

**INDICATIVE PIPELINE OF PROJECTS FOR TRANCHES 2 AND 3
OF THE INVESTMENT PROGRAM**

1. Tranche 2 of the investment program will be processed from 2017–2018 and will include the following subprojects for which ADB will provide \$200 million:

(i) **Small and Medium-Sized Enterprise (SME) development component**

1. Strengthening SME business development services (BDS) in Guangxi for \$28 million to improve and/or provide comprehensive services to SMEs in Baise, Chongzuo, and Fangchenggang. These include provision of training, human resource, market information, financial and legal advisory services, auditing, project appraisal, and other services.
2. Qinzhou twin park vocational education and training base for \$12.0 million to construct an on-the-job training building, outsourcing service infrastructure facility, an exhibition center, and other auxiliary facilities.

(ii) **Cross-border financial services component**

1. Development of a cross-border financial services center in the Pingxiang border economic zone (BEZ) for \$7.0 million, to build the PRC-ASEAN financial transaction center that will provide currency swap, settlement and payment, and other financial services.

(iii) **Cross-border e-commerce component**

1. Development of a cross-border e-commerce park in Pingxiang BEZ to serve the agriculture trade between the PRC and Viet Nam for \$15.0 million. This covers incubator and related facilitation services, including an information exchange platform, international post and parcel processing system, cross-border trade and logistics information management platform, etc.
2. Development of the Fangchenggang cross-border e-commerce incubation park for \$12.0 million to build infrastructure facilities for research and development, production and operation; develop an integrated ICT and network infrastructure systems; provide training and advisory services related to policy, financing, legal framework and marketing, as well as training of e-commerce operators, including SMEs and individual traders.
3. Development of the PRC-ASEAN agriculture trade facilitation platform in Longbang BEZ, with a total investment cost of \$9.0 million (possibly through a public–private partnership modality), that will include a block train system, quality and sanitary and phytosanitary (SPS) inspection platform, logistics information platform; new cold storage facility; import and export animal and plant quarantine and inspection center, etc.

(iv) **Cross-border connectivity component**

1. Improvement of the Daxin Shulong-Detian-Renai Road for \$19.0 million, to build an access road connecting the Shulong border crossing point (BCP),

the Detian cross-border waterfall tourism park, and Renai town. The work includes foundation improvement, construction of bridges and tunnels, road surface layers, and transport facilities, etc.

2. Development of cloud computing and big data center in Qinzhou, including an exhibition center and management center, for \$25.0 million.

(v) **BEZ infrastructure and services component**

1. Construction of a comprehensive cargo inspection area in Dongxing BCP Bridge II including customs services, SPS, and auxiliary facilities for \$16.0 million.
2. Road construction in Pingxiang BEZ for \$19.0 million that covers the expansion of road from Kafeng to Nonghuai BCP linking Viet Nam's Coc Nam BCP; and building of a new road from Nonghuai BCP to Puzhai BCP linking Viet Nam's Tan Thanh BCP.
3. Infrastructure development for Longbang BEZ for \$29.0 million to build distribution areas at the cross-border trade bazaar, cross-border tourism zone, regular trade zone, inspection zone, comprehensive services zone and other related functional areas, as well as the construction of a business and administration building.
4. Expansion of the Baise Yuexu border trade service center for \$7.5 million to include the development of storage, parking lot, inspection zone, landscaping, water supply, power supply, and road widening.

(vi) **Project Management**

1. Institutional support for the executing agency (EA) and implementing agencies (IAs), including capacity building and advisory assistance for project management and implementation, and preparation of Tranche 3 projects for \$1.5 million.
2. Tranche 3 of the investment program will be processed in 2018–2019 and will include the following subprojects for which ADB will provide \$120 million:

(i) **Cross-border financial services**

1. Development of the Dongxing BEZ financial service center to provide currency exchange, settlement and payment services for \$15 million.

(ii) **BEZ infrastructure component**

1. Construction of Namushan Avenue in Dongxing BEZ for \$8.0 million to include road, bridge, transport, drainage, lighting, and greening, etc.
2. Dongxing BEZ Integrated Road Network for \$ 35.0 million.
3. Development of a water supply and sewage treatment in Baise Yuexu industrial park for \$10.0 million that will cover the construction of a water supply and wastewater treatment plant.

4. Chongzuo ASEAN food industrial park waste water treatment for \$13 million.

(iii) **Connectivity**

1. Infrastructure improvement for upgrading of Daxin Shuolong BCP for \$22.5 million to comprise of: (i) a BCP service center, (ii) a cargo inspection yard, (iii) bonded warehouses, (iv) an inspection channel, (v) an office building for customs, immigration, inspection and quarantine, border management, etc. (vi) a special smoking and steaming chamber for SPS inspection, (vii) roads within the BCP area, (viii) an open cargo storage yard and parking area, (ix) power and water supply, waste disposal, fences and controlled access for cargo storage yard, (x) fences and front gate for cargo yard, (xi) improvement of access roads to Shuolong BCP and new roads within the BCP area, (xii) other corresponding construction items, and (xiii) construction of an administration building and dormitory for Customs, SPS, and immigration officers in Daxin City.
2. Development of the PRC–ASEAN information harbor cross-border data center for \$15 million that will involve the construction of a big data center, cloud data platform, and related facilities.

(iv) **Project Management Support**

1. Institutional support, capacity building and advisory assistance for the EA and IAs in project management and implementation for \$1.5 million.