



COMPACT II

THE SECOND COOPERATION PROGRAM WITH MILLENNIUM CHALLENGE CORPORATION

**TWO STRUCTURING PROJECTS TO
OVERCOME MAJOR CONSTRAINTS
TO ECONOMIC GROWTH IN MOROCCO**

On 30 November 2015, the Government of the Kingdom of Morocco signed a second cooperation Program "Compact II" with the Government of the United States of America, acting through the Millennium Challenge Corporation (MCC), aimed at improving the quality of human capital and improving land productivity.

The budget allocated by MCC to "Compact II", which entered into force on 30 June 2017, amounts to \$460 million, to which is added a Moroccan government contribution equivalent to at least 15% of the US contribution.

The implementation of "Compact II" has been entrusted to the Millennium Challenge Account-Morocco Agency (MCA-Morocco), a Moroccan public institution administrated by a Board "Strategic Orientation Council" (SCO), which is chaired by the Head of the Government and includes among its members the ministers and representatives of the public institutions concerned by the "Compact II" projects, and representatives of the private sector and civil society.

The "Compact II" covers two projects, namely "Education and Training for Employability" and "Land Productivity".

The objectives of these two projects, which are aligned with the High Orientations of His Majesty King Mohammed VI concerning the enhancement of human capital and the mobilization of land for investment promotion, converge with the objectives of the sectoral strategies initiated in Morocco, such as the 2015-2030 Vision for the education and training system reform, the roadmap for Technical and Vocational Education and Training (TVET) development, the National Plan for employment promotion, the Industrial Acceleration Plan and the Green Generation Plan.

The selection of these two projects, which focus on two national priorities, is the result of an analysis of constraints to economic growth carried out by the Government and MCC, in collaboration with the African Development Bank (AfDB), which identified the poor quality of human capital and its inadequacy with the needs of enterprises and the lack of access of investors to land as the two key binding constraints on which it was agreed to act.

ENHANCE THE QUALITY OF HUMAN CAPITAL AND IMPROVE LAND PRODUCTIVITY

\$ 460 MILLION



**2 STRUCTURING
PROJECTS**



**EDUCATION AND TRAINING
FOR EMPLOYABILITY**



LAND PRODUCTIVITY