United Nations Development Programme (UNDP)

Country: TURKEY Project Document

Project Title: Applied SME Capability Building Center (Model Factory)

<u>UNDCS Outcome(s):</u> 1.1. By 2020, relevant government institutions operate in an improved legal and policy

framework, and institutional capacity and accountability mechanisms assure a more enabling (competitive, inclusive and innovative) environment for sustainable, job-rich growth and

development for all women and men.

Expected Country Programme Action Plan Outcome:

Outcome 1

Expected Output(s): 1.1.1. Systems and institutions enabled to achieve structural transformation towards

sustainable equitable employment and productivity growth.

Implementing Partner: Ministry of Science Industry and Technology (MoSIT, DG for Productivity)

Brief Description

The purpose of the project is to identify an appropriate business model, complete with a business plan and cost estimates, for establishment of an Applied SME Capability Center (a.k.a. Model Factory) in Turkey, and improvement of the institutional capabilities of the Ministry of Science, Industry and Technology (DG for Productivity) for establishment and operationalization of such a center. This will be achieved through:

- Identification of the sectors that a model factory (MF) should target, the type of capability building services that an MF should render and possible location(s) (i.e. provinces) where an MF (or MFs) could be established in Turkey.
- Identification of an appropriate model(s) for establishment of a model factory in Turkey.

MIM

• Development of a detailed business plan, complete with estimated investment costs, and preparation of training modules (incl. training materials for 2 modules), required for operationalization of the model factory.

Programme Period 2016-2020 2015-2016 AWP Budget (including GMS) 450.000,00 USD Key Result Area (Strategic Plan): Poverty Reduction Total resources required: 450.000.00 USD ATLAS Award ID Total allocated resources 450,000,00 USD Start date December 2015 Government (MoSIT, 2015-2016) 450.000,00 USD End date December 2016 GMS (3%) 13.410,00 USD **PAC Meeting Date** 4 December 2015

Agreed by the Government of Turkey:

Agreed by the Ministry of Science Industry and Technology:

Agreed by UNDP

Management Arrangement:

04-12-2013

DIVANLIOĞLU Elçi

> raflı Ekonomik İşler **Mu**dur Yardımcısı

SITUATION ANALYSIS

Economic growth strategy of Turkey's 10th Development Plan prioritizes two critical concepts: industrialization and productivity. In due course, the Plan includes a transformational program, geared towards "Enhancing Productivity in Manufacturing Industry". National data shows that the productivity levels of the SMEs and the value added they create are significantly lower than those of the large enterprises (e.g. the value added created at factor costs by large enterprises is twice as much as that of SMEs). Thus, increasing the productivities of the SMEs is not only an important means for enhancing economy-wide productivity, but also one of the primary objectives of the Plan.

Improving productivities of SMEs is also one of the strategic objectives of Turkey's present SME Strategy and Action Plan (2015-2018). SME-SAP defines five strategic areas, first of which aims at improving competitiveness of the SMEs and facilitating their growth. The first strategic objective under this strategic area focuses on institutionalization, branding and productivity of the SMEs. Similarly, Turkey's Productivity Strategy and Action Plan (2015-2018) pays a special attention to productivity levels of the SMEs in the manufacturing industry. The sixth objective of the P-SAP includes, among others, measures geared towards improving productivities of SMEs, falling under the fourth transformation area, defined in the P-SAP.

The present project, which aims at identification of an appropriate business model for establishment of an Applied SME Capability Development Center, will contribute to the productivity-related objectives set forth in the SME-SAP and P-SAP. Applied SME Capability Centers deploy experiential learning techniques to improve capabilities the SMEs. SMEs (owners, managers and employers) can be trained on a wide variety of issues ranging from lean manufacturing to energy efficiency. The unique value proposition of such centers is that trainees can directly deploy their learnings at their manufacturing facilities.

UNDP CO in Turkey has implemented several projects to improve competitiveness of the SMEs in Turkey, and hence has accumulated significant know-how on the challenges faced by the SMEs. This will be quite important in identification of services to be rendered at an Applied SME Capability Center. In addition to projects targeting SMEs, UNDP CO has cooperated with the Ministry of Science, Industry and Technology on matters related to organized industrial zones, regional competitiveness and clustering. As such, UNDP has privileged and unmatched experience in defining the ecosystem in which Applied SME Capability Centers in Turkey may operate. During UNDP's support to the Ministry on development of the cluster support program, comparative assessments have been made across regions and clusters in Turkey. This knowledge and experience will be instrumental in identification of the most appropriate location for an Applied SME Capability Center in Turkey. Another important contribution that UNDP will make concerns identification of alternate governance models for Applied SME Capability Centers. UNDP's vast experience in governance, strong relations with the actors in the ecosystem, and impartial position and convening power will be strong assets to be leveraged. UNDP's ongoing work on energy efficiency in industry, and electric motors are also important elements that will significantly improve the efficiency of project implementation. Finally, UNDP's strong international network and outreach capacity will facilitate international analysis to be conducted within the scope of the Project. In short, UNDP's involvement in the Project is expected to improve the efficiency and effectiveness of the Project through deployment of UNDP's rich experience in Turkey and international network.

In addition, the knowledge and experience in establishment of an applied SME Capability Development Center is highly specialized and available in the international markets. UNDP's strong international networking capabilities and means for accessing specialized knowledge will help Ministry access such information as well in a cost efficient manner.

II ANNUAL WORK PLAN

Year: 2015-20161

EXPECTED OUTPUTS	PLANNED ACTIVITIES		TIME	TIMEERAME				DI ANIMED GIBOGET	
	(and Actions)			T T		RESPONSIBLE		PLANNED BUDGE	
Colon		δ	8	ဗ	Q	PARTY	Funding Source	Budget Description	Amount (\$)
Output 1: Institutional Canabilities to Establish and	1. Analysis towards establishment of a				×	Ministry of Science	Government -	71200 Int'l Consultants	
Operationalize an Applied SME	ί.					Industry and Technology (DG for	Ministry of Science Industry and	71300 Local Consultants	
Capability Building Center (Model factory) Business Model	Primary research c. development of a needs					Productivity)	Technology (DG for Productivity)	71600 Travel	
Baseline.	assessment report						(6	72100 Contractual Svc	97.500,000
No SME Capability Center								72500 Supplies	
Indicators:	- 44							74100 Professional Svc.	
SME Capability Center Business Model and Disc		ŧ						74500 Misc. Expenses	2.500,00
 Training Curriculum (ToT) 	2. Modelling towards establishment of a					Ministry of Science	Government –	71200 Int'l Consultants	•
 Training modules Training materials 	a. Analysis of good practices					Technology (DG for	Industry and	71300 Local Consultants	f
	b. Development of afternate models c. Scenario analysis					Productivity)	Technology (DG for Productivity)	71600 Travel	P
Fargets (2015):	 d. Development of curricula (SME trainings and training of trainers) 						\{\bar{\chi}_{\chi}\}	72100 Contractual Svc	1
	e. Training simulation							72500 Supplies	\$
Related CP outcome: Systems and institutions enabled				4				74100 Professional Svc.	•
to achieve structural						The state of the s		74500 Misc. Expenses	j
transformation towards sustainable equitable employment	3. Development of business models and training					Ministry of Science	Government –	71200 Int'l Consultants	b
and productivity growth.						Technology (DG for	Ministry of Science Industry and	71300 Local Consultants	•
	 identification of physical investment needs and technical 					Productivity)	Technology (DG for Productivity)	71600 Travel	1
	requirements	,					(6	72100 Contractual Svc	1
	(statement of works for the model							72500 Supplies	ŧ
	ractory building) d. Development of training modules							74100 Professional Svc.	ı
And the second s	(10) and training materials (2)							74500 Misc. Expenses	F
The state of the s	of measurement of the second o							GMS (3%)	3.000,00
TOTAL									103.000,00
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Project budget is subject to revision and reallocation between categories and activities as needed/required. UNDP's Corporate Cost Recovery Policy shall be applicable for reimbursement of UNDP's direct implementation support costs.

¹ Due to possible delays in the signature process these activities could be transferred to 2016 Q1.

Year: 2016

EXPECTED OUTPUTS	PLANNED ACTIVITIES	/ITIES		TIMEF	MEFRAME		RESPONSIBLE		PLANNED BUDGET	
	(and Actions)) 	۵1	92	83	8	PARTY	Funding Source	Budget Description	Amount (\$)
Output 1: Institutional Capabilities to Establish and	1. Analysis towards establishment of a	lishment of a	×				Ministry of Science	Government -	71200 Int'l Consultants	£
Operationalize an Applied SME	3						Industry and Technology (DG for	Ministry of Science Industry and	71300 Local Consultants	•
(Model factory) Business Model	b. Primary research c. development of a needs	spee					Productivity)	Technology (DG for Productivity)	71600 Travel	f
Baseline:	assessment report							<i>(</i>	72100 Contractual Svc	
No SME Capability Center	1100							***************************************	72500 Supplies	1
Indicators:									74100 Professional Svc.	F
SME Capability Center Business Model and Plan									74500 Misc. Expenses	•
Training Curriculum (ToT)	2. Modelling towards establishment of a model factory	blishment of a	×	×	120		Ministry of Science	Government –	71200 Int'l Consultants	
Iraining modules Training materials	a. Analysis of good practices	actices					Technology (DG for	Industry and	71300 Local Consultants	
Townston (2006)		ernate models					Productivity)	Technology (DG for Productivity)	71600 Travel	10.000,00
 Iargets (zu16); SME Capability Center 	d. Development of curricula (SME trainings and training of trainers)	rricula (SME ftrainers)							72100 Contractual Svc	132.500,00
Business Model and Plan (1)	e. Training simulation								72500 Supplies	
 Training Curriculum (ToT) Training modules (10) 									74100 Professional Svc.	
Training materials (for 2 modules)									74500 Misc. Expenses	2.500,00
	3. Development of business models and training	ss models and		×	×	×	Ministry of Science	Government –	71200 Int'l Consultants	
Related CP outcome: Systems and institutions enabled	a. Development of business plan	siness plan			,		Technology (DG for	Industry and	71300 Local Consultants	15.000,00
to achieve structural	investment needs and technical	echnical					Productivity)	Technology (DG for Productivity)	71600 Travel	15.000,00
sustainable equitable employment	requirements c. Preparation of technical drawings	nical drawings							72100 Contractual Svc	145.000,00
and productivity growth.	(statement of works for the model	the model		•					72500 Supplies	5.000,00
	d. Development of training modules	ning modules							74100 Professional Svc.	10.000,00
	(10) and training materials (2)	als (2)							74500 Misc. Expenses	1.590,00
TOTAL SECTION STATE STAT						Trees, and the same			GMS (3%)	10.410,00
TOTAL										347.000,00

Project budget is subject to revision and reallocation between categories and activities as needed/required.
 UNDP's Corporate Cost Recovery Policy shall be applicable for reimbursement of UNDP's direct implementation support costs.

III MANAGEMENT ARRANGEMENTS

A Project Board (PB) is going to be established. PB will be responsible for the overall direction and management of the project. The Project Board will approve all major plans and authorize any major deviation from agreed plans. PB will ensure that required resources are committed, will arbitrate on conflicts (if any) within the project, and will negotiate a solution to any problems between the project and external bodies.

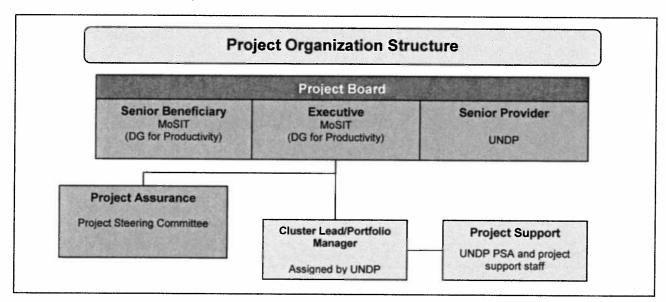
During the implementation of the project specific roles of the PB will include:

- · provision of overall guidance and direction to the project, ensuring it remains within any specified constraints
- review of each completed stage and approval of progress to the next
- review and approval of plans and any exception plans

At the end of the project PB will:

- · assure that all products have been delivered satisfactorily
- approve the End Project Report
- approve the Lessons Learned Report
- decide on the recommendations for follow-on actions and the passage of these to the appropriate authorities
- approve, where appropriate, of a Post-Project Review Plan

The PB will be composed of the Ministry of Science Industry and Technology (as the Executive and the Senior Beneficiary), Ministry of Development and Ministry of Foreign Affairs (Advisory Members) and the UNDP (as the Senior Provider). The Executive is the key decision maker with advice and commitment from UNDP. MoD and MFA takes an advisory role in the Project Management Board.



The PB will convene within 10 days upon signature of the present project document. At its first meeting the PB will decide on the members of the project steering committee (i.e. project assurance), and the functions and working principles of the Project Steering Committee (PSC).

The Intellectual Property Rights of all the outputs of the project will vest in the Ministry of Science Industry and Technology upon completion of the project. The name and emblem of the UNDP can be used only in direct connection with the Project, and subject to prior written consent of the UNDP Resident Representative in Turkey.

The Project will be subject to NIM audit, and related costs will be charged against the project budget.

IV MONITORING AND EVALUATION FRAMEWORK

Within the annual cycle

- On a quarterly basis, a quality assessment shall record progress towards the completion of key results, based on quality criteria and methods captured in the Quality Management tables below.
- An Issue Log shall be activated in Atlas and updated by the Project Manager to facilitate tracking and resolution
 of potential problems or requests for change.
- Based on the initial risk analysis submitted (see annex 1), a risk log shall be activated in Atlas and regularly
 updated by reviewing the external environment that may affect the project implementation.
- Based on the above information recorded in Atlas, a Project Progress Reports (PPR) shall be submitted by the Project Manager to the Project Board through Project Assurance, using the standard report format available in the Executive Snapshot.
- a project Lesson-learned log shall be activated and regularly updated to ensure on-going learning and adaptation within the organization, and to facilitate the preparation of the Lessons-learned Report at the end of the project
- a Monitoring Schedule Plan shall be activated in Atlas and updated to track key management actions/events

Annually (i.e. at the end of the first year)

- Annual Review Report. An Annual Review Report shall be prepared by the Project Manager and shared with the Project Board and the Outcome Board. As minimum requirement, the Annual Review Report shall consist of the Atlas standard format for the QPR covering the whole year with updated information for each above element of the QPR as well as a summary of results achieved against pre-defined annual targets at the output level.
- Annual Project Review. Based on the above report, an annual project review shall be conducted during the fourth quarter of the year or soon after, to assess the performance of the project and appraise the Annual Work Plan (AWP) for the following year. In the last year, this review will be a final assessment. This review is driven by the Project Board and may involve other stakeholders as required. It shall focus on the extent to which progress is being made towards outputs, and that these remain aligned to appropriate outcomes.

Quality Management for Project Activity Results

Activity Result 1 (Atlas Activity ID)	Analysis towards	establishment of a model factory	Start Da End Da	
Purpose	type of capability where an MF (or	the first activity is to identify (a) the sectors y building services that an MF should rende MFs) could be established in Turkey. The s 's future decisions on where to establish a m	r and (c) the possible lo tudies to be conducted to	ocation(s) (i.e. provinces) within the first activity will
Description	(Source: 10 th Nicapabilities of SNicapabilities o	research: Quantitative and qualitative secuelevant national plans, programs, action previewed. A shortlist of three provinces will for each shortlisted province. A report jus	ory may contribute to it condary resources, incl. the lans, sectoral strategies be developed. On averatifying the shortlisted provincer) among the target province with the universerviews will be held with the universerview will be held with the universerview.	mproving manufacturing the national development s, regional development age five target sector will provinces and the target sectors and 30 SMEs in sities, private sector, civil the organizations which secondary research and te the provinces where a
Quality Criteria		Quality Method	Timeframe	Date of Assessment
Shortlist of provinces &	target sectors	Shortlist of provinces & target sectors	12.2015 - 01.2016	January 2016
Needs assessment rep		Needs assessment report	12.2015 - 01.2016	January 2016

Quality Management for Project Activity Results (continued)

Activity Result 2 (Atlas Activity ID)	Modelling towar	ds establishment of a model factory		rt Date: d Date:	01.2016 03.2016
Purpose	The purpose of in Turkey.	this activity is to identify the model a			
Description	ways. According reviewed. This at an alyzing the model, service organization as ustainability practices, an Ministry. A good b. Developm scope of the alternate "Applications of the during analyse and disadval	are applied SME capability building gly, different options and scenario activity result will be achieved throughout of good practices: The "key success good practices in other countries, ice delivery mechanisms, curricular structure, partnership structure, Structure, partnership structure, Structure, and international partnership of practice analysis report and international practice analysis report and international practice analysis report and international structure, structure	s for establishing such ce h 5 actions, as described be as factors (KSFs)" of a modern analysis of good practice, results etc. The KSFs and relations, sectoral scores in the participation of the secondary research tood practices, scenario and are models will be produced thoroughly for each alterified. These will culminate	el factory will tices will commay include pe, financial simil be identified a 5 representation be carrieallyses will be do. The KSF nate model.	Il be identified be ver managemer e inter alia the and institutional entified as goontatives from the red. ed out within the conducted and so to be identified and advantage
	identified, an estimated. Ti prepared. d. Developm analyses two trainings and identification	analysis: A macro cost-benefit and short-, medium- and long-term econe CBAs will be transformed in the ment of curricula (SME trainings a concern three) SME capability training of trainers will be developed of special-purpose software to be used institution: For one area (topic) a training of training of training training of training	alysis will be conducted for commic and social impact escenario analysis, and a social impact escenario analysis will for these two (or at most the ed at these training program	epected to be enario analy ased on the be determin aree areas).	e accrued will b sis report will b outcomes of th ed. Curricula fo This may involve
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Quality Criteria good practice analysis nternational study visit	identified, an estimated. Ti prepared. d. Developm analyses two trainings and identification e. Training s	analysis: A macro cost-benefit and short-, medium- and long-term econe CBAs will be transformed in the ment of curricula (SME trainings a to (or at most three) SME capability training of trainers will be developed of special-purpose software to be us imulation: For one area (topic) a training of trainers will be developed of special-purpose software to be us imulation:	alysis will be conducted for commic and social impact escenario analysis, and a social impact escenario analysis, and a social impact escenario analysis, and a social impact to a social impact in the social impact in the social impact impact in the social impact impact in the social impact escenario analysis, and a social impact escenario analysis in the social impa	ased on the be determinate areas). The contract of the contrac	e accrued will be accrued will be accrued will be outcomes of the ed. Curricula for this may involve example.
good practice analysis nternational study visit	identified, an estimated. Ti prepared. d. Developm analyses two trainings and identification e. Training s	analysis: A macro cost-benefit and short-, medium- and long-term econe CBAs will be transformed in the ment of curricula (SME trainings a polyment of curricula (SME trainings a polyment of trainings of trainings of trainings of special-purpose software to be usuimulation: For one area (topic) a training good practice analysis report and international study visits	alysis will be conducted for commic and social impact escenario analysis, and a social impact escenario analysis will for these two (or at most the ed at these training program ining simulation will be preguing simulation will be preguing simulation.	ased on the be determinate areas). ared as an e	e accrued will be sis report will be outcomes of the ed. Curricula for This may involve example.
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Quality Management for Project Activity Results (continued)

Activity Result 3 (Atlas Activity ID)	Development	of business models and training	Start End D	
Purpose		of this activity result is to produce a detaile ining modules (incl. training materials for		
Description	the Ministry's of a. Develop by the Min	pe of Activity Result 2, the Ministry will iden decision, and is composed of 3 actions, as d ment of business plan: A 3-year business istry. The business plan will include detail	escribed below: s plan will be produced fed estimations of reven	for the model to be chose tue and expenditures, an
	plan will als strategy, go for the MF.	sible sources of income to ensure financia so detail the services to be rendered at the overnance and management structure of the cation of physical investment needs	MF, and the target grou e MF. This action will cu	ips, business developme ilminate in a business pla
	(infrastructu determined construction machinery estimated c way to fulfil	are, superstructure, machinery, equipment. The infrastructure and superstructure concerts, determined announced by the releand equipment will be identified in detail toosts of such machinery, equipment and so I requirements of a potential future Public In	and software) needs of sts will be determined to evant government author hrough a market resear oftware. These studies we prestment Proposal to be	the model factory will to pased on the approximal prities. The requirement rich which will also includiful the conducted in such a submitted by the Minist
	c. Prepara action 2.c. detailed eng d. Develop 10) that will in accordan also be prod	inding for establishment of the model factor into Report. Ition of technical drawings (statement of the location of the model factory will be deigineering and construction projects and blue ment of training modules and training materials as a statisfy the needs of the model factory will be the with the business plan of the model factory will be with the business plan of trainers programmer. Additionally, training of trainers programmers by the Ministry) on the two modules, for whether the statement of the model factory will be the Ministry) on the two modules, for whether the statement of the model factory will be the Ministry) on the two modules, for whether the model factory will be	works for the model fatermined by MoSIT and prints will be prepared. naterials for two module produced. The trainin tory. For two of the moduram will be delivered for	ctory building): Followir based upon this decision les: Training modules (c. g modules will determine lules training materials will prospective trainers (in the control of
Quality Criteria	c. Prepara action 2.c. detailed eng d. Develop 10) that will in accordan also be prod	tion of technical drawings (statement of the location of the model factory will be deigineering and construction projects and blue ment of training modules and training matisfy the needs of the model factory will to with the business plan of the model factory duced. Additionally, training of trainers programmers	works for the model fatermined by MoSIT and prints will be prepared. naterials for two module produced. The trainin tory. For two of the moduram will be delivered for	ctory building): Followir based upon this decision les: Training modules (c. g modules will determine lules training materials will prospective trainers (in the control of
Quality Criteria Model factory business	c. Prepara action 2.c, detailed eng d. Develop 10) that will in accordan also be proceed be identified	tion of technical drawings (statement of the location of the model factory will be defineering and construction projects and blue ment of training modules and training materials as satisfy the needs of the model factory will be the with the business plan of the model factory will be the with the business plan of trainers programmer and the modules, for when the modules, f	works for the model fatermined by MoSIT and prints will be prepared. materials for two modured by produced. The training tory. For two of the modern will be delivered for bich training materials will be the modern will be delivered for bich training materials will be delivered for the modern will be delivered for bich training materials will be delivered for the modern will be delivered for the model for two models.	ctory building): Following based upon this decision less: Training modules (considered for modules will determine shall be prospective trainers (considered for modules).
Quality Criteria Model factory business Physical Investment Re	C. Prepara action 2.c, detailed eng d. Develop 10) that will in accordan also be produce identified	tion of technical drawings (statement of the location of the model factory will be deigineering and construction projects and blue ment of training modules and training materials as satisfy the needs of the model factory will be with the business plan of the model factory did by the Ministry) on the two modules, for whe Quality Method	works for the model fatermined by MoSIT and prints will be prepared. naterials for two modu be produced. The trainintory. For two of the moderam will be delivered for bich training materials will timeframe	les: Training modules (c. g modules will determine tules training materials w 10 prospective trainers (t) be produced. Date of Assessment
Model factory business Physical Investment Re	C. Prepara action 2.c. detailed eng d. Develop 10) that will in accordan also be produce identified plan equirements	tion of technical drawings (statement of the location of the model factory will be deigineering and construction projects and blue ment of training modules and training m satisfy the needs of the model factory will lice with the business plan of the model factored. Additionally, training of trainers program by the Ministry) on the two modules, for whe Quality Method Model factory business plan Physical Investment Requirements	works for the model fatermined by MoSIT and prints will be prepared. materials for two modules produced. The training tory. For two of the moderam will be delivered for inch training materials will Timeframe 03.2016 – 04.2016	ctory building): Following based upon this decision less: Training modules (congress modules will determine fulles training materials will be prospective trainers (full be produced. Date of Assessment Jun 201
Model factory business Physical Investment Re Report Engineering and Const	C. Prepara action 2.c, detailed eng d. Develop 10) that will in accordan also be proper identified. plan equirements ruction Projects	tion of technical drawings (statement of the location of the model factory will be deigineering and construction projects and blue ment of training modules and training m satisfy the needs of the model factory will take with the business plan of the model factored. Additionally, training of trainers program by the Ministry) on the two modules, for what was a construction business plan Quality Method	works for the model fatermined by MoSIT and prints will be prepared. materials for two modure produced. The training tory. For two of the moderam will be delivered for high training materials will rimeframe 03.2016 – 04.2016 03.2016 – 04.2016	les: Training modules (c. g modules will determine tules training materials w 10 prospective trainers (ill be produced. Date of Assessment Jun 201

V LEGAL CONTEXT

This project document shall be the instrument referred to as such in Article I of the SBAA between the Government of Turkey and UNDP, signed on 21 October 1965.

Consistent with the attached Supplemental Provisions, the responsibility for the safety and security of the implementing partner and its personnel and property, and of UNDP's property in the implementing partner's custody, rests with the implementing partner.

The implementing partner shall:

- a) put in place an appropriate security plan and maintain the security plan, taking into account the security situation in the country where the project is being carried;
- b) assume all risks and liabilities related to the implementing partner's security, and the full implementation of the security plan.

UNDP reserves the right to verify whether such a plan is in place, and to suggest modifications to the plan when necessary. Failure to maintain and implement an appropriate security plan as required hereunder shall be deemed a breach of this agreement.

The implementing partner agrees to undertake all reasonable efforts to ensure that none of the UNDP funds received pursuant to the Project Document are used to provide support to individuals or entities associated with terrorism and that the recipients of any amounts provided by UNDP hereunder do not appear on the list maintained by the Security Council Committee established pursuant to resolution 1267 (1999). The list can be accessed via http://www.un.org/Docs/sc/committees/1267/1267ListEng.htm. This provision must be included in all sub-contracts or sub-agreements entered into under this Project Document.

Annexes

Annex 1: Risk Log

Annex 2: Payment Schedule

Annex 3: Supplemental Provisions to the Project Document

Annex 1: Risk Log

Pro	Project Title: SME	Capability Ge	SME Capability Center (Model Factory)		Award ID:	ID:	Ö	Date: November 2015	015
*	Description	Date Identified	Type	Impact (I) & Probability (P)	Countermeasures / Mngt response	Owner	Submitted, updated by	Last Update	Status
*	Trained staff members do not remain in their posts during the entire duration of the Project.	Nov 2015	Organizational	Potential effect: The long- term impact of the project will decrease. Probability = 2 Impact 3	The Ministry will be asked by the project manager to assign staff members that can maintain continuity	Portfolio Manager	Portfolio Manager	(In Atlas, automatically recorded)	No change

Annex 2: Schedule of Payments

Project Title: SME Capability Center (Model Factory)

Source of Funds: Ministry of Science, Industry, and Technology

Implementing Agency: Ministry of Science, Industry, and Technology (DG for Productivity)

Responsible Parties: Ministry of Science, Industry, and Technology (DG for Productivity) and UNDP

Donor	Year	Date (<i>Estimated</i>) ^[1]	Budgeted Amount	Amount to be Deposited ^{[2], [3]}	Balance ^{[3], [4]}
MoSIT	2015	20.12.2015	USD 340.000	USD 340.000	110,000.00
MoSIT	2016	30.05.2016	USD 110.000	USD 110.000	0.00
Grand Total	I		USD 450.000	USD 450.000	0.00

Note 1: Project activities are aligned with the Payment Schedule.

Note 2: Payment in US\$ is to be made to the UNDP Account (indicating project number

and title):

Bank Name: Bank of America

Address: 1401 Elm St., Dallas TX 75202

Account Number: 3752207404

Account Title: UNDP Representative in Turkey (USD) Account ACH Routing Number: 111000012 [to be used only by US-based banks

using ACH payment type]

Wire Routing Number: 026009593

SWIFT Code: BOFAUS3N

Note 3: The value of a contribution-payment, if made in a currency other than United

States dollars, shall be determined by applying the United Nations operational rate of exchange in effect on the date of payment and reflected into the Project

Budget accordingly.

Payment in TRL is to be deposited to the UNDP Account:

Garanti Bankası Ankara Ticari Branch, Branch Code: 170, Account No: 1201038,

IBAN: TR53 (0006 2000 1700 0001 2010 38, SWIFT Code: TGBATRIS

indicating project number and title).

Note 4: The management arrangement is NIM (National Implementation Modality). The

utilization of project resources (e.g. budget) and authorization of payments to be made to the service providers, vendors etc. are subject to the NIM principles. The NIM Principles will be exchanged between UNDP and the MoIT through an

official correspondence within the scope of the Project.