Accessing Funding in the Seventh Cycle

November 2018
Objectives

**What is the Facility?**
- Accessing Funding
- Funding Offer
- Projects Selected

**Who is this for?**
- Ministries
- Public Utilities
- Rural Electrification Agencies

**How does it Operate?**
- Selection Process
- Role of Experts, Committee
- How to Apply

www.irena.org/adfd
What is the Facility?

» A collaboration between IRENA and the Abu Dhabi Fund for Development.

» **USD 350 million** in concessional loans from ADFD over seven annual funding cycles to promising renewable energy projects in developing countries recommended by IRENA.

www.irena.org/afdf
Accessing Funding

» Project summary submissions – **deadline by 14 February 2019**

### Eligible Countries
- Members of IRENA, Signatories of the IRENA Statute or States in Accession and developing countries in the “DAC List of ODA Recipients” from the OECD.
- Preference is given to IRENA members in the selection process.

### Eligible Projects Include
- Renewable energy as defined in the Statute of IRENA.
- All forms of **tried and tested** energy produced from renewable sources in a sustainable manner which include inter alia bioenergy, geothermal energy (beyond exploratory drilling stage), hydropower, ocean energy, solar energy, and/or wind energy.

### Projects Selected
- Government driven and **must obtain a Government Guarantee letter for the loan**.
- Technical, economically and financially feasible.
- Have positive sustainable development impacts.

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Funding Offer

More than **USD 50 million** available in this seventh cycle.

- **USD 5-15 million** loans for each project, covering up to 50% of the project costs. Remainder must be co-financed.
- **1% or 2% loan rates. 20-year loan period** including 5-year grace period.

www.irena.org/adfd
Projects Selected

- **CUBA**: USD 15m, 10 MW
- **MAURITANIA**: USD 5m, 1 MW
- **MAURITANIA**: USD 6m, 1 MW
- **MALI**: USD 9m, 4 MW
- **NIGER**: USD 10m, 2.1 MW
- **IRAN**: USD 6m, 5 MW
- **SOLOMON ISLANDS**: USD 15m, 20 MW
- **ANTIGUA & BARBUDA**: USD 15m, 4 MW
- **ST. VINCENT & THE GRENADINES**: USD 15m, 15 MW
- **ECUADOR**: USD 5m, 3.4 MW
- **ARGENTINA**: USD 15m, 4 MW
- **SENEGAL**: USD 13m, 2 MW
- **SIERRA LEONE**: USD 9m, 6 MW
- **BURKINA FASO**: USD 10m, 3.6 MW
- **RWANDA**: USD 15m, 7.5 MW
- **MAURITIUS**: USD 10m, 20 MW
- **SEYCHELLES**: USD 8.5m, 5 MW
- **MALDIVES**: USD 6m, 2 MW

- **USD 214 million from ADFD**
- **USD 420m from co-financing**

www.irena.org/adfd
Mali

• Rural electrification in 32 villages
• Rural Electrification Agency (AMADER)
• 4 MW solar PV/diesel mini-grids
• ADFD loan: USD 9 million
• Total costs: USD 18 million

Project Co-funders

Arab Bank for Economic Development in Africa
Together for Africa
Who is this for?

Ministries
Ministries of energy or Departments of Energy of the respective host country of the project.

Public Utilities
Government owned utilities responsible for the generation of energy in the respective host country of the project.

Rural Electrification Agencies
- Government owned rural electrification agencies.

Note: Private (non-governmental) projects may also be considered provided they are able to obtain a government guarantee letter from the host country of the project.

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Selection Process

First phase
- executive project summary stage

Second phase
- full project proposal stage
- final selection stage

- project applicants
- panel of experts
- advisory committee

- submit
- shortlist
- select

- project applicants
- panel of experts
- advisory committee

- submit
- shortlist
- recommend

- ADFD

End Dec 2019

12 Nov 2018 – 14 Feb 2019

May 2019 – Jun 2019

Full feasibility study required

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# First Phase of Process (Nov – Apr)

<table>
<thead>
<tr>
<th>Evaluation by experts (weighting 100%)</th>
<th>Executive Project Summary – applicants submit <em>12 Nov 2018 to 14 Feb 2019</em></th>
</tr>
</thead>
</table>
| **Technical merit (40%)**             | - Objectives of project  
- Design  
- Management                            |
| **Economic/financial viability (30%)**| - Project cost  
- Revenue sources  
- Business plan                          |
| **Socio-economic & environmental development impacts (30%)** | - Social benefits  
- Economic benefits  
- Environmental benefits  
- Stakeholder engagement                 |
## Second Phase of Process
(May – Sep/early October)

<table>
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<tr>
<th>Evaluation by experts (weighting 100%)</th>
<th><strong>Full Project Proposal</strong> including full feasibility study + Government guarantee letter – shortlisted applicants submit May to end Jun 2019</th>
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</table>
| **Technical merit (40%)**          | - Detailed project design and output  
- Resource assessment  
- Implementation plan and operational arrangements  
- Technical risk mitigation measures  
- Organizational and management capabilities  
- Monitoring and evaluation |
| **Economic/financial viability (30%)** | - Full economic/financial feasibility study  
- Co-finance agreements  
- Economic/financial risks and mitigation options |
| **Socio-economic & environmental impacts (30%)** | - Stakeholder engagement  
- Accessibility  
- Affordability  
- Job creation  
- Risk mitigation  
- Energy security  
- Environmental / health/ gender impacts |

[www.irena.org/adfd](http://www.irena.org/adfd)
Experts focus on following aspects of a project:

- Transformative
- Replicable/Scalable
- Improve energy access
- Address energy security

Advisory Committee selection and recommendation of projects is based on:

- Geographic spread
- Diversity of technologies
- Alignment with government priorities and availability of a government guarantee
How to Apply - Online

Accessible finance for renewable energy projects in developing countries

The International Renewable Energy Agency (IRENA) and the Abu Dhabi Fund for Development (ADFD) have collaborated on a joint Project Facility to support replicable, scalable and potentially transformative renewable energy projects in developing countries. ADFD committed USD 350 million in concessional loans, over seven annual funding cycles, to renewable energy projects recommended by IRENA.

The 7th cycle will open in mid-November 2018. Start working on your applications now!

Register for a guidance webinar on 15th November 2018 to learn more about the offer of funding, eligibility criteria, selection and evaluation process and how to apply.

Background Information on the Facility is available in English, French (Français), Spanish (Español) and Arabic (عربي).

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