

Indonesia

Ujung Pandang Port Urgent Rehabilitation Project



Newly constructed Hatta Quay

Outline of Loan Agreement

Loan Amount / Disbursed Amount	6,658 million yen / 5,038 million yen
Loan Agreement	December 1990
Terms & Conditions	Interest rate 2.5%p.a. Repayment period 30 years (Grace period 10 years)
Final Disbursement Date	December 1999

Project Outline

A new quay to replace the superannuated quay and port facilities such as structures/harbor roads were constructed at Ujung Pandang Port (currently Makassar Port), located in the south of Sulawesi Island, with the aim of maintaining/improving the functions of the port as a key trading port for the region.

Results and Evaluation

Completion of the new quay (1998) resulted in an approximately 1.2-fold increase in the annual volume of cargo handled at the port, from the pre-project (1996) level of 5.3 million tons, to 6.3 million tons in 2000 (target level: 5.0 million tons). Of this, the volume of containerized cargo handled via the dedicated handling facility has increased from approximately 108,000 tons to 164,000 tons, or by roughly 1.5 times. The offshore waiting time has also decreased from the pre-project (1994) level of 4.68 days, to 1.24 days since completion (2000), thus the project is evaluated as having made a significant contribution to increased capacity and efficiency.

Since project completion, new factories have sprung up in the nearby industrial park, and the port is expected to have various effects on the economies of hinterland regions, including industrial development.

Regarding the operation and maintenance of the port, although there have been no problems in terms of the financial status and organizational capacity of the executing agency, it will be necessary to pursue increased efficiency, including computerization of logistics, etc., in line with further increases in cargo volumes.