
Annual Performance Report

Project/Programme title: Simiyu Climate Resilient Project (FP041)
Accredited Entity: Kreditanstalt für Wiederaufbau (KfW)
Date of Report submission: 16 May 2026
Version number V1.0



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RATIONALE

This report layout is designed to support the drafting of a structured report that assesses, evaluates, documents, and communicates the progress on Funding Proposal (FP) implementation and on its associated Funded Activity Agreement (FAA). The layout aims to provide a clear and comprehensive understanding of key objectives, progress, and risks, drawing on project implementation related data provided by Accredited Entities (AEs). Considering the Green Climate Fund's (GCF) evolving strategic direction toward a Risk-Based Approach, the report is intended to:

- Track quantitative and qualitative progress of the project implementation.
- Highlight critical findings and emerging trends.
- Identify risks and propose actionable mitigation strategies.
- Support evidence-based decision-making.
- Promote transparency and accountability.
- Align with strategic and regulatory frameworks.
- Serve as a foundation for AE engagement on project performance

METHODOLOGY

The report's layout mirrors, to the extent possible, the structure of the Funding Proposal (FP) to maintain coherence with the presented information. However, the FP and the Report differ in scope and strategic intent; thus, while the FP serves a functional role in informing the Report, it does not dictate a strictly parallel structure.

A. PROJECT DATA (Prefilled where possible)

Should any information/data prefilled from Section A.1 to Section A.12 be incorrect or require updating, please inform GCF's Project Lead of appropriate corrective action.

A.1. Date of report submission		16 May 2026											
A.2. Project or programme	Project	A.3. Sector	Public										
A.4. Total Financing (GCF + Cofinance)	<table border="1"> <tr> <td>GCF Financing</td> <td>Mill. USD 118.6</td> </tr> <tr> <td>Grants</td> <td>Mill. EUR 102.7</td> </tr> <tr> <td>Co-Financing</td> <td>Mill. USD 78.8</td> </tr> <tr> <td>Grants</td> <td>Mill. EUR 68.3</td> </tr> <tr> <td>Total Financing</td> <td>Mill. USD 197.4</td> </tr> </table>			GCF Financing	Mill. USD 118.6	Grants	Mill. EUR 102.7	Co-Financing	Mill. USD 78.8	Grants	Mill. EUR 68.3	Total Financing	Mill. USD 197.4
	GCF Financing	Mill. USD 118.6											
	Grants	Mill. EUR 102.7											
	Co-Financing	Mill. USD 78.8											
	Grants	Mill. EUR 68.3											
Total Financing	Mill. USD 197.4												
A.5. Total GCF funding disbursed to this date	NA (draft)												
A.6. Implementation period	From NA to 9 February 2029												
A.7. ESS Category (Refers to GCF revised <u>Environmental and Social Policy</u> and GCF ESS Standards to assess your FP category.)			Category A										
A.8. Executing Entity Information													
Full legal name	Country of registration (or, for intl orgs, country of HQ)	Entity type	Role in project	Focal Point(s) and email(s)									
Ministry of Finance and Planning	Tanzania	Public Organisation	Project Coordinator	Anastazia Bugolo annastazia.bugolo@maji.go.tz									

A.9. Co-Financier information

Full legal name	Country of registration (or, for intl orgs, country of HQ)	Focal Point(s) and email(s)	Ownership Type	Beneficial Owner(s)
Local user groups	Tanzania	several	Beneficiaries	Tanzania
Federl Ministry of Economic Cooperation and Development	Germany	Ann-Margret.Bolmer@BMZ.Bund.de (head of country desk)	Government	German Government
Government of Tanzania	Tanzania	Ministry of Water	Government	Government of Tanzania

A.10. Alignment with country NDCs & NAP *(NB Only populate if applicable, e.g., if your project/programme specifically contributes to a country's NDC or NAP target/s)*

Country	Date of NDC/ NAP submission	NDC/ NAP objective	Brief description of project's alignment with NDC/ NAP objectives	Percentage of target met with proposed project.Beneficial owner(s)
Tanzania	30 July 2021	Enhancing resilience, reducing emissions, and promoting sustainable development.	adopting of diversified, climate resilient livelihood options, access to reliable and safe water supply, access to improve sanitation	10%

A.11. Estimated duration of impact	
A.12 Report to be shared with NDA	Yes ☐ No ☒

Not was possible to generate a pdf of the report and to send it to the NDA. The technical problem occurred for FP122 and the GCF was informed on 24 April accordingly.

B. EXECUTIVE SUMMARY

Should any information/data prefilled in Section “B” be incorrect or require updating, please inform GCF’s Project Lead for appropriate corrective action.

B.1. Summary

The objective of the project is to increase the climate resilience of rural and urban households in the Simiyu Region, to improve policies and regulations that enable cross-sectoral action on climate adaptation.

The project outcome focuses on enhancing the adaptive capacity of target groups and strengthening awareness of climate risks and risk-reduction measures. Currently, 5,000 people have been sensitised to climate threats and appropriate response options.

In addition, the project aims to enhance climate resilience and improve income and development prospects for approximately 495,000 people. The constructions works for bulk water (28%) and urban water supply (52%) made progress but still lagging behind the original work plan. The project also contributes to increased resilience in the areas of health and well-being, as well as food and water security. For the enabling environment, extensive stakeholder engagement and community awareness were achieved through multiple meetings involving local government, health workers, contractors, and community members.

For agriculture and climate adaptation, the project achieved detailed irrigation scheme designs and permits, covering 1,385 hectares with a goal of 1,700 ha. Seedlings for forestry restoration (Ngitili) and climate-smart agriculture (CSA) planting were advanced, with over half a million seedlings planted covering approximately 2,000 ha. Trainings were conducted to enhance community forestry management, and plans aim to plant over 1.5 million seedlings on 5,400 hectares in 2026 by involving local stakeholders intensively.

Sanitation improvements progressed with the construction of 834 superstructures and 913 toilet pits by year-end 2025, focusing on vulnerable groups such as elders and disabled persons.

Management activities included approval of work plans and budgets, capacity building and monitoring efforts, and continuous advice to government bodies. Communication and visibility were actively maintained through media, publications, promotional materials, and website updates.

The project implementation period has been extended, and the total project duration is now nine years and six months.

C. RESULTS AND IMPACTS

C.1. Overall Summary of the Project Progress

(This section provides a narrative report summarizing the overall progress of the implementation status of the funded activity progress during the reporting period. 1,500 words)

COMPONENT 1: ENABLING ENVIRONMENT ESTABLISHED THROUGH INSTITUTIONAL COHERENCE AND CAPACITIES

Outcome 1:

The institutional framework to support cross-sectoral climate adaptation was strengthened. The Steering Committee (SC) and Technical Committee (TC) remained operational, holding multiple meetings in early 2025. Capacity-building activities for Ministry of Water staff advanced with finalized reports and ongoing on-the-job training. The ICT Climate Change Information Platform concept was approved and preparation for weather forecast dissemination training is underway. Enhanced inter-governmental coordination and policy coherence were achieved, laying foundation for improved climate adaptation governance.

Output 1.1: Steering Committee and Policy Level

The SC and TC were established with operational procedures and held three meetings in early 2025. Gap analysis and capacity reports completed in 2023. ICT platform planned and concept note received KfW no-objection. Preparatory notes and meeting minutes produced; some meetings postponed due to unforeseen circumstances.

Activity 1.1. (1.1.1.-1.1.3.)

The establishment and operation of the Steering and Technical Committees were fully supported with all necessary documentation, enabling several meetings in early 2025 to review project progress and advance policy discussions. Capacity development roadmaps and monitoring frameworks were completed, and ongoing on-the-job trainings strengthened Ministry of Water staff's abilities. Additionally, a study tour to Kenya facilitated valuable knowledge exchange. Following the KfW approval of the ICT platform concept, preparations are underway for stakeholder training on weather forecast dissemination to enhance climate adaptation at the local level.

COMPONENT 2: CLIMATE RESILIENT WATER SUPPLY FOR SUSTAINED ACCESS TO WATER (IC)

Outcome 2:

Construction of climate-resilient bulk and urban water supply progressed with two major contracts signed and works resumed post-payment delays. Resettlement plans advanced with most compensations completed. Capacity building for water authorities finalized but institution establishment is pending. Water tariff study completed; tariff approval and full implementation await institutional readiness.

Output 2.1: Climate Change Adapted Bulk Water Supply Constructed

Detailed designs, tender documents, and environmental permits approved. Contracts signed and construction initiated, including laying of foundation stone by the Tanzanian President. Supervision and RAP implementation ongoing with delays due to payments.

Activity 2.1. (2.1.1.-2.1.2)

Technical layouts and procurement plans were prepared and approved in 2022, followed by the completion of tendering and contract awards by late 2023. Construction commenced with gradual site mobilization. Resettlement compensation for affected persons is mostly completed, while livelihood restoration plans are actively in progress. Regular monthly and quarterly progress reports have been consistently submitted to track both construction advances and compliance with resettlement and environmental safeguards.

Output 2.2: Established Urban Water Distribution Systems

Baseline socio-economic surveys and detailed designs completed. Tendering and contract awards finalized. Construction started on distribution networks in Nyashimo, ongoing in Bariadi and Lagangabilili.

Activity 2.2.1:

Design, permits, and bidding documents prepared. Construction of water kiosks and supply points underway, though physical progress remains limited (~2%).

Output 2.3: Established Rural Water Distribution Systems

Operational manuals and detailed designs finalized. Tender documents launched early 2025; bid evaluation completed. Contract negotiations ongoing with supervision and construction yet to start.

COMPONENT 3: IMPROVED COMMUNITY RESILIENCE THROUGH APPLICATION OF CLIMATE-ADAPTED AGRICULTURE PRACTICES (IC) – GCF FINANCED

Outcome 3:

Climate-adapted agro-water infrastructure constructed and management improved. Rainwater harvesting designs approved with construction permits for dams granted. Small-scale irrigation area extended via additional designs. High

volume seed distribution and trainings conducted with over 5,500 farmers participating in Farmer Field Schools. Ngitili system development and seedling plantations sustainably progressed amid dry season challenges.

Output 3.1: Improved Agricultural Output through Climate-Resilient Agro-Water Infrastructure

Environmental safeguard documents partially delayed but advancing. Detailed designs and tendering approved. Extension of irrigation sites towards 1,700 ha under preparation; budget revisions requested.

Activity 3.1.

Technical designs refined and approved; construction permit issued for major schemes. Tender packages prepared; O&M plans yet to start.

Output 3.2: Enhanced Livelihoods and Food Security through Climate-Adapted Agroecosystems

Seed procurement and distribution to farmers and groups reached over 12 tons, planted area over 1,100 ha. Trainings on climate-smart agriculture practices delivered to more than 3,100 farmers. Ngitili seedlings planted on ~2,800 ha with community trainings supporting sustainable management.

COMPONENT 4: REDUCED VULNERABILITY THROUGH CLIMATE-ADAPTED AND INTEGRATED SANITATION AND HYGIENE PRACTICES

Outcome 4:

Sanitation infrastructure concepts finalized, including faecal sludge management and gender-sensitive public toilets. Tendering for treatment plants and public toilets completed; contract signing planned early 2026. Over 1,000 household latrines constructed supported by provision of materials and community mobilization. Hygiene awareness campaigns reached about 60% of target beneficiaries.

Output 4.1: Sustainable Climate-Smart Faecal Sludge Management Systems Introduced

Concepts, equipment specifications, and environmental reports completed by 2023. Tender launched and bid evaluation performed with contract pending budget approval.

Activity 4.1.

Specifications and procurement plans finalized; ESMP reports revised and resubmitted. Capacity building and O&M planning pending commissioning phase.

Output 4.2: Access to Sanitation Facilities Expanded

Public toilets concepts, detailed designs, and environmental studies completed, with permits ongoing. Over 740 household latrines constructed by end 2025; materials procurement and community identification supported by local officers.

Activity 4.2.

Household latrine designs and tendering completed. Funding delays led to postponed start; self-funded latrines promoted with ongoing technical education.

Output 4.3: Sanitation and Hygiene Awareness Increased

Knowledge campaigns implemented through diverse community channels, achieving 60% outreach. Training on operation and maintenance deferred due to delayed sanitary infrastructure completion.

COMPONENT 5: PROJECT MANAGEMENT

Outcome 5:

Project management functions strengthened with established PMU since 2022 and active support from Management Consultant. Monitoring and controlling tools deployed, although some staffing and contract interruptions affected updates. Mid-term evaluation finalized and partial implementation of recommendations underway. Independent financial audits conducted and disposition fund managed in line with KfW rules. Communication activities enhanced project visibility.

C.2. Performance against the Funding Proposal Logical Framework Indicators

For each of the indicators please report only the 'annual value' for the reporting year; this means reporting solely the values achieved from January 1st, 2025, to December 31st, 2025. The "cumulative value" will automatically be updated by the system by aggregating reported annual values since project FAA effectiveness.

Please ensure that targets are clearly defined and reported using the following categories:

- *Midterm Target: The results to be achieved by the midpoint of implementation.*
- *Final Target: The results to be achieved by the conclusion of project or programme implementation.*
- *Lifetime Target: The total results expected over the entire operational period of the project or programme.*

Note that the baseline, midterm, final and lifetime targets will be prefilled based on your previous Annual Performance Report and/or Funding Proposal. It is imperative that you carefully review, verify and update where relevant.

Should the project be Multicounty, please report the achievement by Country.

Lastly, avoid using commas or periods as thousand separators. Periods should only be used as decimal separators.

For REDD+ Results-Based Payment (RBP) projects, you are only required to report on the progress of activities.

Should any prefilled information/data in the Logical Framework be incorrect or require updating, please inform GCF's Project Lead for appropriate corrective action.

GCF Outcome Level: Standardized Indicators

PMF/IRMF Results Management Framework

No indicators/questions defined.

(PMF) A1 and A2 Total number of direct and indirect beneficiaries (IRMF) Core 2 Direct and indirect beneficiaries reached						
Provide the total number of direct beneficiaries (female/male) cumulatively receiving adaptation benefits from GCF-supported interventions, disaggregated by result area.						
Unit						No. of Beneficiaries
Disaggregation by: Result Areas (Adaptation)	Baseline	Mid-term	Final target	Previous Year Cumulative Value	Annual value	Cumulative Value
Infrastructure and built environment	0	49,500	495,000	0	0	0

(PMF) A1 and A2 Total number of direct and indirect beneficiaries (IRMF) Core 2 Direct and indirect beneficiaries reached						
Provide the total number of direct beneficiaries (female/male) cumulatively receiving adaptation benefits from GCF-supported interventions, disaggregated by Gender.						
Unit						No. of Beneficiaries
Disaggregation by: Gender	Baseline	Mid-term	Final target	Previous Year Cumulative Value	Annual value	Cumulative Value
Male	0	23,800	238,000	0	0	0
Female	0	25,700	257,000	0	0	0

(PMF) A1 and A2 Total number of direct and indirect beneficiaries (IRMF) Core 2 Direct and indirect beneficiaries reached						
Provide the total number of direct beneficiaries (female/male) cumulatively receiving adaptation benefits from GCF-supported interventions, disaggregated by Country.						
Unit						No. of Beneficiaries
Disaggregation by: Project Countries	Baseline	Mid-term	Final target	Previous Year Cumulative Value	Annual value	Cumulative Value
Tanzania	0	49,500	495,000	0	0	0

(PMF) A1 and A2 Total number of direct and indirect beneficiaries (IRMF) Core 2 Direct and indirect beneficiaries reached						
Provide the total number of indirect beneficiaries (female/male) cumulatively receiving adaptation benefits from GCF-supported interventions, disaggregated by result area.						
Unit						No. of Beneficiaries
Disaggregation by: Result Areas (Adaptation)	Baseline	Mid-term	Final target	Previous Year Cumulative Value	Annual value	Cumulative Value
Infrastructure and built environment	0	49,500	495,000	0	0	0



(PMF) A1 and A2 Total number of direct and indirect beneficiaries (IRMF) Core 2 Direct and indirect beneficiaries reached						
Provide the total number of indirect beneficiaries (female/male) cumulatively receiving adaptation benefits from GCF-supported interventions, disaggregated by Country.						
Unit						No. of Beneficiaries
Disaggregation by: Project Countries	Baseline	Mid-term	Final target	Previous Year Cumulative Value	Annual value	Cumulative Value
Tanzania	0	25,000	250,000	0	0	0

No indicators/questions defined.

(PMF) A1.2 Number of males and females benefiting from the adoption of diversified, climate resilient livelihood options (including fisheries, agriculture, tourism, etc.) (IRMF) Supplementary 2.1 Beneficiaries (female/male) adopting improved and/or new climate-resilient livelihood options						
Provide the total number of direct beneficiaries (female/male) adopting diversified or strengthened climate-resilient livelihood strategies (including agriculture, fisheries, natural resource–based, and informal livelihoods), disaggregated by country.						
Unit						Enter unit
Disaggregation by: Project Countries	Baseline	Mid-term	Final target	Previous Year Cumulative Value	Annual value	Cumulative Value
Tanzania	0	400	4,000	0	0	0

(PMF) A8.1 Number of males and females made aware of climate threats and related appropriate responses Provide the total number of direct beneficiaries (female/male) made aware of climate threats and related appropriate responses, disaggregated by Gender.
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Unit						No. of Beneficiaries
Disaggregation by: Gender	Baseline	Mid-term	Final target	Previous Year Cumulative Value	Annual value	Cumulative Value
Male	0	200	2,000	2,781	0	2,781
Female	0	200	2,000	2,781	0	2,781

Health and well-being, and food & water security

No indicators/questions defined.

(PMF) A2.3 Number of males and females with year round access to reliable and safe water supply despite climate shocks and stresses (IRMF) Supplementary 2.3 Beneficiaries (female/male) with more climate-resilient water security						
Provide the total number of direct beneficiaries (female/male) with improved access to and adoption of climate-resilient and reliable water supply in climate-stressed areas, disaggregated by gender.						
Unit						No. of Beneficiaries
Disaggregation by: Gender	Baseline	Mid-term	Final target	Previous Year Cumulative Value	Annual value	Cumulative Value
Male	0	3,500	158,000	0	0	0
Female	0	3,500	237,000	0	0	0

(PMF) A2.3 Number of males and females with year round access to reliable and safe water supply despite climate shocks and stresses (IRMF) Supplementary 2.3 Beneficiaries (female/male) with more climate-resilient water security						
Provide the total number of direct beneficiaries (female/male) with improved access to and adoption of climate-resilient and reliable water supply in climate-stressed areas, disaggregated by country.						
Unit						Enter unit
Disaggregation by: Project Countries	Baseline	Mid-term	Final target	Previous Year Cumulative Value	Annual value	Cumulative Value
Tanzania	0	7,000	395,000	0	0	0

(PMF) A2.1 Number of males and females benefiting from introduced health measures to respond to climate-sensitive diseases						
Provide the total number of direct beneficiaries (female/male) with improved protection against climate-sensitive diseases and health emergencies, disaggregated by gender.						
Unit						No. of Beneficiaries
Disaggregation by: Gender	Baseline	Mid-term	Final target	Previous Year Cumulative Value	Annual value	Cumulative Value
Male	0	18,000	180,000	0	0	0
Female	0	12,000	120,000	0	0	0

Project Specific Indicators							
Indicator	Unit	Baseline	Target		Previous Year Cumulative Value	Annual value	Cumulative Value (automatically calculated)
			Mid-term	Final target			
% of water quality corresponding to national standards	Percentage	0	0	100	0	0	0
Climate resilient water supply for sustained access to water: Hours of supply	Hours	0	0	24	0	0	0

Volume of water production in proportion to demand of the target group	Cubic metres	0	0	18,000	0	0	0
Application of small-scale irrigation technology	Hectares	0	170	1,700	0	0	0
Land/forests under improved management (Ngitili & fuelwood)	Hectares	0	1,120	11,200	0	2,014	2,014
Number of ha applying CSA practices (total)	Hectares	0	1,440	14,400	1,919	1,053	2,972
Use of improved seeds	Hectares	0	150	1,500	1,844	1,053	2,897
% of beneficiaries applying targeted hygiene practices (e.g. handwashing, use of improved latrines).	Percentage	10	15	30	0	0	0
% of change in beneficiary knowledge, awareness and perceptions of sanitation and hygiene issues	Percentage	10	15	30	0	0	0
Volume of faecal sludge disposed at sludge digester	Cubic metres	0	0	20,000	0	0	0
Number of males and females made aware of climate threats and related appropriate responses	No. of Persons	0	400	4,000	5,562	0	5,562
A2.2 Total Number of food secure households (in areas/periods at risk of climate change impacts)	No. of Households	0	2,890	28,900	0	0	0
A3.1 Number and value of physical assets made more resilient to climate variability and change, considering human benefits (reported where applicable)	Euros	0	23,300,000	116,500,000	0	0	0

Activities				
Activity Name	Implementation Progress (%)	Utilised GCF Budget	Allocated GCF Budget	% (Automatically calculated)
N/A	N/A	N/A	N/A	N/A

C.2.1. Subprojects							
Where applicable, include information on sub-projects. For projects and programmes approved until B.31, the logical framework should focus on the mitigation and adaptation Performance Measurement Frameworks (PMF). For projects and programmes approved from B.32 onwards, the logical framework should reflect the Integrated Results Management Framework (IRMF).							
Title	Currency	GCF Funds	Co-Financing	Country	GHG Emissions Reduced	Direct Beneficiaries	Indirect Beneficiaries
N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
C.3. Compliance with FAA covenants				Yes ☒ No ☐			
relevant legal agreements have been complied with							
C.4. Funded Activity Implementation Arrangements in the Following Year				Yes ☒ No ☐			
Most probably the target value for application of small-scale irrigation technology requires an amendment. GCF's Project lead will be approached accordingly.							

D. RISKS ASSESSMENT AND MANAGEMENT

D.1. Risk and mitigation measures

As stated in the Board-approved "Risk Appetite Statement," a cornerstone of the GCF's Risk Framework is proactive risk management. This includes risk identification, assessment, monitoring, reporting and appropriate mitigation to minimize and respond to risks, both directly and through partners implementing GCF's projects and programmes.

Risk Management Matrix

A risk is the probability of an event to adversely affect the achievement of the project Impact (its objectives, outcomes, and results). "Inherent risk" refers to the level of risk present before any of the mitigating measures are applied. "Residual risk" represents the level of risk after mitigating measures have been implemented.

Please update the project risk matrix by reviewing and revising information for all previously identified risks, and adding any new risks identified during implementation by selecting the adequate Risk Area in the drop-down menu. For each risk, ensure you provide a clear risk description, outline the potential negative consequences, specify the mitigating measures in place, and complete the severity scoring as required.

For the Integrity Risk Area, an annual reporting (and more frequent and prompt reporting if stated in the legal agreements with the GCF) is required for each of its 3 Risk Sub-areas, as GCF has zero tolerance for Prohibited Practices, for SEAH in Fund-related Activities, and for working with parties and engaging in activities subject to sanctions imposed by the United Nations Security Council. The AE reporting obligations under GCF's policies and in the legal agreement(s) with the GCF include but are not limited to requiring AEs to take action to identify, mitigate and promptly disclose to the GCF any real or perceived Conflict of Interest, any alleged or suspected Prohibited Practice, promptly notify the Fund of any material risks or other indications of money laundering and/or financing of terrorism in relation to the Project and promptly take remedial steps in consultation with the GCF.

The AE shall also provide updates on the risks and mitigating measures under the other Risk Areas when changes to already identified risks or new risks have been identified.

Risk scoring:

For likelihood, please rate on a scale from 1 to 5: 1. Unlikely, 2. Possible, 3. Likely, 4. Almost certain, 5. Certain

For impact, please rate on a scale from 1 to 5: 1. Close to none, 2. Low, 3. Medium, 4. High, 5. Catastrophic

The severity of each risk is automatically computed based on the likelihood and impact of the risk.

Risk 1	Delay in Payments for Works Contracts		
Risk Origin	Project Related		
Risk Area	Financial		
Risk Sub-area	N/A		
Description	The payment of the Government of Tanzania portion is delayed. Late payment of full Interim Payment Certificates' (IPC) amount of the works contracts is leading to time overrun in construction and supervision activities.		
Consequences	Exponential Increase of contract costs.		
Inherent Risk	Likelihood	Impact	Severity
	4 - Almost certain	3 - Medium	12 - Medium High
Mitigation Measure(s)	Timely disbursement planning and payments of IPCs to contractors; close monitoring and coordination between Ministry of Water (MoW), Implementation Consultant (IC), and contractors. Further, the Government of Tanzania will finance additional costs which are not financed by GCF according to financing agreement.		
Residual Risk	Likelihood	Impact	Severity
	2 - Possible	2 - Low	4 - Medium
Current Residual Risk	Likelihood	Impact	Severity
	2 - Possible	2 - Low	4 - Medium
Comments	N/A		
Risk 2	Shortage of Budget for Irrigation Development		
Risk Origin	Project Related		
Risk Area	Design and Implementation		
Risk Sub-area	N/A		
Description	The cost estimates of the detailed design of the irrigation activities (dam and irrigation schemes rehabilitation) for the target values shows an overrun of the available budget.		

Consequences	Reduced scope of irrigation infrastructure, inability to meet targets for irrigated area, need for budget reallocation or additional funding.		
Inherent Risk	Likelihood	Impact	Severity
	4 - Almost certain	3 - Medium	12 - Medium High
Mitigation Measure(s)	Re-allocation within the Component 3 is proposed, and discussion between Ministry of Water and Ministry of Agriculture will take over some of the remaining rehabilitation activities.		
Residual Risk	Likelihood	Impact	Severity
	3 - Likely	2 - Low	6 - Medium
Current Residual Risk	Likelihood	Impact	Severity
	3 - Likely	2 - Low	6 - Medium
Comments	Although re-alloctaion of budget lines are proposed, reducing the target value is still required..		
Risk 3	Political Turmoil		
Risk Origin	External Factors		
Risk Area	Political		
Risk Sub-area	N/A		
Description	Political Turmoil and Changes in Government Staff: Following national elections and reshuffles, changes in Steering and Technical Committee membership create inconsistencies.		
Consequences	Loss of institutional memory; inconsistent policy guidance; potential delays in approvals.		
Inherent Risk	Likelihood	Impact	Severity
	2 - Possible	3 - Medium	6 - Medium
Mitigation Measure(s)	Include introductory notes and regular briefing sessions in meetings; maintain documentation and share knowledge proactively.		
Residual Risk	Likelihood	Impact	Severity
	2 - Possible	2 - Low	4 - Medium
Current Residual Risk	Likelihood	Impact	Severity
	2 - Possible	2 - Low	4 - Medium
Comments	There is no possibility from project side to mitigate political turmoil.		
Risk 4	Dry Spell During Planting Season		
Risk Origin	External Factors		
Risk Area	Natural hazard		
Risk Sub-area	N/A		
Description	Adverse climatic conditions during the rainy seasons with extended dry periods affect planting and seedling survival.		
Consequences	Reduced crop yields, poor performance of planted seedlings, delays in agroforestry activities.		
Inherent Risk	Likelihood	Impact	Severity
	2 - Possible	3 - Medium	6 - Medium
Mitigation Measure(s)	Early warning to farmers based on weather forecasts; training on drought-resilient agricultural practices; provision of water pumps and irrigation tools for nurseries.		
Residual Risk	Likelihood	Impact	Severity
	2 - Possible	2 - Low	4 - Medium
Current Residual Risk	Likelihood	Impact	Severity
	2 - Possible	2 - Low	4 - Medium
Comments	Extreme changes in weather patterns might still have negative impact on the outcome of the project.		
Risk 5	Sanction and Illicit Finance Risk		
Risk Origin	Project Related		
Risk Area	Integrity		
Risk Sub-area	Money Laundering (ML) & Terrorist Financing (TF)		
Description	There is a low risk of inadvertently engaging with individuals or entities subject to UN Sanction lists, or risk to exposure to money laundering.		
Consequences	This would result in the need to suspend a transaction.		
Inherent Risk	Likelihood	Impact	Severity
	1 - Unlikely	4 - High	4 - Medium

Mitigation Measure(s)	Mitigation measures are primarily preventive and embedded in partner selection and financial oversight processes prior to grant signature.		
Residual Risk	Likelihood	Impact	Severity
	1 - Unlikely	4 - High	4 - Medium
Current Residual Risk	Likelihood	Impact	Severity
	1 - Unlikely	4 - High	4 - Medium
Comments	N/A		
Risk 6	Conflict of interest		
Risk Origin	Project Related		
Risk Area	Integrity		
Risk Sub-area	Conflict of interest		
Description	no risk materialized		
Consequences	no risk materialized		
Inherent Risk	Likelihood	Impact	Severity
	1 - Unlikely	1 - None	1 - Low
Mitigation Measure(s)	no scenario currently with conflict of interest		
Residual Risk	Likelihood	Impact	Severity
	1 - Unlikely	1 - None	1 - Low
Current Residual Risk	Likelihood	Impact	Severity
	1 - Unlikely	1 - None	1 - Low
Comments	N/A		
Risk 7	Sanction not respected		
Risk Origin	Project Related		
Risk Area	Integrity		
Risk Sub-area	Sanctions		
Description	no risk materialized		
Consequences	no risk materialized		
Inherent Risk	Likelihood	Impact	Severity
	1 - Unlikely	2 - Low	2 - Low
Mitigation Measure(s)	compliance covenant included in grant agreements, KYC procedures		
Residual Risk	Likelihood	Impact	Severity
	1 - Unlikely	2 - Low	2 - Low
Current Residual Risk	Likelihood	Impact	Severity
	1 - Unlikely	2 - Low	2 - Low
Comments	N/A		
Risk 8	Risk of Prohibited Practice		
Risk Origin	Project Related		
Risk Area	Integrity		
Risk Sub-area	Fraud / Bribery & Corruption / Collusion and any other prohibited practice		
Description	There is a moderate risk of occurring prohibited practice for procurements of works, supply and service contracts.		
Consequences	Misuse of funds, non-compliance with contractual requirements, termination of contract		
Inherent Risk	Likelihood	Impact	Severity
	2 - Possible	3 - Medium	6 - Medium
Mitigation Measure(s)	Financial oversight, clear reporting obligation, regular progress monitoring and evaluation of funds.		
Residual Risk	Likelihood	Impact	Severity
	1 - Unlikely	3 - Medium	3 - Low
Current Residual Risk	Likelihood	Impact	Severity
	1 - Unlikely	3 - Medium	3 - Low
Comments	N/A		

D.2. Report risk incidents

If any risk (previously identified or not) has materialized, please capture it here as a risk incident.

(this section is confidential)

E. FINANCIAL INFORMATION

E.1. GCF financing

In addition to the financial report in the annex, update the table with relevant GCF financial data for each country and instrument, including amounts and allocation percentages.

Country	Instrument	Currency (as per FAA)	Committed Amount	Disbursed Amount	Expenditure (reporting year)	Cumulative Expenditure	Mitigation	Adaptation
Tanzania	Grants	EUR	102,700,000	41,400,000	16,208,130.3	36,925,289.3	0%	100%
Total		EUR	102,700,000	41,400,000	16,208,130.3	36,925,289.3	N/A	N/A

E.2. Co-financing

Please populate the table with relevant Co-financing data for each Co-financier and instrument, including amounts and allocation percentages.

Co-financier	Instrument	Currency (as per FAA)	Committed Amount	Disbursed Amount	Expenditure (reporting year)	Cumulative Expenditure	Mitigation	Adaptation
BMZ (German Ministry of Economic Cooperation and Development)	Grants	EUR	25,000,000	25,000,000	5,317,026.84	14,326,005.81	0%	100%
Government of Tanzania (GoT)	Grants	EUR	40,700,000	21,568,810.63	11,292,427.81	21,568,810.63	0%	100%
Total		EUR	65,700,000	46,568,810.63	16,609,454.65	35,894,816.44	N/A	N/A

E.3. Additional Finance Mobilised Beyond Approved Co-financing

Report the realised (cumulative value) and/or expected volume (Final Target) of private/public finance leveraged as a result of GCF involvement in the investment, in addition to and beyond any co-financing originally committed at approval. This datapoint shall be reported separately from official co-financing figures and is intended to capture the catalytic effect of GCF investments and support institutional learning.

GCF Policy: <https://www.greenclimate.fund/sites/default/files/document/policy-cofinancing.pdf>

No additional finance mobilized information provided.

File Name: grant-financial-progress-detail-2025.xlsx

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F. ENVIRONMENTAL & SOCIAL SAFEGUARDS, GENDER, and INDIGENOUS PEOPLES	
<i>This section provides an update against the ESS standards agreed as part of the Environmental and Social Action Plan (ESAP) and Environmental and Social Management Framework (ESMF), as well as Environmental and Social Management System (ESMS), Environmental and Social Impact Assessment (ESIA), Environmental and Social Management Plan (ESMP), Indigenous Peoples Plan (IPP), Indigenous Peoples Plan Framework (IPPF), Resettlement Action Plan (RAP), Resettlement Policy Framework (RPF) when applicable.</i>	
F.1. progress on key challenges and updates regarding Environmental and Social Safeguards	
Key Environmental and Social Changes <i>Have there been any changes in the key environmental and social risks and impacts? If you tick 'Yes,' please provide further information.</i>	Yes ☐ No ☒
Environmental and Social Safeguarding Updates <i>Have there been any change/update on environmental and social safeguarding? you tick 'Yes,' please provide further information.</i>	Yes ☒ No ☐
The Construction ESMP was complemented by detailed Standard Operating Procedures (SOP) by the Contractor. Key SOPs are those for working in trenches and excavations and for blasting operations. These SOP are now used for ESHS Trainings, for efficient preparation of actual works and as reference for ESHS performance monitoring. Baobab-Tree Protection Process: in October 2024, a botanist undertook an in depth assessment of a local cultural heritage asset on Ibumba Hill reservoir site. The assessment confirmed that the status of the sacred tree is healthy and robust. The tree was fenced in order to ensure safety distance from the actual site of the reservoir and from construction activities. A cultural heritage protocol was developed in is being implemented. i. The Contractor stops works during traditional worship/event. ii. Close monitoring to be conducted daily to avoid occurrence of damages to the sacred area. iii. Workers be reminded about protection of cultural heritage site during tool-box talks.	
F.2. Compliance with laws and regulations applicable to ESS. Gender and Indigenous Peoples.	
Have there been any changes or updates regarding compliance with applicable laws and regulations of the country, as well as the relevant conditions or covenants under the FAA?	Yes ☐ No ☒
F.3. ESS standards implementation progress	
Does this reporting period include any ESS standards-related activities or updates?	Yes ☒ No ☐
<i>If you tick 'Yes', please provide further information to report on the progress made in complying with the requirements of the relevant ESS standards that were triggered during the approval of the funding proposal and during the reporting period, if any; and the GCF Indigenous Peoples Policy, if relevant, describing achievement and specifying details outlined in the tables below.</i>	
Activities implemented during the reporting period, including monitoring	

- See above under F1 (SOP, cultural heritage management for sacred tree) • Three trees used by the community for cultural practices at Nyashimo Centre were protected. The Engineer consulted the Botanist in Busega District to identify a way forward to preservation instead of cutting down the trees. This was recognised as one of the best practices carried out by the project. • Regular monitoring by the IC ESHS Team, tracking of contractors' ESHS performance • Progress monitoring field visits by AE in February and September 2025 • ESHS Workshop with ESHS Experts from PEA, IC and Contractor facilitated by AE (KfW) • Introduction of an ESHS site visit checklist for internal ESHS Performance Tracking The Health, Safety, and Environmental (HSE) Inspection Checklist serves as a tool for systematically evaluating compliance with regulatory standards, contractual obligations, and industry best practices across construction sites. Designed to facilitate monthly inspections, this structured framework ensures that potential risks—whether environmental, safety-related, or social—are promptly identified, addressed, and documented.

Outputs during the reporting period

- Selection of the preferred dam sites, based on the screening process undertaken for 14 proposed sites. • The exclusion list, as outlined in the ESMF, is being followed. Simultaneously, E&S safeguard documents that comply with all local regulations and international safeguard standards are under development for the selected sites. These documents will be submitted to National Environment Management Council (NEMC) to initiate the process of obtaining an environmental certificate from them, where required. • ESMP report for PTs and ESIA of Kilulu and Nyashimo received KfW's comments on 02.01.2025. IC has worked on the documents and submitted the revised ESIA and ESMP reports on 15.03.2025. • Site inspections by IC revealed overall compliance with ESHS requirements, however shortcomings were identified regarding OHS related to trench excavations. IC ensured halt of corresponding excavation works until non-compliances were resolved; the contractor developed additional SOP for excavations;

Key environmental, social and gender issues, risks and impacts addressed during implementation

- Through implementation of the C-ESMP, typical ESHS risks and potential impacts have been managed; non compliances. i.e. regarding OHS were identified via monitoring as per ESMF and ESMP and corrective actions implemented; • Protection of cultural heritage has been continued, by undertaking a specialist assessment of a sacred tree, development of physical protection of the tree (Ibumba Hill) and implementation of a protocol to ensure tree safety and protected continuation of community rituals • 3 other culturally important trees were preserved (cutting avoided) • Monthly stakeholder engagement activities were undertaken, reporting presents gender disaggregated data • Grievance mechanism is operational

Any pending key environmental, social and gender issues needing accredited entity's actions and GCF attention

General monitoring the implementation of E&S and SEAH clauses.

Remarks/Notes

The RAP is close to be completely implemented, with currently 2 PAP having not received compensation so far, due to inheritance court issues. No additional PAPs were identified. Contractor has been formally informed of all confirmed and potential grave locations. Consultation meetings were held with all relevant PAPs to discuss the process for grave relocation during construction, and appropriate reallocation sites were selected. All PAPs signed agreements confirming their consent for the removal of graves during construction. 8 graves out of 88 have yet to be relocated and compensated. 11 out of 88 were not found, disregard documented efforts.

F.4. Sub-projects information

Have any subprojects been implemented?	Yes ☐ No ☒
N/A	N/A

F.5. Implementation of the stakeholder engagement plan

Were any actions undertaken to increase engagement of relevant stakeholders in the project, particularly regarding environmental, social, and gender elements?	Yes ☒ No ☐
Activities implemented during the reporting period	

Stakeholder engagement has been undertaken regularly, at least monthly, for different stakeholder groups; information and awareness raising on ESHS management measures and the implementation of safeguarding plans has been essential part of engagement activities; in addition, local communities have been informed timely about the commencement of construction activities in their respective areas. In addition to in-person meetings, the broadcasting of SCRP's messages via Bariadi FM (93.5FM) proceeded in the reporting period and will be ended in March 2026 as per the contract signed between the service provider and PMU. The Simiyu's population heard these messages via radio session twice per month, on the 15th and 30th.
Dates and venues of engagement activities
Please refer to the overview on stakeholder engagement activities in the Annex "Stakeholders' engagement record 2025" to this report
Sex-disaggregated data on stakeholder engagement participants (male + female = total)
Please refer to the overview on stakeholder engagement activities in the Annex "Stakeholders' engagement record 2025" to this report
Information shared with stakeholders
Information shared depending on stakeholder group and project component; for the rural component, information was centered around process related to capacity building, distribution of goods, E&S management of activities of local communities, access to the GRM. For the urban component, information had a focus on ongoing and upcoming construction activities, public health and safety provisions, identification of cultural heritage, clarifications regarding compensation, access to GRM.
Outputs including issues raised and addressed during the reporting period
-implementation of grievance redress mechanism -public broadcasting with project information -regular stakeholder engagement events
Remarks/Notes
N/A

F.6. ESS forward planning and lessons learned	
Are there any planned ESS activities for the next reporting period or lessons learned to share from this period?	Yes ☒ No ☐
Provide planned activities on environmental and social safeguards for the next reporting period	
-continuous implementation of all C-ESMPs including SOPs -implementation of voluntary land donation process, including corresponding stakeholder engagement for rural component -continuation with all existing cultural heritage management plans -continuation of checking for presence of indigenous people in local communities/in the project area - regular monitoring and tracking of ESHS performance of contractors by IC -regular reporting to KfW (quarterly, annually) - immediate reporting of any serious accidents and incidents -completion of safeguard instruments for selected dam sites	
Provide any success stories, good practices, or challenges, including those related to the engagement of Indigenous peoples and local communities, promoting Indigenous knowledge and benefits to Indigenous peoples and local communities	
Successful continuation of protection of cultural heritage sites in project area, in addition to already identified and protected sites in earlier reporting period: -sacred tree protection assessment and preservation protocol -successful protection of 3 cultural heritage trees in addition to the Baobab on Ibumba Hill -continued awareness raising of project staff and workforce regarding cultural heritage protection and implementation of chance find procedure	

F.7. Grievance Redress Mechanism - confirmation & grievances	
<i>Please indicate whether the project can confirm the following statement:</i>	
Fully functional and operational Grievance Redress Mechanisms are in place, have been communicated to and are accessible by all stakeholders applicable to this project	
☐ The accredited entity confirms the statement above at project-level, AE-level, and GCF-level grievance mechanisms.	
☒ The accredited entity does not confirm the statement above	
The project level grievance mechanisms (for project workforce, for the construction process, for the almost completed RAP, for the rural component, are in place and functional. Information regarding avenues to access the AE grievance mechanism have been shared with all stakeholder groups in the context of stakeholder engagement activities by the respective responsible teams. Regarding the information for the GCF level Grievance Mechanism, engagement teams have commenced to disseminate the relevant information, however, this process yet has to be completed and repeated as appropriate.	
Have there been any grievances received during the reporting period?	Yes ☒ No ☐
26 grievances were received in the reporting period, all of them closed during the reporting period. Grievances were mainly related to deteriorated materials distributed in the context of the implementation of the rural component. 3 grievances were from project workforce related to pending payments. Less than 5 grievances were related to damage to assets in the course of construction works and one grievance was related to concerns over compensation for losses in the context of implementation of the rural distribution network. All grievances were formally registered. The respective status of the process is presented in the overview table in the Annex to this report.	
F.8. Implementation of activities and actions agreed in the Gender Action Plan	
The project remains on track to meet its gender equality objectives. Key successes include women occupying 30% of leadership positions and exceeding the 25% target for Ngitili nursery beneficiaries. In community infrastructure, all 607 water points feature gender-sensitive designs, and women constituted 28% of the construction workforce. Engagement was high, with 5,562 women participating in Farmer Field Schools. Areas for improvement include boosting women's representation in irrigation groups and improving data collection for marginalized communities. The ongoing development of an ICT platform and targeted mobilization campaigns are planned for the next quarter to address these gaps. About 36.6% of women in the project area has been reached in 2025 engagement in all components through community consultation meetings, Ngitili distribution and hygiene and sanitation activities. PMU has also conducted GBV training to farmers where by 1,183 participated (47%) women were benefited.	
Are there GAP implementation activities or progress to report for this period?	Yes ☒ No ☐
<i>Summary on Activities and Actions agreed in the Gender Action Plan (max. 200 words)</i> <i>Provide a progress report on the gender action plan developed during project preparation stage for the reporting period. This will primarily be a report on activities undertaken and results achieved because of completion of an activity. Further, it should also indicate if the project is on track to achieving the intended outcome(s). The reporting should be done for activities, targets and indicators already set in the action plan including on vulnerable groups (youth, poor, female heads of households, etc.) as would have been identified in the gender analysis and action plan. If activities or targets are not achieved as per plan, reasons should be provided, and recourse action should be proposed. Please include reporting on any changes or deviations. Include a Report on implementation challenges and lessons learnt and how these will inform on-going actions and what action will be taken by when to address the challenges faced. Incorporate both quantitative data and qualitative reports on the performance of such actions, and on progress on actions identified.</i>	
GAP Activity	
Activity 4.1: Involvement of women in the decision on the design and location of public sanitation facilities.	
Indicator	

Project Operational Manual comprises gender-sensitive criteria for selection, design and construction; 100% of constructed sanitation facilities comply with the criteria set out in the Project Operational Manual.	
Rating of Indicator	GREEN (on track to be met)
Baseline	0
Target, including sex-disaggregation where applicable	50
Annual progress update (Reporting Period)	
In the community-based planning process for sanitation facilities, 50 % of participants are women; designs and locations chosen consider women's need for privacy, safety, security and dignity.	
Cumulative progress update (Entire period)	
The design phase has been completed. Campaign and Training Records for Hygiene Awareness are ongoing.	
Budget	3,500,000
Currency	EUR
Timeline (Planned completion of activity)	30 September 2026
Responsibility	
RS, PMU, LGAs, IC	
Remarks/Notes	
The activity is green as it is on track.	
F.9. Gender Action Plan implementation review	
Is the gender expert for the project/programme engaged to support the implementation of the gender action plan? If engaged previously, please advise if the gender expert has been retained by the project/programme, including plans to engage another expert if a previously engaged expert has left the project/programme.	Yes ☒ No ☐
gender expert is still engaged	
Has the implementation of gender action plan/s being implemented according to Funding Activity Agreements and GCF's Updated Gender Policy? Please ensure that the budget is included in the reporting above if it was indicated in the approved or updated gender action plan.	Yes ☒ No ☐
Please refer to section financial overview	

Are the planned activities, targets, indicators, timelines, etc. on track during the reporting period?	Yes ☒ No ☐
<i>Please refer to Annex 6</i>	
Were there any revisions of the approved GAP during the reporting period? Please submit the updated GAP in Annex section of this APR and ensure that the updated GAP has details on each change.	Yes ☐ No ☒
<i>Please refer to Annex 6</i>	
Are the reported results on track to contribute to meeting the sex-disaggregated targets for the direct beneficiaries in the funding proposal, if applicable?	Yes ☒ No ☐
<i>Please refer to Annex 6</i>	
Has the project/programme experienced any implementation challenges that affect gender-related activities? If yes, please include lessons learnt and how they are informing ongoing actions.	Yes ☐ No ☒
<i>no challenge identified yet</i>	
Were there any best practices identified, or case studies prepared on benefits/activities undertaken as agents of action by women and the female heads of households during the reporting period? Please share any case studies in the text boxes or in the Annex section of the APR.	Yes ☐ No ☒
<i>not identified yet</i>	
Provide planned activities on gender elements for the next reporting period	
<i>Please refer to Annex 6</i>	

G. ANNEXES (UPLOADED)
Annex 1: GHG emission reduction calculation methodology (for projects reporting GHG emission reductions) and details on the calculations of the annual and cumulative value.
No annexes provided.
Annex 2: Communication and visibility material
File Name: Annex 2a Communication and visibility material.pdf File Name: Annex 2b Communication and visibility material.pdf
Annex 3: List of grievances received
File Name: Annex 3 Grievances received 2025.pdf
Annex 4: Procurement information
File Name: Annex 4 Procurement information.xlsx
Annex 5: Updated implementation timetable for the Funded Activity for the following year
File Name: Annex 5 Updated implementation timetable.xlsx
Annex 6: Updated Gender Assessment and/or Action Plan
File Name: Annex 6 Updated Gender Action Plan.docx
Additional Annexes (if applicable)
File Name: Stakeholders engagement record 2025.pdf

