European Investment Bank

Africa clean mobility week – UN Environment
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EIB: the bank of the European Union

WHAT IS THE EIB?

- The **bank** of the European Union,

- Its **shareholders** are the 28 EU's Member States;

- Headquartered in Luxembourg, with a network of some 40 offices;

- Provides **long-term funding** to finance projects;

- Non-profit maximizing institution;

- It passes on its **favourable borrowing terms** (thanks to its AAA rating) to its customers;

- Some **450 projects are financed each year**, in over 160 countries.
Climate action is a horizontal objective, i.e. it is integrated in the other priority objectives – EUR 19 bn in 2017
Development

EUR 7.9 bn outside the EU in 2017

EUR 2.6 bn

AFRICA SIGNATURES 2017

- Southern Africa: 13%
- Regional Africa: 10%
- East Africa: 16%
- West Africa: 9%
- North Africa / Mediterranean: 52%
EIB in (sub-Saharan) Africa, Caribbean and Pacific: what we do

- Investment Facility
- Impact Financing Envelope
- Own Resources

NEW: Infrastructure Package

Job creation, climate action, support for SDGs

Sustainable economic development

Private sector development
- Support to small and medium enterprises and midcaps
- Support to corporates
- Project Finance
- Agriculture, digital economy, health, education

Vital Infrastructure
- Financial sector capacity
- Credit lines
- Investment in microfinance
- Investment in equity funds
- Boosting skills
- Water, sanitation, energy, transport, ICT, urban development
- Regional Integration
- Climate Change and Adaptation
- foundations for sustainable development
- Public and Private Partnerships

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Eligibility criteria to obtain EIB financing

The project must be eligible under the mandate objectives for that particular country / region where the project is located.

- EU External Policy Goals
- Technically sound
- Economically sustainable
- Financially viable
- Environmentally sound
- Socially acceptable
- Procured openly

EIB finances **up to 50% of project costs**
• Rehabilitation and improvement works to existing roads, to integrate adaptation measures and increase resilience of communities and infrastructure to climate change impacts
• General modal shift away towards more sustainable freight and passenger transport, including rolling stock, track and other infrastructure
• **Urban mass rapid transport** (e.g. metro, rail, bus) in combination with sustainable urban planning
• **Electric/ hybrid mobility** including renewal or acquisition of low carbon commercial fleets
• Vehicle fleet replacement, or maintenance and renovation programmes, to improve energy efficiency
• **Projects facilitating non-motorised transport** (e.g. cycling, pedestrian access)
• Inland waterway and short sea shipping, including investment in vessels and associated equipment
Egypt - Cairo Metro Line 3 Phase 3

- Part of Greater Cairo’s *Transport Master Plan*
- Project cost of **EUR 2 billion**, financed by EIB (EUR 600m), AFD (EUR 300m), EU (EUR 40m grant);
- Extension of Line 3 (Phase 3) of the Cairo Metro with 17.7 km to serve the main transportation corridors of urban greater Cairo.
Senegal – Bus Rapid Transit Dakar

- Greater Dakar’s first BRT system; construction of a 18.4 km segregated dedicated bus corridor, stations, interchange hubs as well as maintenance and sidings center, and purchase of articulated buses.

- Project cost of **EUR 369 million**, financed by EIB (EUR 80m), WBG (EUR 211m)? GCF (EUR 17m), Gov. of Senegal (EUR22m) and private sector (EUR 40m – PPP for bus purchase, operation and network management).
Alexandria Raml Tram Rehabilitation (pipeline)

- EUR 350m project to finance the Rehabilitation of Alexandria Raml Tram to provide environmental friendly means of transportation, increasing the tram speed and decreasing the operational and maintenance cost.

- EIB contribution of EUR 133m, co-financed with the AFD (EUR 100m), EU (EUR 15m) and local contribution of the Government of Egypt (EUR 102m).
Kenya – Nairobi BRT (pipeline)

- Unbearable urban transport conditions; severe traffic congestion increasing **urban poverty**, **hampering growth** and **damaging the environment**;

- A sustainable solution: improving public transport by (i) **developing Mass Rapid Transit systems** (BRT, Commuter Rail, metro ... and (ii) **upgrading the existing public transport services**

- BRT Core Line 3 (12.5 km from Hospital to Dandora) supported by **EU Development Partners** ➔ tangible results at limited investment and operation costs

- Need for strong **political support and adequate institutional framework**; new partnership between NaMATA and public transport operators to be defined.
• **EIB - a global leader in Climate Action** – target of 35% of lending outside the EU by 2020

• **Africa** will be key to achieving our climate action targets and aspirations; EIB can **catalyse private investments**; **blending** grants and loans can help develop more sustainable financial models

• **Mobility** will be one of the key areas of focus considering the emphasis on infrastructure in national plans in many African countries and by our Member States

Thank you.
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