

Annex of the Country Assistance Policy

Rolling Plan for the Republic of Moldova

Basic Line (High Target)	Sustainable Economic Development and Poverty Reduction											
Priority Area 1 (intermediate objectives)	Industry Promotion											
Development Issue (small goals)  Industry Promotion	<p>Current situation and tasks: Despite the fact that agriculture and food processing are dominant in the industrial structure of Moldova in terms of their contribution to GDP and employment in recent years, the contribution of agriculture to GDP of the country has declined, and other sectors of the industrial structure (second- and third-order) demonstrate growth. On the other hand, although engineering products have substituted the agricultural sector in the Moldovan structure of exports, agricultural products and foodstuffs still remain the largest contributor. In agriculture, there are problems in low competitiveness of products, low investment capacity from small farmers, dependence on weather conditions, etc. At the same time in the non-agricultural sector there is no industry with enough force for economic growth; the sector lacks investments and human resources in small to medium-sized enterprises in various branches of industry.</p>					<p>Strategy for the development needs: Along with providing assistance to the agriculture and food industry, the aim is to provide support to small and medium-sized enterprises in the agricultural and non-agricultural sectors to ensure industrial growth and transition to an export-oriented economy, as well as creating new jobs. Apart from preparing the labor force through continuous learning, provide effective support assessing the impact of the Deep and Comprehensive Free Trade Agreement (DCFTA) with EU. Additionally, study the possibility of dissemination and use of Japanese technologies for development purposes assessing the spheres for assistance.</p>						
	Japan's Assistance Program	Program Summary	Project	Scheme	Schedule						Assistance Amount (100 million JPY)	Note
	Program for Promotion of Industry	The program aims to develop and strengthen the agriculture and food industry, which are the key industries of the country, as well as small and medium-sized enterprises in other sectors that show potential for further development, through human resource development and capacity building support for the government institutions in the promotion of the agricultural sector and small and medium enterprises.	Training in Agriculture and Industry Promotion	TR	Before 2014	2015	2016	2017	2018	2019		
		Function Improvement of the Center for Business Excellence	GA									

Priority Area 2 (intermediate objectives)	Improvement of Public Services in Medicine and Education												
Development Issue 2-1 (small goals)  Improvement of Public Services in Medicine and Education	<p><b>Current situation and tasks:</b></p> <p>In order to cope with institutional exhaustion and demographic changes after the regime collapsed, it is necessary to promote the system efficiency and improve the financial aspects of social security and education in Moldova. Although the introduction of public health insurance and unification of secondary and tertiary medicine achieved a measure of success as a response to the inefficient healthcare system (inherited from the socialist era, and a problem of increasing personal expenses related to health insurance), it is necessary to resolve such problems as changes in the structure of morbidity (a growth of noncommunicable diseases), and increasing financial burden in future because of the aging population. In education issues such as, promotion of system efficiency and assurance of funding, access to compulsory education and facilities maintenance etc. are viewed as important.</p>					<p><b>Strategy for the development needs</b></p> <p>The purpose of providing assistance is to improve people's living standards in Moldova by supporting the ongoing reforms in healthcare and education. Avoiding duplication of support provided by the World Health Organization and EU, along with the modernization of health facilities, implemented within the framework of Kusanone Human Security Program, support the development of the whole system by conducting researches and introducing new medical equipment in compliance with the changes in morbidity patterns. The main goal in the educational sphere is to provide support in modernization of education facilities and equipment, especially in primary educational institutions. Moreover, providing support within a multilateral scheme is possible in particular cases that aim at prevention of human trafficking and assistance for people with disabilities.</p>							
	Japan's Assistance Program	Program Summary	Project	Scheme	Schedule					Assistance Amount (100 million JPY)	Note		
					Before 2014	2015	2016	2017	2018	2019			
		The program supports the improvement of educational environment and modernization of medical equipment and services. It aims to provide effective support for the public services, avoiding duplication of the other donors' support.	Improvement of Medical Service	LA							59.26		
			Non-Project Grant Aid for Provision of Industrial Products	GA							3.00		
			Non-Project Grant Aid for Provision of Products Produced by Japanese SMEs	GA							1.00		
			Project for Improvement of Medical Equipment Maintenance and Operation	TCP									Project for Improvement of Medical Services, change of project title
			Grant Assistance for Healthcare	GA								0.49	Grassroots Human Security Projects
			Training in Healthcare	TR									
			Training in Education	TR									
	Integration of Children with Disabilities into Mainstream Schools		ML								3.00	World Bank and Japan Policy and Human Resources Development Fund (PIRD)	
	Project for Effective Use of Biomass Fuel		GA										
	Training in Disaster Prevention		TR								11.54		

Legend: [PS] = Preparatory Survey, [TCP] = Technical Cooperation Project, [TCDP] = Technical Cooperation for Development Planning, [EXP] = Expert, [EQ] = Equipment, [CTR] = Country-focused Training, [TR] = Issue-based Training / Area-focused Training / Training Program for Young Leaders, [JOCV] = Japan Overseas Cooperation Volunteers, [SV] = Senior Volunteers, [TEXP] = Third-country Expert, [TTR] = Third-country Training, [STC] = Science and Technology Cooperation on Global Issues, [ss-TA] = Technical Assistance implemented by organizations other than MOFA and JICA, [GA] = Grant Aid (other than specific grant aid schemes listed below), [NPGA] = Non-Project Grant Aid, [GHGA] = Grassroots Human Security Grant Aid, [JNGA] = Grant Aid for Japanese NGO's Projects, [CGA] = Cultural Grant Aid, [GCGA] = Grassroots Cultural Grant Aid, [LA] = Loan Aid (Yen-Loan), [ML] = Multilateral Cooperation