

December 26, 2016

**Naonobu Minato**

## **Development Project and ODA Loans**

**Term:** Winter

**Instructor:** Naonobu Minato

### **Course Description:**

“Development Project and ODA Loans” is designed to provide students with a practical and academic knowledge of the financing development project in developing countries. Development projects includes infrastructure projects supported by ODA (Official Development Assistance) Loans. One of the most important elements for these development projects is financial elements such as capital, fund and budgets. The course focuses on theory and practices of development projects financed by loans including JICA's Yen Loans. We will start with review of Japan's ODA and Loans as aid modality. The course covers role of financial institutions in Asia and Africa, importance of financial sustainability and financial project management, and discussion such as grant versus loans, absorptive capacity and debt issues. Also, we will discuss about demand of infrastructure in Africa, and the role and issues of financial institution in Africa.

The course introduces some cases and lectures' experience, which enables students to understand the role of loans for development projects. A student needs to submit a report and make a presentation focusing on one project that he/she find out.

### **Course Structure:**

The course will be a combination of lectures, presentations, and discussions.

### **Course Evaluation:**

In determining your course grade, your work will be evaluated approximately in accordance with the following weights:

Report and Presentation (70%)

Participation on discussions and assignment (30%)

### **Course Outline:**

1st Class

Introduction of Development Project and ODA Loans (the purpose, contents, approach, and

schedule)

## 2nd Class

Overview of Japanese ODA: ODA and Loans as aid modality

(Reference)

Ministry of Foreign Affairs, website

JICA, website

OECD, DAC, website

“The where” of development Finance: Towards better targeting of concessional finance, OECD/DAC, 2013

International Development Assistance: Evolution and Prospects with specific reference to the World Bank and Japan, T. Akiyama, S. Akiyama and N. Minato, FAISD, 2003

## 3<sup>rd</sup> Class

Planning and evaluating development projects from financial point of view

(Reference)

Project Cycle Management, Monitoring and Evaluation, FASID

Evaluation handbook for ODA Loan projects, JBIC, 2006

Thematic Evaluation on Economic Benefits of the Smooth Implementation of Japanese ODA, JICA, 2012

## 4<sup>th</sup> Class

Financial sustainability and project management: maintenance costs, revenue and budget

(Reference)

JICA's Position Paper on Public Financial Management (PFM), JICA, 2014

## 5<sup>th</sup> Class

Characteristics of loan projects by Asian Development Bank

Arguments in favour of loans and against loans

Loans, absorptive capacity and debt issues

(Reference)

ODA Loans: Investments and End Poverty discussion paper, Development Initiative, 2013

Economic Development: Theory and Practice for a Divided World, Stuart R. Lynn, 2003  
Challenging Foreign Aid, Steven Radelet, Center for Global Development, 2003

6<sup>th</sup> Class

Case of Development Projects supported by JICA with loans

7<sup>th</sup> Class

Role and issues of development financial institutions in Africa  
Risks and Governance for Development Financial Institutions

(Reference)

Worldwide Governance Indicators [www.govindicators.org](http://www.govindicators.org)

8<sup>th</sup> Class

World Bank Loans and Japan as Recipient

(Reference)

International Development Assistance: Evolution and Prospects with specific reference to the World Bank and Japan

9<sup>th</sup> Class

Reports and Presentations by students

10<sup>th</sup> Class

Summing up and comments