

»» German Development Cooperation: Support for PIDA – PAP

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KFW

»» Outline

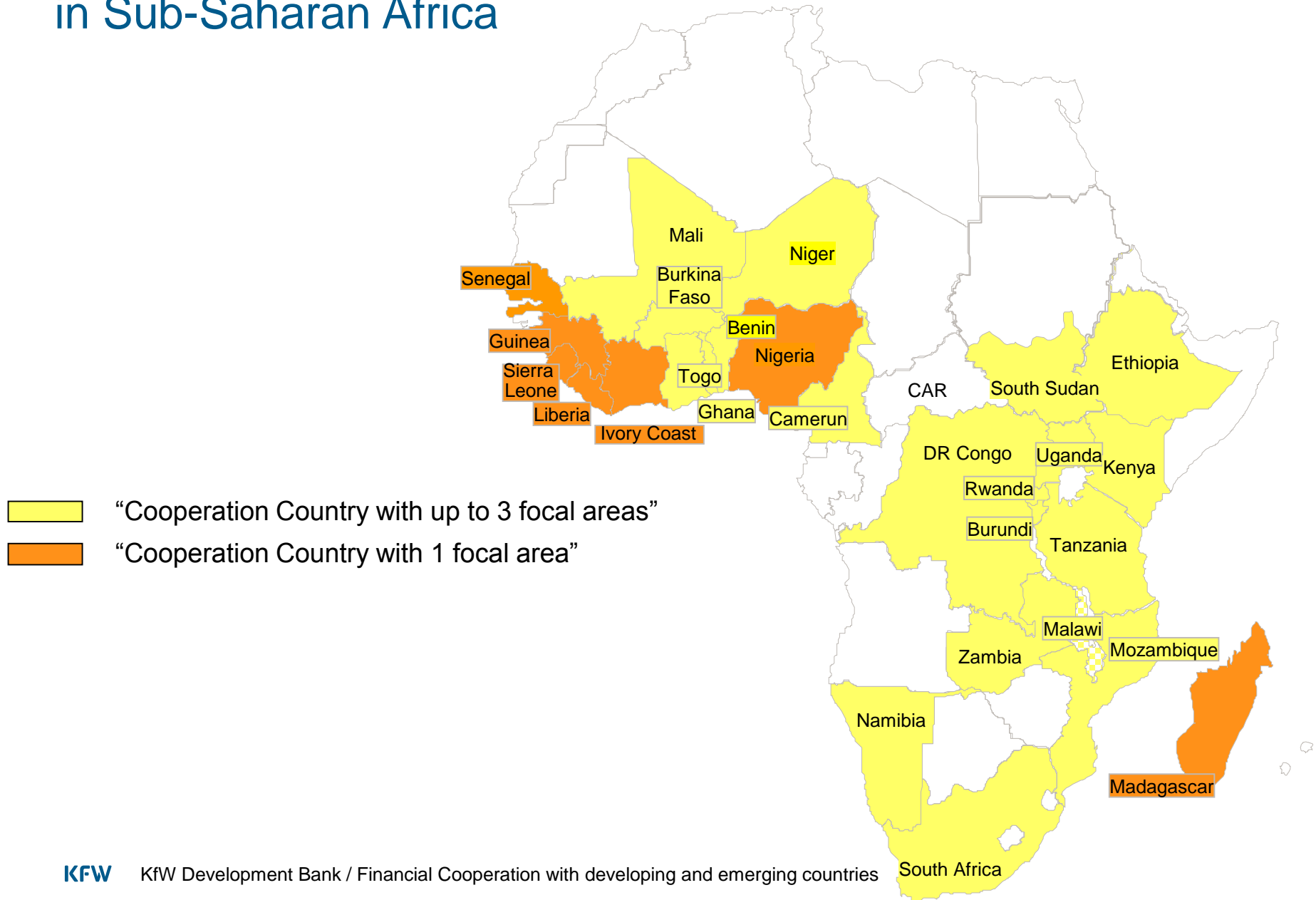
1 KfW Development Bank in brief

2 German Support for PIDA - PAP

»» Overview of KfW Development Bank

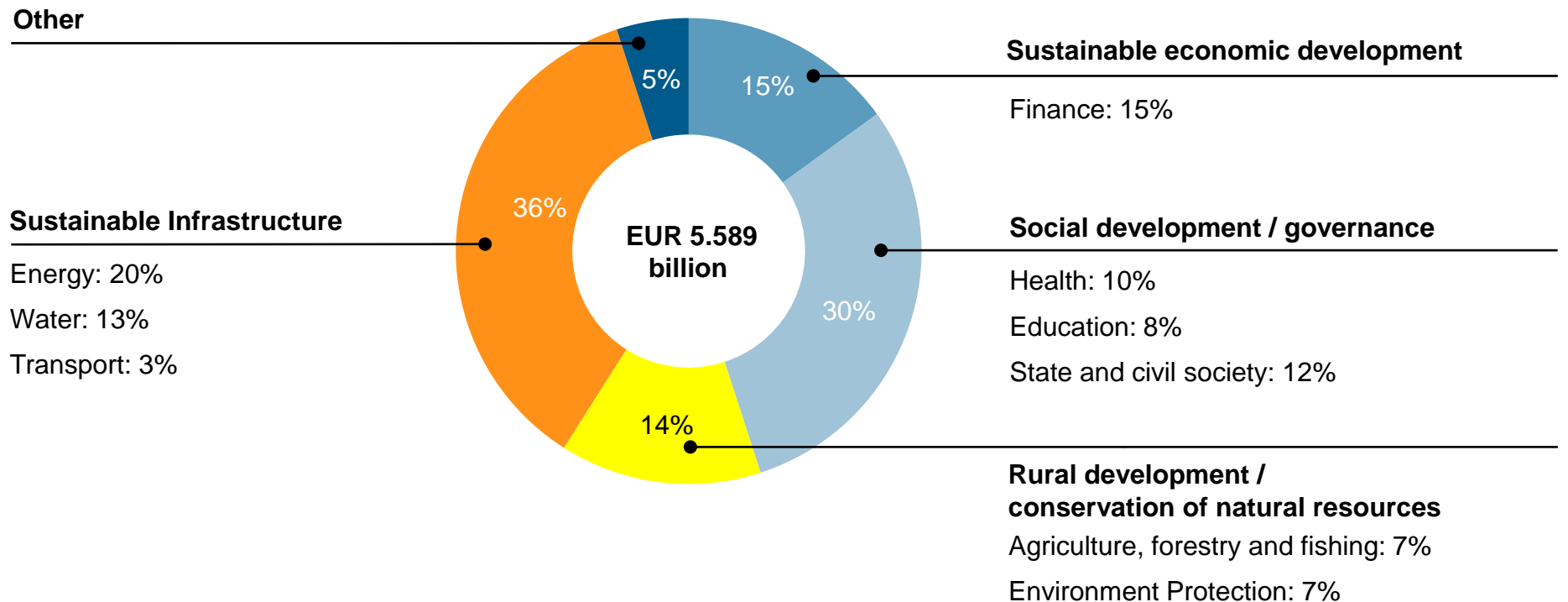
Task	<ul style="list-style-type: none">› Promoting investment and reform processes in developing and emerging countries
Clients	<ul style="list-style-type: none">› German Federal Government (especially BMZ)› EU Commission› Selected bilateral donors
Objectives	<ul style="list-style-type: none">› Sustainably improve economic and social conditions› Poverty reduction› Climate and environmental protection
Financing Instruments	<ul style="list-style-type: none">› Grants and loans from the Federal Budget› KfW loans (capital market funds)
Financing volume 2014	<ul style="list-style-type: none">› EUR 7.4 billion worldwide (SSA: 1,2 billion)

»» The partner countries of the German Development Cooperation in Sub-Saharan Africa



»» Sectoral distribution of projects in Sub-Saharan Africa (as per end of 2014)

- › Current overall portfolio EUR 5.6 billion (of which new commitments in 2014: EUR 1.23 billion)
- › Currently about 460 ongoing projects
- › Covering a large sector bandwidth



»» German support for PIDA - PAP

What we already do (i)

- Since many years German Development Cooperation has supported regional infrastructure in Africa with its instruments of
 - => technical cooperation (through GIZ)
 - => financial cooperations (grants and loans through KfW)and in many cases in close cooperation with other ICA Members
- Currently 36 regional programmes (PIDA and non-PIDA) ongoing or in preparation (total volume 720 Mio €)
- Since its launch PIDA is an important policy reference for Germany for project selection together with partner institutions and partner countries
- German support for PIDA is focussing on
 - => project preparation
 - => capacity building in institutions
 - => direct investment funding and support for project implementation

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What we already do (ii)

Project Preparation:

Since 2009 support of NEPAD – IPPF
(through KfW);

Support of SADC Project Preparation and
Development Facility (through KfW);
Context: PIDA E.02 (North-South Power
Transmission Corridor)

Capacity Building:

Germany (through GIZ) has supported the
institutional architecture to implement the
PIDA projects.

After clarification of roles and responsibilities
of each institution had been achieved, actually
AU Commission and NPCA are directly
supported.

Capacity Development Programm with WAPP
(through GIZ)

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What we already do (iii)

Direct investment funding and support for project implementation

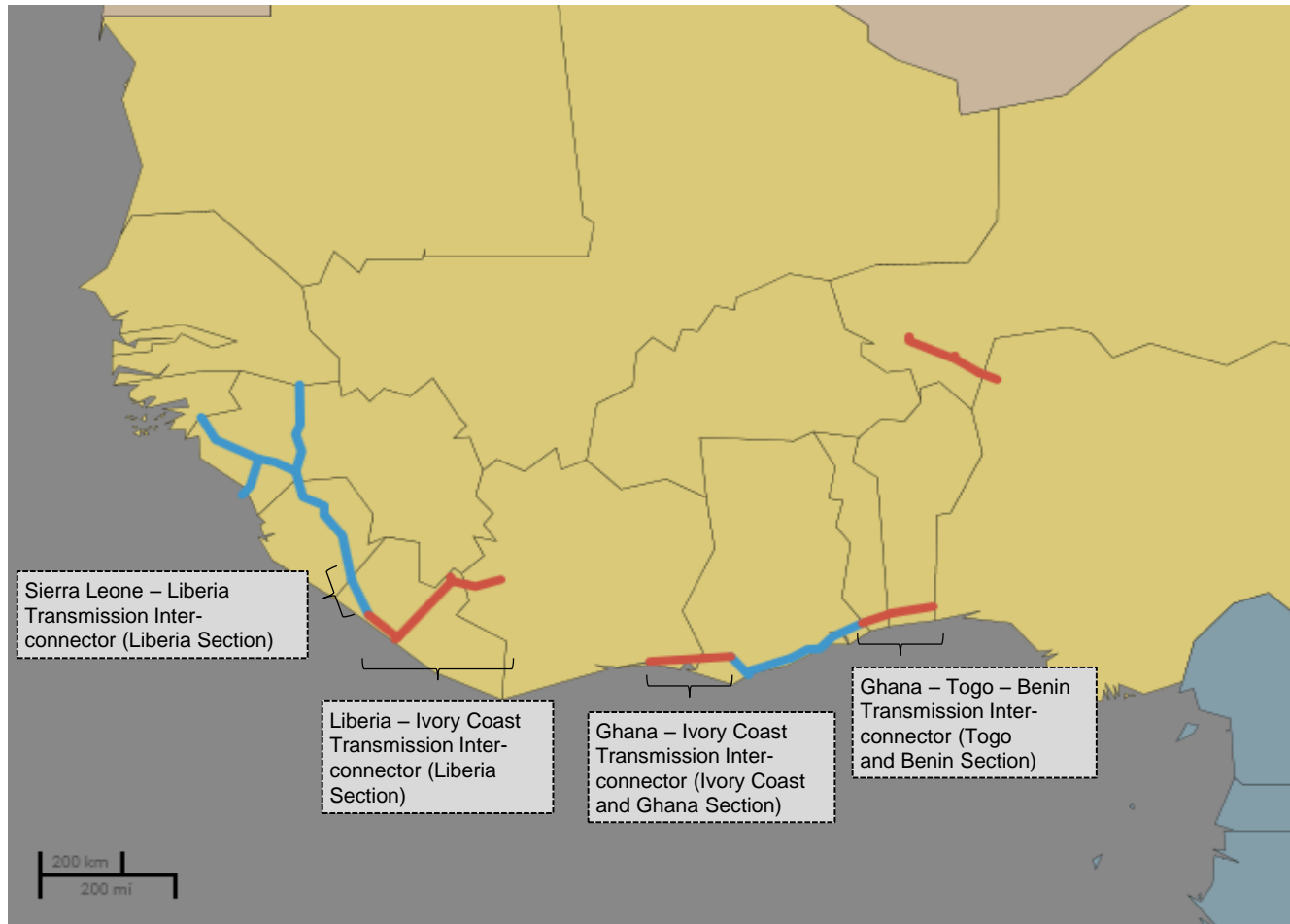
=> Support of the West Africa Power Transmission Corridor (PIDA E.08)

=> Support of Hydro Power Plant Ruzizi III (PIDA E.12)
(will be presented during the Plenary Session tomorrow)

=> Support of the Northern Multimodal Corridor (PIDA T.05)
(under preparation)

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Energy: West Africa Power Transmission Corridor (PIDA E.08)



Source: PIDA (VPIC)

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Energy: West Africa Power Transmission Corridor (PIDA E.08)

Programm: Promotion of a climate-friendly power pool in West Africa

1) Transmission lines and transformer substations in WAPP; **PIDA Transmission – Projects:**

- Sierra Leone – Liberia (Liberia Section)
- Liberia – Ivory Coast (Liberia Section)
- Ghana – Togo – Benin (Togo and Benin Sections)
- Ghana – Ivory Coast

2) Rehabilitation Hydro Power Stations (Mt. Coffee / Liberia and Nangbeto / Togo – Benin)

3) Capacity Development Programm for WAPP Secretariate (through GIZ)

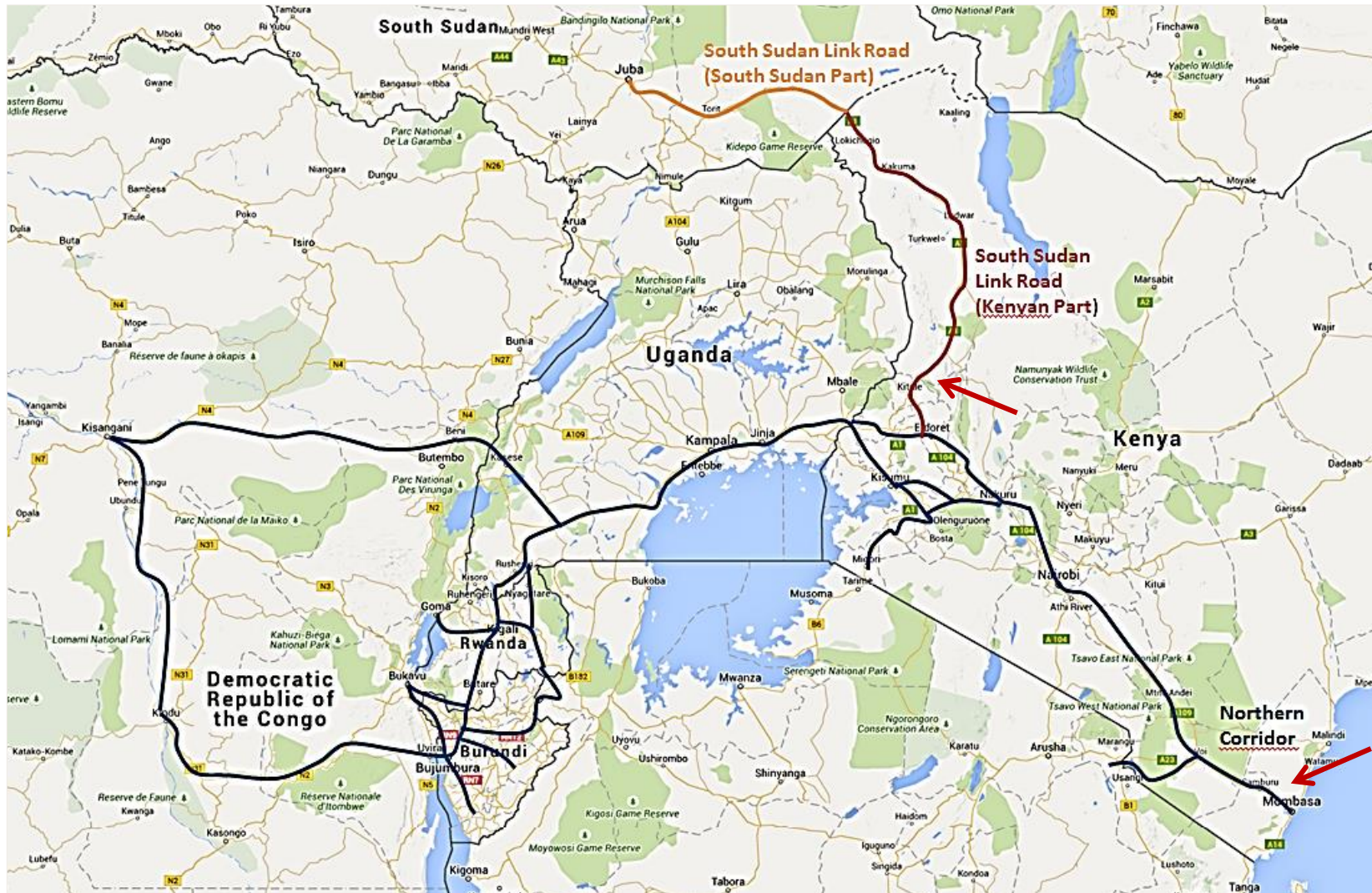
4) Objectives: *„Contribute to cover demand for electricity of households, public institutions and enterprises in WAPP Member States at eco-friendly, reliable and cost-efficient conditions“*

5) Financing instruments: Grants and loans (German Budget) and KfW loans

6) ICA financing partners: Worldbank, EIB, AfDB

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Transport: Northern Multimodal Corridor (PIDA T.05)



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Transport: Northern Multimodal Corridor (PIDA T.05)

Upgrading and rehabilitation of Mombasa – Mariakani – Road (40 km)

- Project is first section of the Road Corridor starting in Mombasa
- Upgrading includes bridges to unload crossroads as well as axle weight controls at Mombasa Port
- Joint Project with ICA Members AfDB, EIB and EU
- Objective: Connect Port Mombasa with back countries; enhance EAC regional economic intergration
- KfW loan (50 Mio €)
- Loan agreement with Republic of Kenya to be signed in the coming months

Rehabilitation of Road Section Kitale – Morpus (70 km)

- Project is part of Kenya – South Sudan Link Road Eldoret – Juba
- Other financiers of Kenya – South Sudan Link Road are Worldbank and possibly AfDB, JICA and China EXIM-Bank
- Objective: Link Kenya's North-West to the Northern Corridor and improvement of the link to South Sudan; economic development and poverty reduction in remote areas of EAC
- KfW loan 90 Mio € planned to be signed in 2016; EU cofinancing under discussion

»» German support for PIDA PAP

Closing remarks

- Good cooperation among ICA Members on project / corridor – level
- Very helpful and welcomed would be actual information on ICA Members' involvement in PIDA PAP financing at macro – level („who is supporting where and how ?“)
- Outlook on German support:

KfW will continue to elaborate options for using own loan funds to cofinance PIDA PAP projects

»» Information

On the Internet:

www.kfw-entwicklungsbank.de

<http://transparenz.kfw-entwicklungsbank.de/>

The Download Centre contains annual FC reports, evaluation reports and other specialist publications

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