

Priority Area 2 Assisting Inclusive Growth

[Background and Current Situation]		[Strategy]											
Mining sector is the driving force of Mongolia's economic growth, but has low employment absorbcency. While agriculture and farming are traditional key industry, other industries with potential employment absorbcency, have not been developed apart from cashmere industry. Youth labor force is expected to increase for future, and there is a concern that unemployment problem, particularly for the youth, may become intensified. Employment measures are one of the important issues from a perspective of social stability. Also, the agriculture and farming sector that covers about 30% of labor force needs efforts for sustainable management with a view to improve livelihood of the poor by securing stable income opportunities and increasing income. Transboundary animal diseases (TADs) have given serious economic blows to farmers in recent years, thus, international measures to combat TADs are matters of importance.		Targeting at diversification of industrial structure, to support creation of employment by establishing investment windows and developing small and medium scale businesses and professionals. As for the youth employment issue, in addition to scholarship assistance, to consider improving educational and research environment. Also, for the agriculture and farming sector which has the largest employment absorption capacity, to support to improve livelihood and secure income opportunities for the farmers, by extending sustainable management of agriculture and farming. To continue assistance for the countermeasures against TADs which has serious negative impact on Mongolia's society and economy in recent years.											
Program	Program summary	Project	Scheme	Schedule						Assistance Amount (100 mill. Yen)	Note		
				Before FY2015	FY2016	FY2017	FY2018	FY2019	FY2020				
Development issue 2-1 Creation of Employment Focusing on Small and Medium Enterprises with a View to Diversifying Industrial Structure	In order to promote diversification of domestic industries, the program supports improvement of business environment and sound development of small and medium enterprises that account for 90% of business in Mongolia.	Project for Enhanced Function of Mongolia-Japan Center for Human Resources Development for Capacity Development and Networking of Business Persons	TCP	_____							3.90		
		Two-Step-Loan Project for Small and Medium-Scaled Enterprises Development and Environment Protection (phase 2)	LA	_____							50.00		
		Two-Step-Loan Project for Small and Medium-Scaled Enterprises Development and Environmental Protection (Support for Establishment of Finance Scheme for Small and Medium-Scaled)	TCP		_____							-	Technical Assistance under Finance and Investment Account
		Strengthening the Capacity Building of Credit Guarantee System in Mongolia	CTR	_____								-	Technical Assistance under Finance and Investment Account
		The Project for Human Resource Development Scholarship (JDS)	GA				_____					9.54	Also covered on the other programs
		Volunteers on Field of Private Sectors	JOCV/SV				_____					-	
		Volunteers on Field of Vocational Training	JOCV/SV				_____					-	
		Volunteers on Field of Community Development	JOCV/SV				_____					-	
		Private sector developing program	TR				_____					-	
Improving Agricultural management	The program supports increase of income for farmers by improving productivity and efficiency of agriculture and faming industry, and assists enhancement of inspection system and measures to control infectious diseases to produce high quality products.	Project for Strengthen the Capacity for Human Resource Development in the Field of Veterinary and Animal Husbandry in Mongolia	TCP	_____				_____			4.50		
		Strengthening the National Food Safety and Improving Capacity of Laboratory Analysis for Molecular Biology and Food Additives	TCP		-----							-	
		JICA Partnership Program for the improvement of agricultural productivity	JPP	_____								-	
		Epidemiological Studies on Animal Protozoan Diseases in Mongolia and Development of Effective Diagnostics Measures	STC	_____					_____			3.60	
		Establishment of Climate-Resilient Rural Livelihoods	ML	_____								2.5 mill. USD	ADB (JFPR)
		Support program for Measures against Animal Diseases and Enhancement of Food Security under the concept of "One Health"	ML				_____					-	Financed by OIE
		Support for capacity building for international food and safety standard development and implementation	ML								_____		Financed by OIE
		Agricultural sector	TR	_____								-	
		Sustainable Forest Mngement to Improve Livelihood of Local Communities(TA)	ML	_____			_____					2.0 mill. USD	ADB (JFPR)
		Strategic Planning for Peatlands(TA)	ML	_____								0.4 mill. USD	ADB (JFPR)
		Project for promoting sustainable forest management in developing countries	TCP	_____								-	MAFF of Japan
		Supporting Agriculture Value Chain	ML		_____						_____	2.0 mill. USD	ADB (JFPR)

[Background and Current Situation]
 In spite of the rapid economic growth, its benefit has not been fully enjoyed by the poor, and as the poor population does not decline, the gap between rich and poor has widened. This can be attributed to the lack of the employment absorption capacity of Mongolia's economy and social welfare budget which is not distributed properly to the poor. Also, particularly in ger districts of Ulaanbaatar and rural areas, there are problems with access and quality of basic social services, such as health and education.
 While the revenue from mineral resources is expected to increase rapidly for future, if these issues are left unsolved, the gap between rich and poor will become more intensified, thus, the countermeasures are needed immediately for the stable development of economy and society as well as for human security in Mongolia.

[Strategy]
 To support improvement of basic social services from both angles of policy and capacity development, by utilizing the results of the past technical cooperation and in cooperation with other development partners. In order to address regional gap concerning access of the services, to mobilize grassroots assistance programs, such as the Grant Assistance for Grassroots Human Security Projects. As for the health and education sector, to take into consideration Japan's Global Health Policy 2011-2015 and Education Cooperation Policy 2011-2015.

Program	Program summary	Project	Scheme	Schedule						Assistance Amount (100 mill. Yen)	Note	
				Before FY2015	FY2016	FY2017	FY2018	FY2019	FY2020			
Improving Basic Social Services	In order to link economic growth to inclusive and balanced growth, this program supports improvement of quality and access of basic social services, such as health and education, and social security system with consideration for the poor.	Promoting Inclusive Growth(TA)	ML							1.0 mill. USD	ADB (JFPR)	
		Index Based Livestock Insurance Project	ML							1.32 mill. USD	WB (PHRD)	
		Strengthening Post-graduate Training for Health Professionals in Primary and Secondary Level Health Facilities	TCP								-	
		The Project for Construction of Mongolia-Japan Teaching Hospital	GA								79.85	
		The Project for Establishment of Hospital Management and Medical Services at the Mongolia-Japan Teaching Hospital	TCP								-	
		JICA Partnership Program for the improvement of basic social services (Health Sector)	JPP								0.30	
		Maternal and Child Health, Reproductive Health, etc	TR								-	
		Volunteers on Field of Health	JOCV/SV								-	
		Grassroots grant aid projects for the improvement of basic social services	GA								1.79	
		Non-Project Grant Aid for Introduction of Japanese Advanced its System (Medical Equipment and Welfare Apparatus Package) 2013	GA								7.50	Medical Equipment for Maternal Hospitals
		Non-project Grant Aid for Provision of Japanese Medical Equipment 2014	GA								6.00	Medical Equipment for Sum Hospitals
		Improving Access to Health Services for Disadvantaged Groups	ML								1.0 mill. USD	ADB (JFPR)
		The Project for Child-Centered Education Supports	TCP								-	
		The Project for Strengthening Teachers Ability and Reasonable Treatments for Children with Disability	TCP								4.00	
		The Project for Human Resource Development Scholarship (JDS)	GA								9.54	Also covered on the other programs
		Implementing Kosen education system in Mongolia	CTR								-	
		Volunteers on Field of Education	JOCV/SV								-	
		Volunteers on Field of Sports and Emotional Education	JOCV/SV								-	
		Support in the education sector to make Mongolia's education system more rights-based and child- and family-friendly (Child Friendly Kindergarten phase 1-2)	NGO Grant								0.78	
		JICA Partnership Program for the improvement of basic social services (Education, People with Disabilities)	JPP								-	
		Basic Education Administration Course	TR								-	
		Higher Engineering Education Development Project	LA								75.35	
		Improving Primary Education Outcomes for the Most Vulnerable Children in Rural Mongolis	ML								2.64 mill. USD	WB (JSDF)

Development issue
 2-2 **Improving Basic Social Services**

Education Sector Development(TA)	ML						1.0 mill. USD	ADB (JFPR)
Project for the Improvement of the Equipment for Preserving the Collection of the National Museum	CGA						0.42	
The Project for Promoting Social Participant of Persons with Disabilities in Ulaanbaatar City	TCP						3.00	
Project on Strengthening the Capacity for Social Insurance Operation	TCP						4.00	
Participation of Disability Persons	TR						-	
Volunteers on Field of Welfare	JOCV/SV						-	
The Programme for Ulaanbaatar Water Supply Development in Gachuurt	GA						33.05	Follow-up cooperation Also covered on the other programs
Study on the Strategic Planning for Water Supply and Sewerage Sector in Ulaanbaatar City	TCDP						-	Also covered on the other programs
Non-project Grant Aid for Provision of Local Products 2014	GA						4.00	Industrial wastewater treatment equipment
Promotion Inclusive Financial Services for the Poor (Rural Area)	ML						2.5 mill. USD	ADB (JFPR)
Strengthening the Health Insurance System(TA)	ML						1.5 mill. USD	ADB (JFPR)
Promoting Inclusive Growth(TA)	ML						1.0 mill. USD	ADB (JFPR)
Improving Access to Health Services for Disadvantaged Groups	ML						1.0 mill. USD	ADB (JFPR)
Improving School Dormitory Environment for Primary Students in Western Region (GRANT)	ML						3.0 mill. USD	ADB (JFPR)
Integrated Livelihoods Improvement and Sustainable Tourism in Khuvsgul Lake National Park Project	ML						3.0 mill. USD	ADB (JFPR)
Non-Project Grant Aid for Provision of Japanese SME's Products (Phase 2) 2013	GA						3.00	Procurement from Japanese SME's Products
Non-Project Grant Aid for Provision of Japanese SME's Products 2014	GA						2.00	Procurement from Japanese SME's Products
Projects for the improvement of social-security system in Asia	ML						0.31	Financed by Ministry of Welfare and Labour of Japan through ILO

Priority Area 3 Enhancement of the Capacity and Function of Ulaanbaatar as Urban Center

[Background and Current Situation]

Ulaanbaatar City is rapidly expanding with population of 1.1 million, which accounts for 40% of the total population of Mongolia. Due to rapid concentration of the population, urban transportation, infrastructure related to the public services, such as electricity and water supply in Ulaanbaatar are seriously in need of maintenance and improvement. Also, disorderly expansion of the city deteriorates urban environment, causing air pollution, soil contamination, waste, and disparity in social services.

[Strategy]

Since various development partners are involved with development of the Ulaanbaatar City, to collaborate with them in supporting enhancement of urban function.
Based on the accomplishments of the past cooperation and the Ulaanbaatar Master Plan, to support improvement of legal system and human resources development necessary for promoting urban planning. Out of the potential projects selected by the Ulaanbaatar City based on the Master Plan, to consider financial and technical cooperation to improve urban transportation system and basic infrastructure (water and sewage, electricity, and heating system) and to manage and operate them, prioritizing projects where Japan's technologies and expertise can be applied.
In addition to environmental issues (waste management, air pollution and soil contamination), to consider financial and technical cooperation to address disaster management, such as floods, earthquakes and fire.

Program	Program summary	Project	Scheme	Schedule						Assistance Amount (100 mill. Yen)	Note
				Before FY2015	FY2016	FY2017	FY2018	FY2019	FY2020		
Development issue 3 Improving Infrastructure, Urban Planning, and Management Capacity	It is a significant challenge to maintain and strengthen urban function of the capital Ulaanbaatar, which is the center of Mongolia's economy, and expansion of the city has the impact on the deterioration of the urban environment. Based on the Ulaanbaatar Master Plan and other urban development policies of Mongolian Government, this program supports maintenance and enhancement of urban function through improving infrastructure, in collaboration with other development partners and with priorities to utilizing Japan's expertise.	1. Infrastructure supports the economic growth /transportation system improvement/									
		New Ulaanbaatar International Airport Construction Project(I)(II)	LA							656.57	
		Project for Human Resouce Development and O&M Capacity Development for New Ulaanbaatar International Airport	TCP							-	Technical Assistance under Finance and Investment Account
		Project on Strengthening the Capacity for Occupational Safety Management in the Construction Sector	TCP							-	
		JICA Partnership Program for the improvement of transort and urban development	JPP							-	
		Transportation Sector	TR							-	
		2. Base substructure of the city, water, power supply which public service infrastructure framing									
		The Programme for Ulaanbaatar Water Supply Development in Gachuurt	GA							33.05	Also covered on the other programs
		Study on the Strategic Planning for Water Supply and Sewerage Sector in Ulaanbaatar City	TCDP							-	Also covered on the other programs
		Management of Water Resources and Disaster Mitigation	TR							-	
		JICA Partnership Program for the improvement of basic urban infrastructure and utility development	JPP							-	
		Ulaanbaatar Thermal Power Plant No.4 Optimization Project	LA							42.01	
		Energy Sector	TR							-	
		3. City environment, environment management improvement									
		Project for Strenghtening the National Capacity of Earthquake Disaster Protection and Prevention in Mongolia	TCP							-	
		The Project for Improvement of Capacity of Fire Fighting Techniques and Equipment in Ulaanbaatar	GA							8.40	
		Capacity Development Project for Air Pollution Control in Ulaanbaatar City Phase 2	TCP							6.00	
		Study on Co-benefits type pollution control for Heat Only Boiler	TCP							1.96	Ministry of the Environment of Japan
		Project for establishment of sustainable national GHG inventory system though capacity building for GHGinventory	TCP							-	
		Management and Protection of Natural Environment	TR							-	
JICA Partnership Program for the improvement of urban environmental management and improvement	JPP							-			

Improving the Urban Function of Ulaanbaatar

Volunteers on Field of Environment Conservation	JOCV/SV							-	
Community-led Infrastructure Development for the Urban Poor in Ulaanbaatar (phase 2)	ML							2.87 mill. USD	WB (JSDF)
Tuul River Improvement Project	ML							1.0 mill. USD	ADB (JFPR)
The Project for Human Resource Development Scholarship (JDS)	GA							9.54	Also covered on the other programs
4. City planning, proponent frame of the city development									
Improvement for Planing and Implementation Skills of Ulaanbaatar Master Plan	TCP							3.40	
Urban Development Sector(TA)	TR							-	
Ulaanbaatar Urban Transport Capacity Dvelopment(TA)	ML							1.0 mill. USD	ADB (JFPR)
The Project for Human Resource Development Scholarship (JDS)	GA							9.54	Also covered on the other programs
Ulaanbaatar Urban Services & Ger Area Development(TA)	ML							1.5 mill. USD	ADB (JFPR)
Ulaanbaatar Affordable Housing and Urban Renewal Project	ML							1.0 mill. USD	ADB (JFPR)
Ulaanbaatar Wastewater Expansion Programme Feasibility Study(TA)								-	EBRD(JECF)
Ulaanbaatar Solid Waste Modernisation Project Feasibility Study(TA)								-	EBRD(JECF)

Legend: [GA]=Grant Aid, [CGA]=Cultural Grant Aid, [LA]=Loan Aid (ODA Loan), [TCP]=Technical Cooperation Project, [TCDP]=Technical Cooperation for Development Planning, [TR]=Issue-based Training, [CTR]=Country-focused Training, [JPP]=JICA Partnership Program, [STC]=Science and Technology Cooperation on Global Issues, [JOCV]=Japan Overseas Cooperation Volunteers, [SV]=Senior Volunteers, [NGO Grant]=Grant Aid for Japanese NGO's Projects, [ML]=Multilateral Cooperation