authorized persons designated to sign withdrawal applications under the loan agreement together with authenticated specimen signature of each, please find enclosed herewith the specimen signature of:

First:

1. Eng. Mahmoud Saad El Din El Guindy.
2. Eng. El Ahmady Abd El-Raouf Gamal El Din.
3. Mr. Ahmed Lotfy Abd El Moneim.

To sign the withdrawal applications under categories I to 5.

Second:

1. Dr. Al-Motaz-Billah Mobarak.
2. Dr. Osman Mahmoud El-Zinaity.

To sign the withdrawal applications under categories 6 to 9.

These specimen signatures have been duly confirmed by Dr. Wagih Shindy, Under Secretary of State for Economic Organizations and International Finance according to Section 7.OI of the Loan Agreement and Section 6.OI of Development Credit Agreement.

Best Regards.

With Personal regards

Samir Koraiem

Samir Koraiem
Director General

/Y

ARAB REPUBLIC OF EGYPT
EGYPTIAN PUBLIC AUTHORITY
FOR DRAINAGE PROJECTS

SPECIMEN SIGNATURE

Name	Position	Signature
Eng. MAIMOUD SAAD ELDIN ELGUINDI	CHAIRMAN.	<i>Mahelguindy</i>
Eng. EL-AHMADI ABD EL-RAOOF GAMAL ELDIN	DEPUTY CHAIRMAN	<i>El-ahmadi</i>
Mr. AHMED LOTFY ABDELMONEM	MEMBER OF THE BOARD	<i>A.M.L.</i>

Confirmed :

First Undersecretary of State
For Economic Organizations &
International Finance

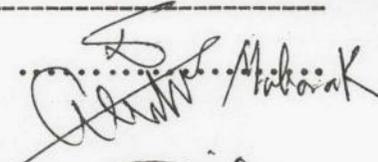
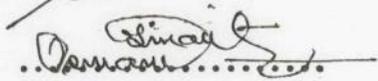
Wagih Shindy

(Dr. Wagih Shindy)

ARAB REPUBLIC OF EGYPT
Ministry of Health
Upper Egypt Bilharzia Control Program

Program Specimen Signatures
OF

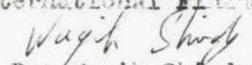
Those authorized to sign withdrawal applications
under the credits 393, Egypt, Credit/Loan 637/1285 Egypt

No.	Name	Position	Signature
1.	Dr. Al-Motaz-Billah Mobarak	Under-Secretary of State, Ministry of Health, Co-ordinator.	
2.	Dr. Osman Mahmoud El-Zimaity	Executive Director, Upper Egypt Bilharzia Control Program.	


(Prof. Dr. I. Badran)
Minister of Health
Arab Republic of Egypt

Confirmed:

First Undersecretary of State
For Economic Organizations &
International Finance


(Dr. Magib Shindy)

OFFICE MEMORANDUM

Egt - Nile Delta (2)
Egt - Water Master Plan UNDPEgt - LN-1285/cr.637.
DATE: March 21, 1977

TO: Files

FROM: Franz Knapp, Loan Officer, EMENA CPIA

SUBJECT: Egypt - Nile Delta Drainage II Project
Loan Committee Clearance

1. Apart from the question regarding cost recovery which was the subject of a special Loan Committee meeting and which will be covered in a separate note, the following comments were received from Mr. Horsley on behalf of Mr. Knapp on March 17, 1977, on the terms and conditions of the project, submitted to the Loan Committee under cover of Mr. Benjenk's memorandum of March 11, 1977:

UNDP - Water Master Plan

2. Referring to para. 4 of Mr. Paijman's memorandum to Mr. Benjenk, dated March 4, 1977, which mentions the Bank's contribution of \$850,000 to the UNDP - Water Master Plan study, Mr. Knapp would like to be informed (i) as to when he had authorized financing for the study under a Bank project and (ii) why the \$850,000 are referred to as the Government's contribution to the study.

3. As to (i) above, Messrs. McNamara and Knapp had approved Bank financing on November 30, 1976. As to (ii) above, the Project document for the UNDP study, which was signed on January 16, 1977, specifies that as part of the Government's input to the project it would borrow -- as distinct from obtaining a grant from UNDP for the remainder of the foreign funds -- from the Bank/IDA the foreign funds not covered under the UNDP grant. The \$850,000 are considered as the Government's foreign exchange cash contribution which in turn will have to be paid back to the Bank/IDA under the legal arrangements for the proposed drainage project.

Special Fund

4. Referring to para. 4 of Mr. Paijman's memorandum which calls for the establishment of a special fund to help ensure the timely allocation of local funds for the project, Mr. Knapp requests that in case the Egyptian delegation should not accept such special fund the matter would have to be referred back to him.

Condition of effectiveness of co-financing

5. Mr. Horsley explained Mr. Knapp's preference for having cross conditions of effectiveness with respect to the proposed US AID co-financing under the project. The loan documents call for the signing -- as distinct from the declaration of effectiveness -- of the US AID loan as a condition of effectiveness of the Bank/IDA loan/development credit agreements. I explained that this had been proposed since US AID financing -- which would be used for the production of PVC pipes for field drains -- would not be required until some time in 1978, about one year after disbursements

under Bank/IDA loan and credit will have started. Mr. Horsley conveyed this explanation to Mr. Knapp who accepted it.

Disbursements

6. Mr. Knapp would like to see a specific mentioning in the President's and Appraisal reports of the way in which the IDA, Bank and Third Window funds will be disbursed. These reports will therefore reflect the disbursement mechanism already spelled out in paras. 4(b), (c) and (d) of Schedule 1 to the draft Development Credit Agreement.

Procurement under Bilharzia control program

7. Mr. Sella on behalf of Mr. Broches raised a question as to the appropriateness of international competitive bidding for molluscicides and drugs for chemotherapy for Bilharzia (para. 69 of President's report). At present, only one manufacturer (in West Germany) is known to produce both these products and a licensee (in the US) is known to produce the molluscicide. Mr. Sella suggested therefore that procurement of these items which are estimated to cost about \$9.2 million should be treated as proprietary in character. After checking with Mr. van der Tak and Dr. J. Lee -- the latter confirmed that the molluscicides and drugs for chemotherapy produced by the above mentioned manufacturer and licensee have proven to be the only effective ones and are the only ones accepted by WHO for use in Egypt -- the legal documents for negotiations will reflect this procurement procedure.

cc: Messrs. J. Burke Knapp
I. P. M. Cargill
W. C. Baum
A. Broches
M. Benjenk

cc: Messrs. Knox, Haynes, K. Jones, Paijmans, Maiss, Moreau, Dr. J. Lee, French-Mullen, Economides, Kiermayr, Sands, Yudelman, Humphrey, Krishna, Perera

FKaps:jes

4292-EGT
 1239 EGT
 1285 EGT
 363 PO

March 18, 1977

1169 RO

Mr. M. P. Benjenk

Martijn J.W.M. Paijmans

Overdue Service Payments

Martijn J. Paijmans!

<u>Due date</u>	<u>Loan/Credit</u>	<u>Amount</u>	<u>US \$ Equivalent</u>	<u>Status</u>
1. <u>REPORTED TO THE BOARD</u>				
Nil.				
2. <u>REPORTED TO THE SVP</u> (Ref. Mr. Rotberg's memorandum of March 4)				
3/1/77	Egypt - Ln. 1292 (Textiles)		110,500	Follow-up cable being sent today.
3. <u>OTHER</u>				
3/15/77	Egypt - Ln. 1239 (Port of Alexandria)		250,312	Follow-up cable being sent today.
4. <u>PAYMENTS RECEIVED SINCE LAST REPORT</u> (March 11, 1977)				
2/1/77	Egypt - Ln. 1285 (Upper Egypt Drainage)		35,625	
3/1/77	Portugal - Ln. 363 (Power II)	Canadian \$11,450	11,555.34	
3/1/77	Romania - Ln. 1169 (Flood Recovery)	f. 7763	3,160	

cc: Messrs. Humphrey, Aiyer, Köpp
 Mr. Menon

:sap

er

EGT-4573
EGT-1285/637



Bayer AG

CONFIDENTIAL and INFORMAL

Sparte Pharma
Vertrieb

Attn. of
WORLD BANK
Upper Egypt Drainage Programme
Bilharzia Control Project
Washington DC
U. S. A.

Telefon: Leverkusen 301 (Vermittlung)
Telex: 8510881
Telegramme: Bayerpharma Leverkusen
Konto:
Landeszentralbank Köln-Mülheim 37 308 000

Ihre Zeichen	Ihre Nachricht	Abt./Zeichen	Telefon-Durchwahl	509 Leverkusen, Bayerwerk
		Ausland C3	(02172) 30.8767	17 March 1977
		Ap.Cr./gp		

Dear Sirs,

During recent discussions held with

Dr. M. Saif, Director General, Institute of Research
for Tropical Medicine, Cairo, and

Dr. D. H. G. Wegner, Monitor, Clinical Investigation
in Tropical Medicine, BAYER AG, Pharmaceutical
Research Centre, Ressort Medizin,
Wuppertal, West Germany

we were glad to learn that the Bilharzia Control project came
into life and progress has been made in the treatment of a larger
part of the population in the project area.

The very good acceptability and a very low rate of negligible
adverse reactions were of special interest to us.

Under the assumption that you may consider the continuation of
that project we deem it advisable to inform you about the actual
costs and terms of delivery concerning BILARCIL (metrifonate).

Referring to our letter of 14th November 1975 we were forced to
adjust the price for BILARCIL due to the well-known increased
costs of production up to DM 50,- FOB per tin of 1.000 tablets
(which is equivalent to US\$ 20,83 according to the present rate
of exchange).



This price has been invoiced to all customers world-wide since the beginning of 1976. For the Bilharzia Control project, however, we have, as an exception, maintained the price of US\$ 16,- FOB per tin of 1.000 tablets, as pointed out in our a.m. letter, until August 1976.

Our today's quotation is, as mentioned above, DM 50,- FOB (= US\$ 20,83) per tin of 1.000 BILARCIL tablets for all shipments/deliveries carried out during 1977 and 1978.

Being of the opinion that again larger quantities of BILARCIL may be requested for the project, we would appreciate very much to learn the approximate amount of tablets as soon as possible.

This information will facilitate our forward production-planning.

The estimated time of delivery for large quantities is 7 months after receipt of the order. In general we will be bound to the following timing (our letter of 14.11.75 refers):

- 1 month to prepare production
- 4 months for manufacturing
- 1 month for packing, transport to German port and loading
- 1 month for transport to Egyptian port of destination.

In this connection we would be grateful to know the total requirement and also whether shipment has to take place in one lot, or whether it has to be split, as it has been the case in 1976.

With this information at hand we can try to influence Dr. Saif to place order(s) well in time.

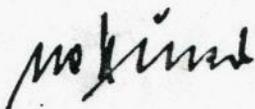
It might be possible, however, that he will not be the only one to decide on those rather commercial arrangements. If the order would be placed too late, shipment might be delayed which would possibly jeopardize the timely availability of the drug in the project area.

It would therefore be in the interest of the project and its uninterrupted continuation if the necessity of timely ordering will be brought to the attention of the Egyptian authorities concerned also by your Advising and Coordinating Board of Project Management.

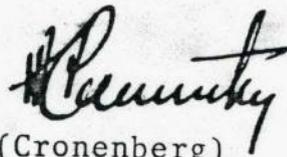
Every comment from your side on any of the afore-mentioned considerations will be highly appreciated.

Yours sincerely,

BAYER AG



(Hölzer)



(Cronenberg)

EGT-LN-1276

~~EGT-LN-1285/5637614~~

The Egyptian Public Authority For Drainage Projects

5. A Elgoheiny St. Giza , Egypt

Date March 14, 1977

File

رقم الملف	٢٠٨٧
رقم التاريخ	٧٧/٢/١٥
رقم الطلبات	١٠١٢/٩
رقم الملف	

Mr. M.D. French-Mullen,
 Chief Agriculture and Rural Development, Division
 Europe, Middle East and North Africa,
 Project Department,
 International Development Association
 1818 H. Street N.W.
 Washington, D.C., 20433
U S A

Dear Mr. French-Mullen,

It will be very much appreciated if you kindly refer our request to the appropriate department to please send us ten(10) copies of each of the following documents :-

Mr. French's Division

- Appraisal Report for Fruit and vegetable Development Project .
- Loan Agreement 1276 T - EGT
- Project Agreement 1276 T - EGT
- Loan Agreement 1285 - EGT
- Project Agreement 637 - EGT
- Appraisal Report for Upper Egypt Drainage Project II.

Thanking you in anticipation for your prompt attention, with our kindest regards,

Sincerely yours,

A. L. Abdelmonem

A. L. Abdelmonem
Undersecretary of State

AGRIC & RURAL DEV DIVISION, MENA
COUNTRY/PROJECT *Egypt*

DATE RECEIVED MAR 28 1977

ANSWERED BY *[Signature]*
" E "
DATE *3/28/77*

Mr. M. P. Benjenk

Martijn J.W.M. Paijmans

Overdue Service Payments

Martijn J. Paijmans

March 11, 1977

1292 EGT
363 PO

1169 RD

T2 85 EGT

0437 EGT

<u>Due date</u>	<u>Loan/Credit</u>	<u>Amount</u>	<u>US\$ Equivalent</u>	<u>Status</u>
1. <u>REPORTED TO THE BOARD</u>				
Nil.				
2. <u>REPORTED TO THE SVP</u> (Ref. Mr. Rotberg's memorandum of March 4)				
3/1/77	Egypt - Ln. 1292 (Textiles)		110,500.00	Mr. Blay following up during his forthcoming mission (3/14).
3/1/77	Portugal - Ln. 363 (Power II)	Canadian \$ 11,450	11,555.34	Cable sent today (attached).
3/1/77	Romania - Ln. 1169 (Flood Recovery)	FFr. 7763	3,160.00	Borrower claimed payment made 3/1. Treasurer checking (cable attached).
3. <u>OTHER</u>				
2/1/77	Egypt - Ln. 1285 (Upper Egypt Drainage)		35,625.00	This loan became effective on 1/31, and therefore billing was not sent until 2/11. Mr. Blay will follow up during his forthcoming mission (3/14).
4. <u>PAYMENT RECIVED SINCE LAST REPORT</u>				
1/15/77	Egypt - Cr. 437 (Population)		1,793.00	

cc: Messrs. Humphrey, Aiyer, Köpp
Mr. Menon

:sap

Egt - LN - 1292
~~Egt - LN - 1285 / Cr - 437~~
Egt - Cr - 437.

Mr. Martijn J. W. M. Paijmans, Director, EMENA CPI

March 11, 1977

William S. Humphrey, Division Chief, EMENA CPIA

EGYPT - Overdue Service Payments

The following is the status of overdue service payments as of today:

1. Reported to the Board

Nil

2. Reported to the SVP

<u>Due Date</u>	<u>Credit/Loan</u>	<u>US\$ Equivalent</u>	<u>Status</u>
3/1/77	Ln. 1292	110,500	Mr. Blay will follow up this loan during his forthcoming mission.

3. Other

2/1/77	Ln. 1285	35,625	This loan became effective on January 31, and therefore the billing was not sent until February 11. However, Mr. Blay will follow it up during his forthcoming mission.
--------	----------	--------	---

4. Payment Received Since Last Report

1/15/77	Cr. 437	1,793
---------	---------	-------

PBlay:mbw

WORLD BANK OUTGOING MESSAGE FORM (Telegram, Cable, Telex)
IMPORTANT (PLEASE READ INSTRUCTIONS BELOW BEFORE TYPING FORM.)

Class of Service: TELEX Date: MARCH 8, 1977
Telex No.: 3532 BANKEU LU Originators Ext.: 4503

12

10

3 START
HERE
1 TO
CITY/
COUNTRY
MESSAGE
NO.:

DAWAR NEAR ALEXANDRIA COLON ONE BEING THE MISR FINE SPINNING
AND WEAVING COMPANY KAFR EL DAWAR, THE OTHER MISR EL BEIDA
DYERS. TWO A PORTS PROJECT APPROVED IN APRIL 1976 AND
INVOLVING THE ALEXANDRIA PORT AUTHORITY. THREE A RAILWAYS
PROJECT APPROVED IN MARCH 1975 AND INVOLVING THE EGYPTIAN
RAILWAYS ORGANIZATION AND FOUR IN CASE YOUR MISSION IS
INTERESTED IN AGRICULTURE, BANK AND IDA HAVE BEEN INVOLVED
IN THREE DRAINAGE PROJECTS WITH THE EGYPTIAN PUBLIC AUTHORITY
FOR DRAINAGE PROJECTS. BEST REGARDS, PAIJMANS, INTBAFRAD.

21 END
OF
TEXT

NOT TO BE TRANSMITTED

SUBJECT: EGT - Cofinancing (page 2)	DRAFTED BY: <i>WSH</i> WSHumphrey/FKaps/mojw
CLEARANCES AND COPY DISTRIBUTION:	AUTHORIZED BY (Name and Signature): Martijn J.W.M. Paijmans
	DEPARTMENT: EMENA CPI
	SECTION BELOW FOR USE OF CABLE SECTION
	CHECKED FOR DISPATCH

OFFICE MEMORANDUM

TO: Files

FROM: Horst H. H. Eschenberg

SUBJECT: EGYPT - Local Currency Provisions for Bank/IDA-
supported projects in EgyptEgt - LN - 1276
DATE: March 7, 1977

1. Inadequate provision of local currency has been a serious and delaying problem since early 1976 for several Bank/IDA-supported projects in Egypt. Projects mainly affected are Population, Tourah Cement, Talkha Fertilizer and the drainage projects. During my recent visit to Cairo I discussed the local currency problem with the Ministers of Finance, Economy and Planning. We discussed the matter on the basis of Bank staff estimates of local currency requirements from the central budget for all Bank/IDA-financed projects.

2. For calendar year 1977 the requirements are as follows:

Local Funds Required from the Government Budget for
Bank/IDA-financed projects in Egypt

(LE million)

	Jan.-Dec. 1977	
Nile Delta Drainage I ✓	22.21	
Upper Egypt Drainage I ✓	11.79	
Upper Egypt Drainage II ✓	12.91	
Nile Delta Drainage II ✓	---	
Subtotal	46.91	(51.33 needed to cover overall drainage program)
Fruit & Vegetables (including Nubaria main drain)	2.00	
Population	2.40	
Tourah Cement	4.5	(10.10 needed to cover TCC's overall project)
Talkha II ✓	11.8	(20.2 needed for SEMADCO's overall operation)
Textiles		
KED	6.0	
EB	5.6	

	Jan.-Dec. 1977
Railways I	0.1 ✓
Railways II	31.7 ✓
Telecommunications	30.5 ✓
Education	8.9 ✓
Alexandria Port	<u>10.1</u> ✓
TOTAL	<u>160.51</u>

3. The Ministers (Finance, Planning, Economy) confirmed that the required amount had been included in the 1977 budget and that a procedure had been agreed upon whereby the disbursement of these budgeted funds required approval from the Ministry of Economy to avoid situations where operating agencies allocated these funds for other projects.

4. The information I handed to the Ministers also included estimates of local currency requirements for Bank/IDA projects under implementation for four years. It was agreed that this should be updated annually in the light of revised implementation schedules and added project prior to the ratification of the budget.

cc: Messrs. Benjenk, Paijmans

HHHEschenberg:mh

OFFICE MEMORANDUM

AF-Cr-313
AF. Cr. 649

Egt - LN-1285/cr 637

Egt - Nile Delta 21

DATE: March 4, 1977

Jr. Evros

TO: Files

FROM: M. D. French-Mullen, Chief EMPAG

SUBJECT: AFGHANISTAN - Supervision of Credits 375 and 649-AF
EGYPT - Upper Egypt II and Nile Delta II

Following discussions with Mr. Haynes on March 4 on the documents being prepared for the Loan Committee for the Nile Delta II project, it was decided to recall Mr. Kiermayr to Washington following the completion of his second visit to Greece scheduled for early next week with a view to having Mr. Kiermayr here for the Loan Committee discussions which is anticipated to take place next Thursday or Friday. Following the Loan Committee discussions, Mr. Kiermayr would be involved in revising the yellow cover with change list in preparation for negotiations and gray cover. Consequently, I rang Mr. Hardison in Damascus on March 3 to inform him of the above and asked him to convey to Mr. Kiermayr this decision. I stressed that Mr. Kiermayr should proceed to Greece on March 6 as scheduled, should endeavor to complete his work on the Evros Project on Monday and return on Tuesday. However, if necessary he can extend his stay in Greece in order to complete his work but should make every possible effort to return to Washington on Wednesday next. He should cable his return to Washington so that his family could be informed.

I informed Mr. Hardison that I very much regretted having to recall Mr. Kiermayr which would mean that he would have to carry out the Supervision of the Afghanistan Livestock projects on his own.

MDffrench-Mullen:mrs

LEgt-LN-1285 / cr 627

Egt-Nile Delta D.(2)
GRC-Euros.

OFFICE MEMORANDUM

TO: Files

FROM: M.D. ffrench-Mullen, Chief, EMPAG *fm*

SUBJECT: EGYPT - Upper Egypt II and Nile Delta II; GREECE - Evros Project

DATE: March 4, 1977

Mr. Kiermayr rang me from Damascus clarifying the instructions received from Mr. Hardison regarding his return to Washington. He pointed out that he made an appointment with the head of the bank holding more than 90% of the equity of the sugar corporation for Tuesday, March 8. Consequently, he will not be able to return to Washington on Tuesday. He would endeavor to return on Wednesday and would certainly be back by Thursday. I instructed Mr. Kiermayr that he should complete his mission to Greece and should inform the office of the date of his return by cable. I also informed Mr. Kiermayr that I would inform his wife that he will not be going to Afghanistan and will be expected back to Washington on either Wednesday or Thursday next.

MDffrench-Mullen:eam

Egt - Cr 437
~~Egt - LN - 1285~~
~~Egt - LN - 1292~~
Egt - LN - 1064

Mr. Martijn J. W. M. Paijmans, Director, EMENA CPI

March 4, 1977

William S. Humphrey, Division Chief, EMENA CPIA

EGYPT - Overdue Service Payments

The following is the status of overdue service payments as of today:

1. Reported to the Board

Credit 437 was reported to the Board on Tuesday, February 22.

<u>Due Date</u>	<u>Credit/Loan</u>	<u>US\$ Equivalent</u>	<u>Status</u>
1/15/77	Cr. 437	1,793	Follow up cables sent on January 21, February 4, 11 and 25. Mr. Blay will enquire during his forthcoming mission why there has been this delay and take steps to ensure payment.

2. Reported to the SVP

Nil

3. Other

2/1/77	Ln. 1285	35,625	This loan became effective on January 31, and therefore the billing was not sent until February 11.
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3/1/77	Ln. 1292	110,500	This loan became effective on February 16, and the billing was sent only on March 1. Mr. Blay will follow up on both Ln. 1285 and Ln. 1292.
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4. Payments Received Since Last Report

1/15/77	Ln. 1064	5,250
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PBlay:mbw

OFFICE MEMORANDUM

Greece - Evros Int. Proj.
 Egt - Nile Delta Drainage (2)
 Egt - LW-1285 / cr 637
 Egt - cr-393

TO: Files

DATE: March 2, 1977

FROM: M.D. French-Mullen, Chief, EMPAG

SUBJECT: GREECE - Evros Development Project - Telephone Conversation
with Mr. U. Kiermayr, February 26, 1977.

I received a telephone call from Mr. Kiermayr from Salonica reporting on his evaluation of the operational projections for the sugar company. He said that he had reviewed all the data prepared by the company with Mr. Gregory, Loan Officer. The assumptions used were acceptable. However, the projections did not include the expansion of the Orestias factory included in the project. Consequently, he had requested them to rework the figures to include the expansion of the Orestias factory by Saturday, March 5. Mr. Kiermayr proposed to proceed from Damascus to Afghanistan via Athens on Sunday, March 6 spending one or two days in Salonica reviewing the revised projections which the sugar company stated they would have completed by March 5. I agreed with this proposal and indicated that on completion of his review, he should cable his findings to the Bank and have his detailed findings and projections airmailed.

Mr. Kiermayr indicated that in all projections the company had included 9% physical contingencies but price contingencies were not included and these applied also to figures which had been given to Mr. Hussain prior to his departure from Greece. He requested that Mr. Hussain be informed of this situation which I have done. Mr. Kiermayr mentioned that, prior to his leaving Egypt, he had written a report and handed it to Mr. Eschenberg to be brought to the Bank. Mr. Eschenberg is expected back on March 6.

In regard to the financing of the Egyptian drainage projects for 1977, Mr. Kiermayr informed me that when he left, the situation had not been finalized and that it was hoped that prior to Mr. Eschenberg's leaving Egypt, confirmation that adequate local funds had been provided for 1977 for the drainage projects, including Nile Delta II project presently under appraisal, would have been approved by the Parliament.

In regard to the inclusion of the Upper Egypt and the Nile Delta Drainage projects in the five-year plan under preparation, Mr. Kiermayr confirmed that this had been done.

MDff-M:eam

WORLD BANK OUTGOING MESSAGE FORM (Telegram, Cable, Telex)
IMPORTANT (PLEASE READ INSTRUCTIONS BELOW BEFORE TYPING FORM.)

Class of Service: LT

Date: MARCH 1, 1977

Telex No.:

Originators Ext: 6914

LT/ITT

12

10

0 START
HERE

1 TO

DELTATILE, CAIRO, EGYPT

Egt-W-1285/cr.637

CITY/
COUNTRY
MESSAGE
NO.:

ELGUINDY, CHAIRMAN, RE CREDIT/LOAN 637/1285-EGT AND URCAB

FEBRUARY TWENTYSIX. AAA REGRET KIERMAYR NOT POSSIBLE VISIT

EGYPT AGAIN DUE TO OTHER COMMITMENTS. BBB ECONOMIDES

ARRIVING CAIRO MARCH EIGHTEEN AT 2200 FROM ROME FLIGHT NUMBER

AZ 890. HE WILL DISCUSS WITH YOU AND PROFESSOR ELGOWEIL TERMS

OF REFERENCE SOCIOECONOMIC STUDY. PLEASE PREPARE USUAL TABLES

REQUIRED FOR SUPERVISION ONGOING DRAINAGE PROJECTS.

CCC EYE WILL NOT BE ABLE TO VISIT EGYPT AS WAS ORIGINALLY

SCHEDULED DUE TO OTHER COMMITMENTS. REGARDS, FFRENCHMULLEN,

INDEVAS

21 END
OF
22 TEXT

NOT TO BE TRANSMITTED

SUBJECT: Credit/Loan 637/1285

DRAFTED BY: PEconomides:gld

CLEARANCES AND COPY DISTRIBUTION:

~~AUTHORIZED BY (Name and Signature):~~
~~M. D. French-Mullen, Chief~~
~~DEPARTMENT.~~

cc: Mr. Blay

EMPAG

SECTION BELOW FOR USE OF CABLE SECTION
CHECKED FOR DISPATCH

Class of Service: LT

Date: MARCH 1, 1977

Telex No.:

Originators Ext: 6914

12

LT/ITT 10

0 START
HERE

1 TO

DELTATILE, CAIRO, EGYPT

CITY/
COUNTRY

ELGUINDY, CHAIRMAN, RE CREDIT/LOAN 637/1285-EGT AND URLET

MESSAGE
NO.:

FEBRUARY TWELVE WITH TENDER DOCUMENTS FOR PROCUREMENT OF
TWO HUNDRED KILOMETERS OF PVC PIPES. SUGGEST CABLE POTENTIAL
SUPPLIERS, WITH COPY TO US, ADDENDUM CLARIFYING FOLLOWING
POINTS OF TECHNICAL SPECIFICATIONS FOR ABOVE TENDER:
AAA STANDARDS THAT PIPES SHOULD CONFORM TO. BBB SPECIFY THAT
PIPES SHOULD BE DELIVERED IN COILS AND LENGTHS DESIRED.
CCC CLARIFY MINIMUM SURFACE OF PERFORATION PER METER OF PIPE
SINCE THERE IS DISCREPANCY IN SPECIFICATIONS. DDD SPECIFY
IF ANY, FITTINGS OR COUPLINGS REQUIRED. REGARDS, FFRENCHMULLEN,
INDEVAS

21 END
OF
TEXT

NOT TO BE TRANSMITTED

SUBJECT: Credit/Loan 637/1285-EGT

DRAFTED BY:

CLEARANCES AND COPY DISTRIBUTION:
Cleared w/cc: Mr. Schwenneker

PEconomides gld
AUTHORIZED BY (Name and Signature):

M. D. French-Mullen, Chief

cc: Perera, Blay

DEPARTMENT:

EMPAG

SECTION BELOW FOR USE OF CABLE SECTION
CHECKED FOR DISPATCH

INCOMING CALL

EGT-239

EGT-1285/637

EGT - Nile Delta Drainage 2/

7000 24000 10075 20000
1000 21 1000 070
0000 70 00 1000

February 26

DISTRIBUTION

Mr. French-Hullen
Mr. Humphrey

LIF

1100 10000

WASHINGTON DC USA

WE APPRECIATE MR KLEMEYERS VISIT AND HIS PROPOSALS FOR SOCIE
ECONOMIC STUDY STOP PROFESSOR ELGOWEIL WILL NOW PREPARE
DETAILED TERMS OF REFERENCE FOR THE STUDY
BASED UPON DR KIERMEYERS SUGGESTIONS STOP IT WOULD BE OF
GREAT HELP IF KIERMEYZR COULD COME BACK TO EGYPT FOR A DAY OR
TWO TO CLEAR THE DETAILED TERMS OF REFERENCE AND MAKE CHANGES

IF ANY

ELGHINDY CHAIRMAN DELTAILE

COL LIF

EGT - G. 1137
EGT - L. 1064
- EGT - L. 1285/637

Mr. Hans-Eberhard Köpp, Acting Director, EMENA CPI

February 25, 1977

William S. Humphrey, Division Chief, EMENA CPIA

EGYPT - Overdue Service Payments

The following is the status of overdue service payments as of today:

1. Reported to the Board

The following overdue payments were reported to the Board on Tuesday, February 22:

<u>Due Date</u>	<u>Credit/Loan</u>	<u>US\$ Equivalent</u>	<u>Status</u>
1/15/77	Cr. 437	1,793.00	Follow up cables sent on January 21, February 4 and 11. The Suez Canal Authority has cabled us that it has taken action to ensure payment is made on Ln. 1064. *Cable sent today to Ministry of Economy on Credit 437.
1/15/77	Ln. 1064	5,250.00	

2. Reported to the SVP

Nil

3. Other

2/1/77	Ln. 1285	35,625.00
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This loan became effective on January 31, and therefore the billing was not sent until February 11. We will not pursue this till mid March to allow time for the payment to be made.

4. Payments Received Since Last Report

Nil

WA
PBlay:mbw

Egypt-1285/CR-637
EGP. CR-181.
Cairo 2/24/77

Dear Desmond,

On the eve of my departure from Cairo I will give you a brief run down on the first leg of my mission.

The work with EPADP becomes increasingly difficult. Mr. El Guindy has become Vice-Minister of Irrigation. That means he only spends part time on EPADP's business. He has an office in the Ministry and is away from EPADP's office. But worst, he has taken EPADP's best man with him. Mr. Sawaf, a man trained by EDI who is best familiar with the Bank's work is now Mr. El Guindy's technical assistant and is also away from EPADP. Mr. William a man of limited use became a member of Parliament and has also left. Once Dr. Osman has been installed as the Chairman of the Water Master Plan, EPADP has been drained of its last strong hold.

I had intended to follow up on the cost recovery developments. This was not possible because there was nobody who could have accompanied me and in the Land Tax Department nobody speaks either English, French or German. To all other places I went alone. I made this situation well understood to Mr. El Guindy during our final meeting.

On Budget: EPADP has requested for 1977 LE 56.9 million. This included funds for weeks outside the three Bank projects. In the official budget proposal EPADP had been allocated LE 22 million. Mr. William has found some support among the members coming from the rural areas. He has introduced a motion to increase EPADP's budget to LE 35 million. Mr. El Guindy has been assured that EPADP's LE 10 million debt from the 1976 budget will be settled outside its present budget proposal. But that will have to be followed closely. Anyway today the Parliament will decide on the final budget. Mr. Eschenberg will bring home the news. For January - February 1977 EPADP has been given an advance of LE 2.2 million (10% of last year's budget). Mr. El Guindy is confident that with LE 35 million he would be able to carry out EPADP's program for 1977. If he would get less he would be in bad shape! So much on the budget.

On the socio-economic study: My working paper for the study was well received and cleared. The study has been commissioned to Dr. Ahmed A. Goueli, Professor and Chairman of the Department of Agr. Economics of Zagajig University. On paper an impressive fellow. With him I discussed the study. He will now prepare the detailed outline of the study. Mr. El Guindy has asked me to stop in Cairo on my way back to have a look at this and clear the final design of the study. I expressed reservations because I will be away long enough. Any way he told me that he would contact you in that matter. The study has become overnight an important issue.

Mr. Imam, the Minister of Planning and outspoken opponent of EPADP has suggested that if drainage is as useful as EPADP claims it is, than farmers should pay for it. How about that? According to his suggestions, farmers should make a down payment and pay the rest in 3 - 4 years! He argues if these projects have rates of return of more than 20% and yields are expected to increase by about 20% than farmers should be able to pay. The recovered money should be channeled into a special fund out of which EPADP could draw resources for its drainage works. How about that! Now everybody has been on the study although this plan is still top secret after the riots a couple of weeks ago. Anyway El Guindy wants the study to determine the beneficiaries ability to pay. So if you want me to have a look of what the professor finally comes up with fair enough. Preferably not. It could only be after Afghanistan if they are furnished by them. Let me know. My honest opinion is that if we do not find people who are willing to live in the bush for sometime and find out at the grass roots what is happening, we should not be too optimistic. Intelligent guesses we can do ourselves. Anyway we should continue to press for this study.

On the exchange rate: Mr. Eschenberg, has discussed this issue with all Ministries concerned, including Finance and Economy. They all have agreed to use the parallel rate all the way. I explained the implications to Mr. El Guindy. Particularly the issue of exchange rate for the local cost component, we intend to finance. I made it clear to him that on the negotiating team there must be somebody who has the authority to speak on behalf of the Government on this issue.

On cost accounting: Obviously something has been done! EPADP has sent two engineers to the Netherlands to get acquainted with cost analysis of field drainage installations. Today EPADP received your letter dated February 9, on this issue. I was promised that the letter will be answered soon. The Dutch team intends to conduct a cost accounting exercise in their two pilot areas. Mr. Riesebo, a former Bank staff member, is here at the moment to install two Dutch experts who will implement the Dutch project during the next two years. This should be highly useful to us, as they are supposed to work out a cost accounting system which would then be applied to all of EPADP's drainage works.

On the Agricultural Development Project: I have received a policy paper from the Agricultural Bank in which our particular points of interest are treated. This is quite useful. They would like very much to use this project as vehicle to launch the new village bank approach which has been approved by the Cabinet and the Parliament. That should be enough for now. Tomorrow I shall proceed to Greece, to deal in sugar for a change.

Yours

Ullrich



Nile Hilton

Cairo 2/24/77

Dear Desmond

On the eve of my departure from Cairo I will give you a brief rundown of my first leg of my mission.

The work with EPADP becomes increasingly difficult. Mr. El Guindy has become Vice-Minister of Irrigation. That means he only spends part time on EPADP's business. He has an office in the Ministry and is away from EPADP's office. In fact, he has taken EPADP's best man, Mr. Samir, a man trained by EDI's best familiar with the Bank's work is now Mr. El Guindy's technical assistant and is also away from EPADP. Mr. Williams, a man of limited use became a member of Parliament and has also left. Once Dr. Osman has been installed as the chairman of the Water Policy Plan, EPADP has been drained of its last strong hold.

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CAIRO - EGYPT - TEL. 811811 - TELEX 2222 LE 22 million.



HILTON HOTELS



AROUND THE WORLD



Wilton

Mr. Willem has found some support among the members coming from the rural areas. It has introduced a Motion to increase EPADP's budget to LE 35 million. Mr. El Guindy has been assured that EPADP's LE 10 million debt from the 1976 budget will be settled outside its present budget proposal. But that will have to be followed closely. They want today the Parliament will decide on the final budget. Mr. Exelberg will bring home the news. For January - February 1977 EPADP has been given an advance of £ 2.2 million (10% of last year's budget) Mr. El Guindy is confident that with LE 35 million he would be able to carry out EPADP's program for 1977. If he would get less he would be in bad shape. So much of the budget.

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CAIRO - EGYPT - TEL. 81 811 - TELEX 2222 and pay the rest



HILTON HOTELS



AROUND THE WORLD



Neil Hilton

in 3-4 years? He argues if these projects have rates of return of more than 20% and yields are expected to increase by about 20% than farmers should be able to pay. The recovered money should be channeled into a special fund out of which EPTA could draw resources for its drainage works. How about that? Now everybody is keen on the study although this plan is still top secret till the mid a couple of weeks ago. Anyway El Guindy wants the study to determine the beneficiaries' ability to pay. So, if you want me to have a look at what the professor finally comes up with just enough. Preferably not. It could only be after Afghanistan if they are finished by then. Let me know.

My honest opinion is that if we do not find people who are willing to live in the bush for some time and find out at the grass roots what is happening, we should not be too optimistic. Intelligent guesses we can do ourselves. Anyway we should continue to press for this study.

On the exchange rate: Mr. Eschenberg has discussed this issue with all ministries concerned, including Finance and Economy. They all have agreed to 'use the parallel rate all the way'. I explained the implications to Mr. El Guindy. Particularly the issue of exchange rate for the local cost component, we intend to finance. It made it clear to him that on the negotiating team there must be somebody who has the authority to speak on behalf of the Government on this issue.

The cost accounting: Obviously something has been done!

CAIRO - EGYPT - TEL. 811811 - TELEX 2222



HILTON HOTELS



AROUND THE WORLD



Nile Hilton

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I have received a policy paper from the Agricultural Bank in which our particular points of interest are treated. This is quite useful. They would like very much to use this project as vehicle to launch the new village bank approach which has been approved by the Cabinet and the Parliament. That should be enough for now. Tomorrow I shall proceed to Greece, to deal in sugar for a change.

CAIRO - EGYPT TEL 811 - TELEX 2222

Yours
Wilton



INCOMING CABLE

EGT - 4.393
✓ EGT - 1285/687
sd

533

Distribution:

Mr. Ffrench Mullen

Mr. Humphrey

WUI0015 UAR360

CAIRO 70/68 24 1330

Feb. 24 77

ETAI

INDEVAS MR FFRENCH-MULLEN WASHINGTON DC USA

RE YOUR VISIT TO EGYPT SECOND HALF OF MARCH (STOP)
WELCOME THE CHANCE TO DISCUSS THE PROJECT ON SITE
(STOP) I HAVE TO LEAVE TO TUNISIA ON TWENTY SIXTH
(STOP) HOPE YOU CAN ARRIVE AS EARLY AS POSSIBLE (STOP)
PLEASE CABLE (STOP)

DR MOBARAK UNDER-SECRETARY OF STATE
MEXX MINISTRY OF HEALTH CAIRO EGYPT

Egypt - Upper Egypt - I VI

M. A. Skusson

WUI NYK @

64145 WORLDBANK

WORLD BANK OUTGOING MESSAGE FORM (Telegram, Cable, Telex)

IMPORTANT (PLEASE READ INSTRUCTIONS BELOW BEFORE TYPING FORM.)

Class of Service: **LT**

Date: **FEBRUARY 23, 1977**

Telex No.:

Originators Ext: **4731**

Egt-CO-181
Egt-CO-513
LT/IM

Egt-600-1285

05-637

Egt-Ag. Sector

0 START
HERE
1 TO
CITY/
COUNTRY
MESSAGE
NO.:
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OF
TEXT
22

MR. SAAD EL GUINDY, DELTATILE, CAIRO, EGYPT. WE PROPOSE THAT
MR. ECONOMIDES, IN HIS VISIT TO EGYPT TO REVIEW PROGRESS ON
DRAINAGE PROJECTS, BE ACCOMPANIED BY MR. SCHUMACHER.
MR. SCHUMACHER WOULD ASSIST MR. ECONOMIDES AND ALSO EXPLORE
POSSIBILITIES FOR FUTURE BANK LENDING OPERATIONS IN RURAL
DEVELOPMENT. WOULD GREATLY APPRECIATE ANY ASSISTANCE EPADP
CAN GIVE OBTAINING HOTEL ACCOMMODATION CAIRO FOR SAME DATES
AS MR. ECONOMIDES MARCH 18 TO 31. REGARDS HUMPHREY

NOT TO BE TRANSMITTED

SUBJECT:
CLEARANCES AND COPY DISTRIBUTION:
Cleared & cc: Messrs. Economides
Schumacher

INITIATED BY:
PJBlay:bp
AUTHORIZED BY (Name and Signature):
William S. Humphrey, Div. Chief
DEPARTMENT:
EMENA CPIA

248423 WORLDBANK

INCOMING TELEX From Cairo

sd

248423 WORLDBANK

EGT-9.181

EGT-9.393

EGT-~~Ln. 1285/637~~

EGT-Will Delta Drainage (2)

EGT-Suez Canal Expansion
Mr. Humphrey

2222 MILTIS UN (Telex NO.)

CAIRO21.2.1977

TO TELEX NO. 248423 WORLD BANK USA

ATTN. ON FOR HUMPHREY ALFA MINECON HAS TOLD ME AND MINFIN CONFIRMED THAT LOCAL CURRENCY REQUIRED FOR BANKGROUP FINANCED PROJECTS INCLUDING CURRENT AND PROPOSED SECOND DELTA DRAINAGE PROJECTS WILL BE BUDGETED AND EARMARKED THROUGH MINISTRY OF ECONOMICS COLON HAVE NOT BEEN ABLE SEE MIN PLAN BUT HAVE APPOINTMENT THURSDAY COMMA WAS ASSURED THAT EYE WILL RECEIVE MTERM PLAN WHICH EYE HEAR IS BEING REVIEWED CURRENTLY BY ECONTEAM COMMA NEW-BUDGET UNDER DISCUSSION WITH FUND BELIEVE GVT AWARE AND CONCERNED ABOUT BANKS INCREASINGLY DIFFICULT POSITION SUGGESTIONS HAVE BEEN MADE EYE SEE DEP. FM BUT SITUATION STILL UNCLEAR THAT EYE NEED ANOTHER TWO DAYS BEFORE MAKING RECOMMENDATION RE CABLES FROM BANK TO GVT. BETA SAW CHAIRMAN SCA

/HIS MORNING ON HIS RETURN FROM ARABDONORS

HE REQUESTS THAT BANK SEND QUICKLY

COPIES OF DRAFT APPRAISAL TO JAPAN

EGT-4.181

OECF IRAN MINFIN AND QATAR WITH

EGT-4.393

COPIES TO SCA. COLON HE HOPES BAE WIELT

EGT-4.1225/637

INCREASE CONTRIBUTION HE DOUBTS

*EGT-0.11.1111 from app 21
EGT-Suez Canal Expansion*

COFINANCIERS MEETING CAIRO NECESSARY AS

ONLY APABFUND INTERESTED OTHERS OR ALL WILL

COMMIT UPON RECEIPT BANK REPORT HE IS

CONFIDENT THAT REMAINING GAP

WILL BE COVERED BY GVT HE DOES NOT

RULE OUT APPROACHING EUROPE AND OR US BUT

IS NOT OPTIMISTIL GAMMA TIMING VISIT

PETER BOWDEN EARLY APRIL ACCEPTABLE TO

GUT DELTA HAVE BOOKED ROOM IN HILTON

FOR ECONOMIDES STARTING MARCH 25 FOR TWO

WEEKS AS NO SPACE AVAILABLE PRIOR THAT

DATE PLS ADVISE IF HE CANNOT

POSTPONE VISIT BY ONE WEEK MAY BE

ABLE BOOK HARRISON FLAT ALL HOTEL SPACE

BOOKED UNTIL LATE MARCH

REGARDS

ESCHENBERG

++++

248423 WORLDBANK

2222 HILLS UN...5

Cr. 437
Ln. 1064
Ln. 1285/637

February 18, 1977

Mr. M. J. W. M. Paijmans, Director, EMENA CPI
William S. Humphrey, Division Chief, EMENA CPIA
EGYPT - Overdue Service Payments

The following is the status of overdue service payments as of today:

1. Reported to the Board

The following overdue payments will be reported to the Board on Tuesday, February 22:

<u>Due Date</u>	<u>Credit/Loan</u>	<u>US\$ Equivalent</u>	<u>Status</u>
1/15/77	Cr. 437	1,793.00	Follow up cables sent on January 21, February 4 and 11. The Suez Canal Authority has cabled us that it has taken action to ensure payment is made on Ln. 1064. We are cabling about the payment on Cr. 437.
1/15/77	Ln. 1064	5,250.00	

2. Reported to the SVP

Nil

3. Other

2/1/77	Ln. 1285	35,625.00
--------	----------	-----------

This loan became effective on January 31, and therefore the billing was not sent until February 11. We will not pursue this for another month to allow time for the payment to be made.

4. Payments Received since last report

Nil

PJElay:js

WORLD BANK OUTGOING MESSAGE FORM (Telegram, Cable, Telex)
IMPORTANT (PLEASE READ INSTRUCTIONS BELOW BEFORE TYPING FORM.)

Class of Service:

LT

Date:

FEBRUARY 17, 1977

Telex No.:

Originators Ext.:

6914

12 Egt - cr 393

Egt LW-1285

cr 637

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TEXT
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MINISTRY OF HEALTH, CAIRO, EGYPT
MOBARAK, UNDERSECRETARY, RE CREDIT 393 AND CREDIT/LOAN
637/1285 EGT AND URCAB FEBRUARY SIXTEEN. IDA HAS NO
OBJECTION TO YOUR PROPOSAL FOR PLACING ORDERS FOR
BAYLUSCIDE AS FOLLOWS: TWO HUNDRED TONS TO BE DELIVERED
IN JULY 77 AND TWO HUNDRED TONS TO BE DELIVERED IN JANUARY
78. PLEASE CABLE AGREED UNIT PRICES BEFORE CONFIRMATION
OF ORDERS. REGARDS, VAN WERSCH, INDEVAS

NOT TO BE TRANSMITTED

SUBJECT:

Credit 393-EGT & Cr/Ln 637/1285-EGT

CLEARANCES AND COPY DISTRIBUTION:

Cleared w/cc: Messrs. Schwenneker and
Blay

cc: Mr. Perera

DRAFTED BY:

PEconomides:glg

AUTHORIZED BY (Name) (Signature)

H. van Wersch, Acting Chief

DEPARTMENT

EMPAG

SECTION OF SW FOR USE OF CABLE SECTION
CHECKED FOR DISPATCH

WORLD BANK WASH

VU 214

TLX 1174 WASH DC (1196) (1-7197) (R0047) DT 02/16/77

Distribution:

ICS IPMIIHA 1155

Mr. French Mullen

1155 PM WASH DC

~~Mr. Humphrey~~

PNS WASH DC

Mr. Humphrey

UNCLAS UAWA11 14830

UNCLAS UAWA 1155

CAIRO DT 16 1977

Feb. 16 77

ITAT

MR FRENCH - MULLEN

INDE VAS WASHINGTON D.S.

RE YOUR LETTER OF JANUARY TWENTY EIGHT (STOP)

ORDER HAVE BEEN SUGGEST PLACING ORDER NOW FOR

TWO HUNDRED TONS TO BE DELIVERED JULY SEVENTY

SEVEN AND TWO HUNDRED METRIC TONS TO BE DELIVERED

JANUARY TWENTY EIGHT (STOP) THIS WOULD HELP TO

ENSURE DELIVERY ON SCHEDULE AND STABILIZATION OF

PRICE REGARDS (STOP)

DR HODARAK)

Bayer

EGT-1285/637
EGT 6393



1 copy

Bayer AG

Sparte Pflanzenschutz
Vertrieb
Haushalts- u. Hygienemittel

Dr. G. Webbe
Scientific Director
London School of Hygiene
and Tropical Medicine
Winches Farm Field Station
395, Hatfield Road
St. Albans Herts

Telefon: Leverkusen 301 (Vermittlung)
Telex: 8510831/85101-275
Telegramme: Bayeragricultat Leverkusen
Konten: Postscheckkonto Köln 5-500
Landeszentralbank Köln-Mülheim 37303000

Ihre Zeichen	Ihre Nachricht	Unsere Zeichen	Telefon-Durchwahl	509 Leverkusen, Bayerwerk
		br-ne	(02172) 30	17/2/1977

Dear Dr. Webbe,

we herewith refer to your letter dated 4 february, 1977, by which you indicate that there may be an extension of Bilharzia control programme in Egypt and that our Bayluscide might be included in these schemes.

Concerning the likely cost for our product, we would like to point out the following; our price for Bayluscide 70 % w.p. has practically not been changed since 1974; this is also in line with our letter dated 3 December 1975 by which Bayer promised not to raise the price until 31 December, 1976. This information was passed on to the "Ministry of Public Health" in Cairo.

In 1977, we still maintain the price of DM 28,25 per kg, FOB European Sea port. This quotation will remain valid for the total quantity of 450 metric tons which should be supplied this year, according to the statement of Undersecretary of State Dr. Moubaragh on 17 January 1977 in Cairo to Mr. Brandt.

As we have been informed, the first letter of Credit for 100 tons will be opened by GONKOM in the next days.

After 3 years of maintaining our price on the same level, we are now obliged - due to increases in material, wages, packing material an other cost since 1974 - to change our quotation as follows:

Bayluscide WP 70 % at DM 29,66 per kilo FOB European Port packed in 50 kg fibredrums.

\$ 11,770
per ton

\$ 12,360
per ton
(increase 5%)



This quotation will become effective after we have executed the a.m. orders of 450 tons at the lower price of DM 28,25 per kilo FOB and will remain valid until 31 December 1978 provided that no essential increases of material, wages, packing material and other cost will influence our calculation.

Concerning the test kits, we may inform you that we have delivered already 10 kits and additionally 10.000 bags of Safranin by plane in order to avoid any problems during the application of Bayluscide.

With kind regards

BAYER AG

Frank J. V. Keller

✓ EGT - 1285/637
EGT - 6393

WORLDBANK WSH

WU WSH

TLXA196 WAG325(2126)(2-219768G047)PD 02/16/77 2126

Distribution:

Mr. French Mulhen

~~XXXXXXXXXX~~

Mr. Humphrey

ICS IPMIIHA IISS

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UWD1223 UAR412 S6530

UWNX CO UNCA 080

CAIRO 80 16 1330 Feb. 16 77

ETAT

MR FRENCH - MUILEN

INDEVAS WASHINGTON D.S.

RE YOUR LETTER OF JANUARY TWENTH H (STOP)
ORDER HAVE BEEN SUGGEST PLACING ORDER NOW FOR
TWO HUNDRED TONS TO BE DELIVERED JULY SEVENTY
SEVEN ANDTWO HUNDRED METRIC TONS TO BE DELIVERED
JANUARY SEVENTY EIGHT (STOP) THIS WOULD HELP TO
ENSURE DELIVERY ON SCHEDULE AND STABILIZATION OF

1977 FEB 17 AM 10:44
RECORDS AND
COMMUNICATIONS

AGRIC & RURAL DEV DIVISION, EMENA 637
COUNTRY/PROJECT EGYPT 1285 & 393 EGT

DATE RECEIVED 2/17/77

ANSWERED BY _____

DATE _____

PRICE REGARDS (STOP)

DR MOBARAK)

UNDER- SECRETARY OF STATE

MINISTRY OF HEALTH

COL ETAT (DR MOBARAK)

NNN

NNNN

Q. 393 EGT
✓ 1285/637 - EGT

February 16, 1977

Dr. G. Webbe
London School of Hygiene and
Tropical Medicine
Winches Farm Field Station
395 Hatfield Road
St. Albans Herts
ENGLAND

Dear Gerald,

Many thanks for your letter of January 31 enclosing a copy of the letter from Dr. Mobarak in connection with the purchase of test kits. Thanks also for copies of the letter to the suppliers of bayluscide. I trust that you will receive quotations as to the costs per ton of this material prior to your leaving for Egypt.

My present plans are to see you in Egypt in the early part of your mission, arriving from Morocco. However, because of pressure of white cover reviews etc., I may not be able to include Egypt after Morocco. I hope to do so as I would wish to see for myself field operations in the Bilharzia program.

I signed your travel request yesterday and trust that American Express will provide you with tickets and \$900 in traveller's checks.

Kind regards.

Sincerely yours,



M. D. French-Mullen, Chief
Agriculture and Rural Development Division
Europe, Middle East and North Africa
Projects Department

MDff-Mullen:mrs

OFFICE MEMORANDUM

C 181-EGT

C 203-EGT

- 1285/637-EGT

EGT - Nile D. Drain

- page 2

TO: Files

DATE: February 16, 1977

FROM: Franz H. Kaps, Loan Officer, EMENA CPIA

SUBJECT: EGYPT - Provision of Local Funds for Ongoing Drainage and the Proposed Nile Delta II Drainage Projects

1. During my recent mission to Egypt, I discussed the proposed Nile Delta II Drainage Project with Mr. El Gamhry, Deputy Chairman of the Egyptian Public Authority for Drainage Projects (EPADP). Mr. El Gamhry indicated that EPADP was in agreement with the Bank's proposal for reducing the scope of the project in order to take into account EPADP's implementation capacity for tile drainage. An agreement had already been reached in principle with USAID as to its participation in the project. The only "bottleneck" in proceeding with the project, as Mr. El Gamhry puts it, was the Minister of Planning who did not allocate the necessary funds to cover the local costs for the ongoing drainage projects (Nile Delta I, Upper Egypt I and Upper Egypt II) and the proposed Nile Delta II Project.
2. In a meeting with the Minister of Planning, Dr. Imam, he indicated that he had already informed Messrs. Benjenk and Paijmans during a meeting a few days earlier, that he saw no way of allocating more than LE 22 million during 1977 for drainage projects. He was aware that according to the Bank's estimates LE 47 million were required to finance the local costs of the ongoing Bank Group-financed projects and another LE 4.5 million for drainage projects exclusively financed by the Government. Although the Government gave highest priority to agriculture, no additional funds could be made available unless the People's Assembly decided to take them away from some other sector. Because of the large gap (LE 22 million versus LE 47 million) he did, however, not believe that possible shifts could close the gap. The logical conclusion therefore was to postpone the proposed Nile Delta II Project by at least another year. This was also justified because he had serious doubts that -- based on past experience -- EPADP could in effect meet the implementation schedule prepared by the Bank of 250,000 feddans of tile drainage in 1977 and of over 300,000 feddans thereafter.
3. Speaking in more general terms, Dr. Imam complained about the practice being followed in Egypt whereby Ministries (he mentioned the Ministry of Economy in particular) and agencies negotiated loans and credits with international and bilateral aid agencies without informing the Ministry of Planning and without taking into account overall budgetary constraints. The result was that projects were being appraised and in some instances loan agreements were negotiated and signed without the necessary local funds being available. Consequently, projects were delayed, cost increases occurred and Egypt had to pay large amounts of

money in commitment fees on loans undisbursed. The only solution to alleviate somewhat the shortage of local funds was for outside lenders to also provide local cost financing and to extend the project implementation period, thus reducing the burden on the annual budget.

4. I informed Dr. Shindy, Undersecretary, Ministry of Economy and Economic Cooperation, about the above discussion. His reaction was that we should not "worry" and that he would find "ways and means to make the necessary funds available." I told him, however, that based upon my discussions with the Minister of Planning, I did not believe that the Bank would be agreeable to invite for negotiations on the simple assurance that all funds required would be made available. We would most probably insist on some evidence that the LE 47 million mentioned above had been included in the 1977 budget and that specific amounts be included in the budgets for the following years. Dr. Shindy promised an answer within the next two to three weeks.

cc: Messrs. Paijmans, Haynes, Humphrey, French-Mullen, Economides, Kiermayr, Eschenberg, Blay, Krishna

FKaps/mojw

OFFICE MEMORANDUM

EGT - G. 181
EGT - G. 393
✓ EGT - 1285/637TO: Messrs. P. Economides (Bank); and G. Webbe
(Consultant)

DATE February 16, 1977

FROM: M. D. French-Mullen, Chief, EMPAG

SUBJECT: Terms of Reference - EGYPT - Supervision of Nile Delta I (Credit 181-EGT);
Upper Egypt I (Credit 393-EGT); and Upper
Egypt II (Credit 637/Loan 1285)

1. On or about March 18, you should arrive in Egypt-for about two weeks to supervise the subject projects.
2. You will inspect work in the field and hold discussions in Cairo with the Egyptian Public Authority for Drainage Projects (EPADP), Ministry of Agriculture and Ministry of Health. On this occasion you will also discuss with the Government the issues of the Nile Delta Drainage II Project. You will be accompanied during some of your field visits and discussions by Mr. Schumacher of Rural Development Division; who will be familiarizing himself with the country with a view to subsequent identification of possible rural development projects or project components.
3. Mr. Economides, during his field trip in Nile Delta and Upper Egypt, will pay particular attention to:
 - (a) progress with installation of tile drainage and remodelling;
 - (b) installation of machinery on the pipe making plants in Lower Egypt;
 - (c) construction of pumping stations both in Lower and Upper Egypt;
 - (d) use of gravel envelope in field drains;
 - (e) progress with the testing of collector pipe laying machine;
 - (f) maintenance of drainage works and weed control measures;
 - (g) problem of cultivation of cotton and rice in the same plot and progress made with block cropping; and
 - (h) progress with evaluation of drainage works.
4. Mr. Economides will discuss with EPADP in Cairo the problem of availability of local funds, progress with procurement, revision of construction schedule if necessary, management, organization and staffing, participation of the Extension Service in the drainage programs, progress with recovery of O&M and capital costs, and the impact of using the parallel exchange rate on EPADP's budget, on the transfer of equipment to contractors and on the cost recovery. He will also discuss with officials of the USAID regional office progress made in preparation of contracts for the procurement and installation of plants for the production of PVC pipes.

5. With the Ministry of Agriculture, Mr. Economides will discuss the concept of the Agricultural Development Project, prepared by the Government and IBRD/FAO Cooperative Program, and in particular the agricultural credit aspects. He will ascertain what further work needs to be done to make an early appraisal possible.

6. Dr. Webbe, during his field trip in Upper Egypt, will inspect the mollusciciding operations, the implementation of the chemotherapy orientation trial and the recording system at health centers and units. He will pay particular attention to the treatment with molluscicide of the small drains and tertiary canals and measures taken by the Ministry of Health for the followup of patients failing to complete their treatment with metrifonate. In Cairo Dr. Webbe will discuss the required logistics for carrying out the Bilharzia control program and he will help the Ministry of Health in revising the project list of equipment and materials.

7. The responsibilities of the mission members will be as follows:

(a) Mr. Economides will lead the mission and be responsible for drainage works; and

(b) Dr. Webbe will be responsible for the Bilharzia control programs.

8. Dr. Webbe is expected to leave Egypt on or about March 31. He will complete his contribution to the supervision's reports on his return to Egypt and will have it dispatched to Washington by April 10, 1977.

9. Before leaving Egypt the mission will discuss its findings with the Government officials. On its return to Washington, on or about April 4th, Mr. Economides will prepare a Back-to-office report focusing on matters of immediate concern, making recommendations for any urgent action necessary, and attaching drafts of letters and cables to be sent. Full Supervision Reports on the ongoing projects will subsequently be prepared.

Cleared with and cc: Mr. Blay

cc: Messrs. Haynes, K. Jones, Frank, Le Moigne, Veraart, Paijmans, Moreau, Humphrey, van der Tak, Yudelman, Perera, Krishna, Turnham and Schumacher

Ms. Larouche

EMENA Files

PEconomides:gld

Egt- LN-1285/cr.637

THE EGYPTIAN PUBLIC AUTHORITY FOR DRAINAGE PROJECTS
Chairman's Office
5a Elgoheiny Street, Dokki, Giza,
Cairo, Egypt

Date Feb. 12 , 1977

135

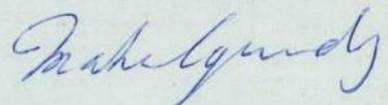
Mr. French Mullen,
Chief Agriculture & Rural Development Division,
1818 H. Street, N.W.
Washington D.C. 20433,
U S A

Dear Mr. Mullen,

Reference is made to your cable DG 134/133,
concerning the P V C pipes required for the pilot
area of 2000 fed. in Upper Egypt (drainage project
II).

The enclosed tender document Nr. 3/ 1977
was already prepared for this purpose . We shall
send in due time the results of the analyses.

Sincerely yours



Eng. M. Saad Eldin Elguindy
Vice - Minister

AGRIC & RURAL DEV DIVISION, EMENA

COUNTRY/PROJECT Egypt - Dr. II

FEB 24 1977

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ANSWERED BY _____

DATE _____

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INCOMING MAIL UNIT

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1977 - FEBRUARY

1977 FEBRUARY 24

1977 FEBRUARY 24

MEMORANDUM FOR THE DIRECTOR OF THE BUREAU OF INVESTIGATION
FROM: SAC, NEW YORK (100-158741) (P)
SUBJECT: [Illegible]

RE: [Illegible]

DATE: 2/24/77

100-158741-1000

100-158741-1000

Special Agent in Charge
New York Office

THE FEDERAL BUREAU OF INVESTIGATION

WORLD BANK OUTGOING MESSAGE FORM (Telegram, Cable, Telex)
IMPORTANT (PLEASE READ INSTRUCTIONS BELOW BEFORE TYPING FORM.)

Class of Service: **TELEX/LT**

Date: **FEBRUARY 10, 1977**

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Telex No.:

Originators Ext: **4731**

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EGT-1285/637
EGT-Nile Delta Drainage (2)

BOOK OF TWO (SEE ATTACHED TEXT)

T/x 1) DR. WAGIH SHINDY, CAIRO, EGYPT (TELEX 348 GAFEC UN)
Lt/ITR MR. SAAD EL GUINDY, CAIRO, EGYPT (CABLE DELTATILE)

NOT TO BE TRANSMITTED

SUBJECT:

DRAFTED BY:

PJBlay:bp

CLEARANCES AND COPY DISTRIBUTION:

AUTHORIZED BY (Name and Signature)

William S. Humphrey, Div. Chief

DEPARTMENT:

EMENA CPIA

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FEBRUARY 10 1977

Class of Service: TELEX/LT

Date: FEBRUARY 10, 1977

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Originators Ext: 4731

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ADDRESSED DR. WAGIH SHINDY AND MR. SAAD EL GUINDY, CAIRO, EGYPT.
 RE SECOND UPPER EGYPT DRAINAGE AND PROPOSED SECOND NILE DELTA
 DRAINAGE PROJECTS AND FURTHER FFRENCH-MULLEN LETTER FEBRUARY 2,
 WE PROPOSE MR. KIERMAYR VISIT EGYPT FEBRUARY 20 TO 25 TO ASSIST
 IN ARRANGEMENTS FOR SOCIO-ECONOMIC STUDY OF COST RECOVERY OF
 FIELD DRAINAGE WORKS REQUIRED BY SIDE LETTER SIGNED JUNE 11,
 1976. HE SHOULD ALSO COLLECT OTHER INFORMATION NEEDED BEFORE
 NEGOTIATION OF PROPOSED NILE DELTA II AND WILL VISIT
 AGRICULTURAL CREDIT BANK IN CONNECTION POSSIBLE FUTURE PROJECT.
 KIERMAYR ARRIVES 1930 FROM MUNICH FLIGHT LUFTHANSA 620 ON
 FEBRUARY 20. REGARDS HUMPHREY

NOT TO BE TRANSMITTED

SUBJECT: Upper Egypt Drainage II & Nile Delta II

DRAFTED BY: PJBlay:bp

CLEARANCES AND COPY DISTRIBUTION:

Cleared & cc: Mr. Kiermayr

AUTHORIZED BY (Name and Signature)
William S. Humphrey, Div. Chief

DEPARTMENT:
EMENA CPIA

SECTION BELOW FOR USE OF CABLE SECTION
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1285/637 - EGT

WORLD BANK / IFC
OUTGOING MESSAGE FORM
(TELEGRAM/CABLE/TELEX)

- IBRD
- IDA
- IFC
- ICSID

TO: MINISTRY OF ECONOMY AND ECONOMIC COOPERATION

DATE: FEBRUARY ¹⁰ 1977

CAIRO

ORIGINATOR'S EXT.: X. 61089

COUNTRY: EGYPT

CLASS OF SERVICE: **TELEX**

CABLE NO. & TEXT:

RE LOAN 1285 EGT EFFECTIVE JANUARY 31, 1977 (STOP) COMMITMENT
 CHARGE ON USDOLLARS 10,000,000 AT 3/4 OF ONE PERCENT PER ANNUM
 FROM AUGUST 10, 1976 TO PAYMENT DATE FEBRUARY 1, 1977 IS USDOLLARS
 35,625 (STOP) PLEASE PAY THIS AMOUNT IMMEDIATELY TO FEDRESERVE
 BANK OF NEW YORK IN FEDRESERVE FUNDS ATTENTION FOREIGN DEPARTMENT
 WITH INSTRUCTIONS TO CREDIT ACCOUNT OF INTERNATIONAL BANK FOR
 RECONSTRUCTION AND DEVELOPMENT

INTBAFRAD

NOT TO BE TRANSMITTED

REFERENCE: File: Loan Stat. Folder 1285 EGT	AUTHORIZED BY (Name): Hywel M. Davies
DRAFTED BY: MSelb:snu	DEPARTMENT: Controller's
CLEARANCES AND COPY DISTRIBUTION: CC: Mr. Bararia - Cashier's Division Messrs. Davies/Gray, Subramanian, Davis/ Kaibni, Crausway, Miss Balagot	SIGNATURE (Of individual authorized to approve):
	CHECKED FOR DISPATCH: 50

КОМУ: Генеральный директор Мирового Банка / Служба связи и связи / Служба связи и связи / Служба связи и связи	CHECKED FOR DISPATCH: 20 SECTION BELOW FOR USE OF CABLE SECTION SIGNATURE FOR DISPATCH: <i>[Signature]</i>
DISPATCHED BY: <i>[Signature]</i>	DEPARTMENT: <i>[Signature]</i>
REFERENCE: <i>[Text]</i>	AUTHORIZED BY (NAME): <i>[Text]</i>

FEB 10 10 54 PM 1977
 COMMUNICATIONS SECTION

PRIORITY

RECOMMENDATION AND DEPARTMENTAL

WITH REFERENCE TO CREDIT ACCOUNT OF INTERNATIONAL BANK FOR
 BANK OF NEW YORK IN BARRINGTON BRANCH ALLEGEDLY FOREIGN DEPARTMENT
 32'252 (2105) BECAUSE BY THIS ACCOUNT IMMEDIATELY TO BARRINGTON
 FROM WHICH TO TAKE TO BUSINESS DATE FEBRUARY 7' 1977 IS CREDITING
 CHANGE ON CREDITING TO 1'000'000 US \$ OF ONE HUNDRED THOUSAND
 US DOLLARS IN THE BARRINGTON BRANCH 31' 1977 (2105) COMPLETE

CABLE NO. & TEXT:

COPIES: 2

SERVICE: TELETYPE

DATE:

ORIGINATOR'S EXT: X' 2105

TO: DIRECTOR OF ECONOMIC AND ECONOMIC COOPERATION

DATE: FEBRUARY 10 1977

[Handwritten Signature]

(TELEGRAM/CABLE/TELEX)
 OUTGOING MESSAGE FORM
 WORLD BANK / IFC

- IC210
- IFC
- IDV
- I810

1582/231 - ECL

Class of Service: Telex

Date: February 9, 1977

Telex No.: 927- 348 GAFEC

Originators Ext: 676 1119

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1285/637 - EGT

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1 TO

MINISTRY OF ECONOMY AND ECONOMIC CORPORATION

CITY/
COUNTRY

CAIRO, EGYPT

MESSAGE
NO.:

RE CREDIT 637 EGT AND LOAN 1285 EGT AS REQUESTED BY OURLET JULY 19

4

PLEASE EXPEDITE SUBMISSION OF EVIDENCE OF AUTHORITY OF PERSONS

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AUTHORIZED TO SIGN WITHDRAWAL APPLICATIONS AND THEIR SPECIMEN

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SIGNATURES AS CREDIT AND LOAN ARE NOW EFFECTIVE STOP PLEASE NOTE

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SECTION 2.09(B) OF CREDIT AGREEMENT STATES SUCH AUTHORITY FOR

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PARTS B AND C OF PROJECT MUST COME FROM MINISTER OF HEALTH INDEVAS

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TEXT

*RECEIVED
COMMUNICATIONS
DIVISION
FEB 11 1977*

NOT TO BE TRANSMITTED

SUBJECT: 637 EGT - Credit Agreement
1285 EGT - Loan Agreement

DRAFTED BY:
CPERERA/csg

CLEARANCES AND COPY DISTRIBUTION:
Mr. Prudence and Mrs. Linder

AUTHORIZED BY (Name and Signature):
Norman J. Bennett *[Signature]*

DEPARTMENT: *Controller's*

SECTION BELOW FOR USE OF CABLE SECTION
CHECKED FOR DISPATCH *[Signature]*

Mr. Prudence and Mrs. Lindel

Mr. J. Prudence

1282 EEL - Loan Agreement
Q2A EEL - Credit Agreement

SECRETARY

DISPATCHED
FEB 9 11 53 AM 1971
COMMUNICATIONS SECTION

PARIS B AND C OF PROJECT MUST COME FROM MINISTER OF HEALTH INDUSTRY
SECTION 5.08(P) OF CREDIT AGREEMENT STATES SUCH AUTHORITY FOR
SIGNATURES AS CREDIT AND LOAN ARE NOT EFFECTIVE STOP PLEASE NOTE
AUTHORIZED TO SIGN WITHDRAWAL APPLICATIONS AND THEIR SPECIMEN
PLEASE EXPEDITE SUBMISSION OF EVIDENCE OF AUTHORITY OF PERSONS
BE CREDIT Q2A EEL AND LOAN 1282 EEL AS REQUESTED BY ORIGIN 10/14/70
CUIBO' ECUPI

MINISTRY OF ECONOMY AND ECONOMIC COOPERATION

1282 EEL
16/01
1282 EEL
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Egt-LN-1285/CR-637.
Egt-CR-393.

February 8, 1977

Dr. Almotaz Mobarak
Undersecretary
Ministry of Health
Cairo
Egypt

Re: EGYPT - Upper Egypt Drainage II Project
Credit 637-EGT and Loan 1285-EGT

Dear Dr. Mobarak:

We are happy to inform you that the loan and credit for the Upper Egypt Drainage II Project became effective on January 31, 1977. Consequently, disbursements of the allocated amount of US\$5.1 million under this project for the Bilharzia program, (including the US\$4.2 foreign exchange cost overrun of the Upper Egypt Drainage I Project), can start immediately. The total amount now available for the Bilharzia control program in Upper Egypt (up to Asyut Barrage) is shown below:

<u>Item</u>	<u>Allocation under Credit /1 393-EGT</u>	<u>Allocation under Credit/Loan 637/1285-EGT</u>	<u>Total Allocation</u>	<u>Amount Disbursed/2</u>	<u>Amount Available</u>
			<u>US\$</u>		
Equipment, vehicles and materials	5,850,000	4,950,000	10,800,000	5,290,000	5,510,000
Consultant services	50,000	-	50,000	-	50,000
Subtotal	5,900,000	4,950,000	10,850,000	5,290,000	5,560,000
Contingencies	570,000	150,000	720,000	-	720,000
Total	<u>6,470,000</u>	<u>5,100,000</u>	<u>11,570,000</u>	<u>5,290,000</u>	<u>6,280,000</u>

/1 As revised on January 25, 1977.

/2 As per January 22, 1977.

February 8, 1977

We would like to receive from you a detailed table of the equipment, materials and services required for the completion of the Bilharzia control program under the two Upper Egypt Drainage projects, with the corresponding estimates for each item. The total amount should not exceed the amount available of US\$6.28 million, including contingencies. An example of this table is attached to this letter. Please note that the cost of the 20 pickups under procurement has not yet been disbursed, therefore, their value should be included in the cost estimates in the table.

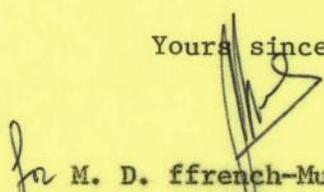
We would also like to draw your attention to the following points, necessitating action on your part, which were agreed upon between Government and IDA/Bank during the negotiations of the Upper Egypt Drainage II Project:

- (a) The Ministry of Health shall prepare, not later than six months after the Effective Date, a plan for operation of the Bilharzia control program, acceptable to the IDA/Bank. Adequate provision should be made in the plan for the technical supervision of the snail control program. (Section 3.07 of Dev. Credit Agreement)
- (b) The Ministry of Health shall maintain a supervision and evaluation unit, satisfactory to IDA/Bank, which shall be responsible for the supervision and evaluation of the overall Bilharzia control program. (Section 3.10 of Dev. Credit Agreement)
- (c) The Ministry of Health shall maintain separate accounts for the Bilharzia control program, which should be audited by independent auditors, and furnish to the Bank the audit reports not later than four months after the end of each fiscal year. (Section 3.12 of Dev. Credit Agreement)

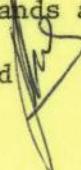
Please note that a supervision Bank mission to Egypt, including Dr. Webbe, is scheduled for March 18 to 31. The mission will further discuss with you all the above and any other matters.

With best regards,

Yours sincerely,


for M. D. French-Mullen, Chief
Agriculture and Rural Development Division
Europe, Middle East and North Africa
Projects Department

Cleared with and cc: Messrs. Blay, Perera
cc: Messrs. Sands and Kiermayr

PEconomides:gld 

W 181 EGT
W 393 EGT
✓ 1285/a 637 EGT
EGT Nile Δ Drawing

Files

February 4, 1977

William S. Humphrey, Division Chief, EMENA CPIA

EGYPT - Local Costs for Drainage Projects

After writing my memorandum of February 1 on our discussions in Cairo on local costs for drainage projects, I received a cable from Mr. Kaps in Cairo suggesting that the problem was far from solved. I telephoned Mr. Kaps who told me that the Minister of Planning had been informed by Mr. Kaissouni, Deputy Prime Minister, that he had told Mr. Benjenk that appropriate provision would be made in the plan both for the existing projects and the future project. The Minister of Planning had pointed out that this would only be possible if comparable reductions were made in other sectors and projects, since it would not be wise to increase the size of the plan. The Minister of Planning told Mr. Kaps that although some increase in the amounts allocated for drainage might be possible, he doubted whether the full amounts shown in the tables provided by the Bank would be available. In particular he felt that it would be difficult in the next two or three years to provide adequate funds for the existing projects, let alone any additional funds for the new project. The matter has now been referred back to the Ministry of Economy, which will presumably refer it again to Deputy Prime Minister Kaissouni. Mr. Kaps said he expected to have further information before he left Egypt.

cc: Messrs. Pajmans (o/r), Haynes, French-Mullen

WSHumphrey:js

OFFICE MEMORANDUM

Mr. Lee

EG
C.H.W.
B.H.L.

TO: Mr. U. H. Kiermayr

DATE: February 4, 1977

FROM: M. D. French-Muller, Chief, EMPAG

SUBJECT: Terms of Reference - EGYPT - Upper Egypt Drainage II Project
Nile Delta Drainage II Project - Discussions

1. On February 18, 1977 you will go to Egypt for about three days. During your stay you should discuss with Government and project authority officials particularly the following matters:

- (a) the socioeconomic study concerning the recovery of costs for field drainage installation; you should assist the staff of EPADP in preparing the terms of reference of this study along the Bank's guidelines for cost recovery of public sector projects and the Egyptian legal requirements;
- (b) clarification of the following questions concerning the appraisal of the Nile Delta Drainage II Project:
 - (i) how are IDA/Bank financed project components treated in EPADP's budget and cost accounting;
 - (ii) at what exchange rate are they entered into EPADP's budget; how is equipment valued when it is transferred to contractors;
 - (iii) the exchange rate on which cost recovery calculations are based;
 - (iv) how are salaries treated in EPADP's budget;
 - (v) how are these matters likely to be affected by the proposed shift of all capital and intermediate goods imported to the parallel market;
- (c) in anticipation of the Agricultural Development Project you should discuss with the managements of the Egyptian General Organization for Agricultural and Cooperative Credit and the Agricultural Credit and Cooperative Banks their plans for institutional changes and developments; you should indicate that the Bank is considering an Agricultural Development Project and discuss how such a project could become instrumental in the strengthening and reorganizing of these two organizations.

Cleared with and cc: Mr. W. Humphrey

cc: Messrs. Faijmans, Moreau, Blay, Haynes, K. Jones, Frank, Le Moigne, van der Tak (2), Yudelman, Veraart, Elliott, Krishna, Ms. Larouche

EMENA Files

I - B/L - Feb. 9/77

1285/a 637 EGT

February 3, 1977

Dear Jim:

Just to let you know ^{the}/Second Upper Egypt Drainage
Project, which, as you know, we are cofinancing with you, was
declared effective on January 31, 1977.

Sincerely,

Paul Blay

Mr. James Roberts
Egypt Desk Officer
U. S. Agency for
International Development
State Department Building
Washington, D.C. 20523

PJBlay;bp

1285/637-EGT

Form No. 1096
(6-76)

WORLD BANK / INTERNATIONAL FINANCE CORPORATION

OFFICE MEMORANDUM

S. Subramanian

TO: Mr. Jackson De Elliott, Accounting Division

DATE: February 3, 1977

FROM: Peter J. Prudence

SUBJECT: Loan/Credit No. 637 EGT (Upper Egypt Drainage II Project)

The above loan/credit became effective on January 31, 1977

The deadline for effectiveness has been postponed to _____

The closing date has been extended to _____

cc: Mr. de Boeck
Mrs. Seguin
Ms. Severski
EMENA Files ✓

File: 637 EGT Loan Agreement

1285/637 - EGT

Form No. 1096
(6-76)

WORLD BANK / INTERNATIONAL FINANCE CORPORATION

OFFICE MEMORANDUM

S. Subramanian

TO: Mr. ~~Jackson D. Elliott~~, Accounting Division

DATE: February 3, 1977

FROM: Peter J. Prudence

SUBJECT: Loan/Credit No. 1285 EGT (Upper Egypt Drainage II Project)

The above loan/credit became effective on January 31, 1977

The deadline for effectiveness has been postponed to _____

The closing date has been extended to _____

cc: Mr. de Boeck
Mrs. Seguin
Ms. Severski
EMENA Files ✓

File: 1285 EGT Loan Agreement,

1285/637 - EGT

Dr. Said El Naggar, Executive Director

February 2, 1977

Hans-Eberhard Kupp, Acting Director, EMENA CPI

EGYPT - Upper Egypt Drainage II
Ln. 1285/Cr. 637 of June 11, 1976

This is to inform you that this \$40 million loan and \$10 million development credit became effective on January 31, 1977.

Cl. with & cc: Mr. Humphrey

HEschenberg:js
wt

OFFICE MEMORANDUM

EGT - C. 393

EGT - 1285/6 637

DATE: February 1, 1977

TO: Files

FROM: William S. Humphrey, Division Chief, EMENA CPIA

Wlt

SUBJECT: EGYPT - Drainage Projects

1. Messrs. Benjenk, Paijmans and I discussed a number of problems on our existing and forthcoming drainage projects during our visit to Cairo in the latter part of January.

2. Local cost allocations for existing projects. The shortage of local funds for our three existing projects was discussed with the three economic ministers, the Minister of Planning and the Prime Minister. The table showing the local funds required for the projects, which had been attached to Mr. Eschenberg's letter to the Minister of Finance of January 18, 1977, was given to all concerned. We made the point repeatedly that the shortage of local funds was the major problem faced on a number of projects in Egypt, and that the shortfall was most acute on the drainage projects. The economic ministers had apparently not realized that the \$E 50 million requirement of local funds for 1977 was purely for the existing projects, and that the proposed Nile Delta II project would not require funds until 1978. On this basis Deputy Prime Minister Kaissouni said that he would ensure that sufficient funds for the existing projects were included in the 1977 annual plan and budget. This may have to be done against the advice of the Minister of Planning, who seems to doubt that the drainage authority has the capacity to implement the volume of works envisaged for 1977. The Minister of Economy also told us that he would see to it that all the projects, including the Nile Delta II project, would be included in the medium-term plan. Mr. Benjenk made clear that we would need confirmation that the proposed project was in the plan before we negotiated it. I was not able to meet with the drainage authority, but left a note for Mr. Kaps reporting on our discussions with the economic ministers and asking him to inform the drainage authority of them.

Wlt
He was correct!

3. I also discussed the forthcoming project with Mr. Bakley in USAID. He had initially been worried that funding in 1977 for pipe manufacturing facilities would be premature, since the tile drainage program would not begin until 1980. However, after further discussions with some of his technical people, he concluded that it would take two years from the time of a USAID commitment to the time the manufacturing facilities were in operation. On this basis he asked whether a USAID commitment in October 1977 would be too late for us. I said that provided we were reasonably satisfied that it would be forthcoming, we could probably go ahead and present the project to our Executive Directors, making the commitment of USAID funds a condition of effectiveness. Since all our recent projects have taken at least four months to become effective, October 1977 looked alright. Mr. Bakley said that he thought USAID would probably have little difficulty in making the funds available, since a number of other projects in their program looked rather weak.

February 1, 1977

4. As requested, I checked on the signing of the agreement to release PL480 counterpart funds which could be used for the drainage projects. The agreement was signed while I was there, but the counterpart funds can apparently only be used for rather restrictive purposes, such as consultants for the preparation of feasibility studies.
5. I asked the Minister of Finance about the special fund proposed for the next project. He was distinctly unenthusiastic and said that provided the funds were in the budget we should have no difficulty. I pointed out that adequate budgetary provision was not always made and even when it was funds were sometimes not released, as in 1976. The Minister of Finance agreed that this had been a problem in the past, but he hoped to remedy it in the future. Under the circumstances I believe we should continue to try and negotiate a special fund, recognizing that we may find considerable opposition to it.

cc: Messrs. Paijmans (o/r), Haynes, French-Mullen, Economides,
Sands, Krishna, Perera, Eschenberg, Blay, Kaps (o/r)

WSHumphrey:js

✓ Egt-LN-1285

Egt-Nile Drainage (2)

OFFICE MEMORANDUM

TO: Mr. U. H. Kiermayr

DATE: February 4, 1977

FROM: M. D. French-Mullen, Chief, EMPAG

SUBJECT: Terms of Reference - EGYPT - Upper Egypt Drainage II Project
Nile Delta Drainage II Project - Discussions

1. On February 18, 1977 you will go to Egypt for about three days. During your stay you should discuss with Government and project authority officials particularly the following matters:

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Cleared with and cc: Mr. W. Humphrey

cc: Messrs. Paijmans, Moreau, Blay, Haynes, K. Jones, Frank, Le Moigne, van der Tak (2), Yudelman, Veraart, Elliott, Krishna, Ms. Larouche

EMENA Files

OFFICE MEMORANDUM

DATE: February 4, 1977

TO: Files

FROM: William S. Humphrey, Division Chief, EMENA CPIA - *W.H.*SUBJECT: EGYPT - Local Costs for Drainage Projects *Recd* FEB - 7 1977

After writing my memorandum of February 1 on our discussions in Cairo on local costs for drainage projects, I received a cable from Mr. Kaps in Cairo suggesting that the problem was far from solved. I telephoned Mr. Kaps who told me that the Minister of Planning had been informed by Mr. Kaissouni, Deputy Prime Minister, that he had told Mr. Benjenk that appropriate provision would be made in the plan both for the existing projects and the future project. The Minister of Planning had pointed out that this would only be possible if comparable reductions were made in other sectors and projects, since it would not be wise to increase the size of the plan. The Minister of Planning told Mr. Kaps that although some increase in the amounts allocated for drainage might be possible, he doubted whether the full amounts shown in the tables provided by the Bank would be available. In particular he felt that it would be difficult in the next two or three years to provide adequate funds for the existing projects, let alone any additional funds for the new project. The matter has now been referred back to the Ministry of Economy, which will presumably refer it again to Deputy Prime Minister Kaissouni. Mr. Kaps said he expected to have further information before he left Egypt.

cc: Messrs. Paijmans (o/r), Haynes, French-Mullen

WSHumphrey:js

INCOMING TELEX From Cairo

sd

~~WA/HE/PS~~
1285/637-EGT

CAIRO FEBRUARY 3, 1977

Distribution:

ATT. DR. HANS-EBERHARD

Mr. Kopp
Mr. Humphrey
Mr. Jabri

THANKS FOR URTLX JAN . 31, 1977.

W action required
W

REGARDING EFFECTIVENESS DATE OF CREDIT 1285 AND

DEVELOPMENT CREDIT 6.37. BEST REGARDS.

DR. WAGUIH SHINDY.

RECEIVED
FEB 3 9 27 AM 1977
COMMUNICATIONS

WORLD BANK OUTGOING MESSAGE FORM (Telegram, Cable, Telex)
IMPORTANT (PLEASE READ INSTRUCTIONS BELOW BEFORE TYPING FORM)

HC/RCA

Class of Service: **LT/TELEX**

Date: **FEBRUARY 2, 1977**

Telex No.:

Originator's Ext: **4731**

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COUNTRY
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TEXT
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EGT - G-181
EGT - G-393

EGT - 1285/637

BOOK OF TWO (SEE ATTACHED TEXT)

927

- 1) DR. WAGIH SHINDY, CAIRO, EGYPT (TELEX 348 GAFEC UN)
- 2) MR. SAAD EL GUINDY, CAIRO, EGYPT (CABLE DELTATILE)

LT/Telex

NOT TO BE TRANSMITTED

SUBJECT:

DRAFTED BY:

PJblay:bp

CLEARANCES AND COPY DISTRIBUTION:

AUTHORIZED BY (Name and Signature):

William S. Humphrey, Div. Chief.

DEPARTMENT:

EMENA CPIA

HC/RCA

Class of Service: LT/TELEX

Date: FEBRUARY 2, 1977

Telex No. _____

Originator's Ext. 4731

12

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COUNTRY

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ADDRESSED MR. SAAD EL GUINDY, INFORMATION DR. WAGIH SHINDY,
 CAIRO, EGYPT. RE DRAINAGE PROJECTS CREDITS 181, 393 AND 637
 AND LOAN 1285. WE PROPOSE MISSION MARCH 16 TO APRIL 1 BY
 MESSRS. ECONOMIDES AND WEBBE TO REVIEW PROGRESS ON DRAINAGE
 AND BILHARZIA CONTROL COMPONENTS. MR. FFRENCH-MULLEN, DIVISION
 CHIEF RESPONSIBLE FOR THESE AND OTHER AGRICULTURE PROJECTS,
 WOULD JOIN MISSION, EXACT DATES TO BE DECIDED IN LIGHT OF HIS
 OTHER TRAVEL PLANS. BEST WISHES HUMPHREY

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END
OF
TEXT

NOT TO BE TRANSMITTED

SUBJECT:

DRAFTED BY:
PJBlay:bp

3

CLEARANCES AND COPY DISTRIBUTION:

Cleared & cc: Mr. ffrench-Mullen

AUTHORIZED BY (Name and Signature):
William S. Humphrey, Div. Chief

DEPARTMENT:
EMENA CPIA

SECTION BELOW FOR USE OF CABLE SECTION
CHECKED FOR DISPATCH