

projects. He said that although the project was small, it was very significant in ensuring provision of adequate facilities to the newly built market to make the market functional.

3. Remarks by Mr. Jose Anuno, District Administrator, Oecusse District

D.A. thanked everyone for their presence in the PSC. He said that the project has been delayed due to the rainy season but hoped that it is still relevant to provide benefits to the community. He said that once the facilities are in the place, people from Tono market will be moved to the new location.

4. SCAQI Progress Presentation by Mr. Alexandre Sarmento, UNDP

See attached power point handout

5. Discussion of Budget Reallocation and Designs/Costings

PSC approved the new design of water piping, paving and electricity that was presented by UNDP. PSC also unanimously approved the reallocation of funds from different components. There was a small concern over whether the funds will be sufficient to cover the electric power lines but the representative from EDTL confirmed that the cost estimate is realistic because some materials are already available. There was also a question from UNDP of whether this should be instead a government's responsibility but the response was that government's plan to provide electricity to the area will take some time as there is no budget allocation so far. There is also an issue of social jealousy of surrounding communities but since this will be provided to the communities public market, it will actually benefit larger communities.

6. Formal Approval of FEEO as Contracting Partner

It was officially noted that FEEO is now engaged as a contracted partner with all relevant paperwork completed to this effect. This was acknowledged even in the first PSC minutes.

7. Closing Remarks

H.E. Cristiano Da Costa closed the meeting at 15:30.

Prepared by: UNDP

Noted by:

Pradeep Sharma

Signature: _____

Date: _____

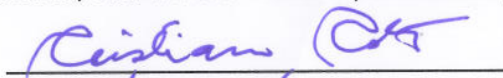

18 May 2010

Approved by:

H.E. Cristiano Da Costa, Vice-Minister Economy and Development

Signature: _____

Date: _____


18 May 10