

Australia-ADB South Asia Development Partnership Facility

Bhutan Country Diagnostic Study

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Background

- Paris Declaration calls for aligning development assistance with partner country priorities, and for supporting the development of their capacity for development planning and implementation.
- ADB has undertaken several initiatives to implement the commitments made under Paris Declaration. One initiative is to better align CPS with DMC's own planning processes and make greater use of their diagnostic and analytical work.
- ADB also recognizes the value of assistance to DMCs in strengthening their capabilities for undertaking diagnostic and analytical assessments.

To promote a green and self reliant economy sustained
by an IT enabled knowledge society guided by the
philosophy of the GNH

Economic Development Policy, Government of Bhutan, 2010.

Achieved by 2020

- Economic self reliance
- Full employment
- Middle income status



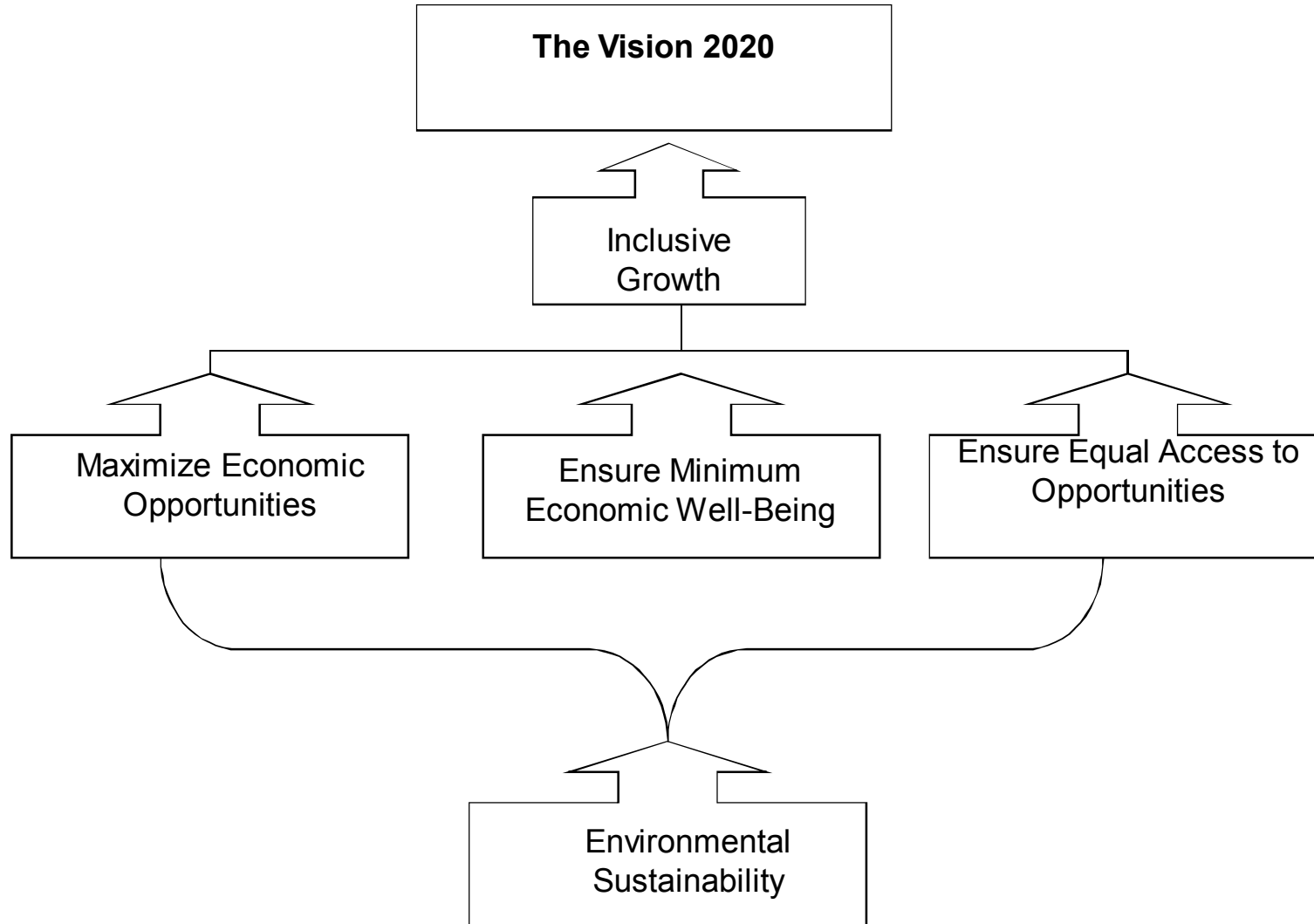
Environmental
sustainability

High and sustainable inclusive economic growth

Concept of Inclusive Growth

- **Inclusive growth:**
 - Growth that not only generates economic opportunities, but also ensures equal access to the opportunities by all members of a society.
- **Development strategy based on the inclusive growth concept is anchored on three policy pillars:**
 - High and sustainable growth to create economic opportunities.
 - Social inclusion to ensure equal access to the opportunities by all.
 - Inclusive economic growth must be environmentally sustainable.

Inclusive Growth Concept



Study Overview

Project Description

The Project will conduct a country diagnostic study and will aim to create awareness and skills of undertaking a diagnostic approach to identify binding constraints to inclusive growth.

Impact and Outcome

Enhanced development impact of Bhutan's national development plan and ADB's and other development partners' operations in the country through enhancing the capacities of the government agencies in development planning.

Outputs

1. Training on diagnostic approaches
2. Diagnosis of Critical Development Constraints and Identification of Policy Options
3. In and Out Country Dissemination

Study Time Line

- Inception workshop (March 2011)
- Study tour (May 2011)
- Training (June 2011)
- Conduct of Overarching Diagnostic (June-September 2011)
- Conduct of Enterprise Survey (June-September 2011)
- 1st Consultation Workshop (November 2011)
- Conduct of In-depth Studies (December 2011-February 2012)
- Conduct of 2nd Consultation Workshop (March 2012)
- Submission of Draft Final Report (May 2012)
- Report Launch and In-country and Regional Dissemination (June 2012)