

Results of Environmental Review

- (1) Reference Number
19-045
- (2) Project Name
Construction of wind power facilities
- (3) Project Site
Red Sea Governorate, Egypt
- (4) Project Outline
Construction of wind power facilities
- (5) Category
B
- (6) Reason of Categorization
This project is not expected to have significant negative environmental and social impacts as it is not located in or near a sensitive area, nor does it have environmentally sensitive characteristics, nor does it have significant impact on human rights under the Environmental Guidelines.
- (7) Environmental Permission / Approval by the Environmental Authority
An Environmental and Social Impact Assessment Report has been prepared in accordance with the country's legislation and has already been approved by the environmental authorities with ancillary conditions.
- (8) Pollution Prevention
Appropriate measures are taken to address pollution, including noise and waste.
- (9) Natural Environmental Considerations
Appropriate measures are taken to protect migratory birds and the natural environment.

(10) Social Considerations

No involuntary resettlement or land acquisition is involved and there are no ethnic minority settlements or cultural heritage sites in the vicinity of the project site. It has been confirmed that appropriate measures will be taken to address other social impacts.

(11) Applied International Standards
IFC Performance Standards

(12) Monitoring

An environmental management plan has been prepared and monitoring results will be reported to the authority.

(end)

Questions

Q1. Please provide the address of the project site.

Address of the project site: approximately 40km northwest of the municipality of Ras Ghareb in the Red Sea Governorate

Q2. Please provide brief explanation of the project.

- The Consortium obtained Egypt Cabinet Approval to develop the Project based on the direct negotiation basis on 11 April 2018.
- The Consortium will prepare and submit a binding offer with respect to the Project to EETC pursuant to the Joint Development Agreement which was signed by EETC and the Consortium on 20 December 2018.
- After receiving an acceptance letter on the binding offer from EETC, the Consortium will establish a project company, which shall design, finance, build, own, operate and maintain a 500MW wind power plant.
- The project company will sell the electricity energy generated from a 500MW wind power plant to EETC under 20 years power purchase agreement.

Q3. Will NEXI insurance be applied to a new project or an executing project? In case of an executing project, please inform of strong claims by stakeholders such as local residents, as well as improvement guidance or cessation orders for construction work / operations, from environmental authorities.

- | | |
|---|--|
| <input checked="" type="checkbox"/> New Project | <input type="checkbox"/> Executing Project (with Claim etc.) |
| <input type="checkbox"/> Executing Project (without Claim etc.) | <input type="checkbox"/> Others (Please specify _____) |

Q4. In case of this project, is it necessary to execute Environmental and Social Impact Assessment (ESIA) based on the laws or regulations of the country where the project is to be implemented? If necessary, please inform the progress of ESIA.

- | | |
|---|--|
| <input type="checkbox"/> Required (Completed) | <input checked="" type="checkbox"/> Required (Under execution or under planning) |
| <input type="checkbox"/> Not Required | <input type="checkbox"/> Others (Please specify _____) |

Q5. In case that ESIA is already completed, please inform whether ESIA report is already approved based on the environmental and social assessment system of the country where the project is to be implemented or not. If ESIA report is already approved, please provide the date and name of authorities of the approval.

- | | |
|---|---|
| <input type="checkbox"/> Approved (without condition) | <input type="checkbox"/> Approved (conditional) |
| <input type="checkbox"/> Under approval process | <input checked="" type="checkbox"/> Others (Under preparation of the application. _____) |

Date of Approval: _____
Name of Authorities: _____

Q6. If environmental and social permit(s) other than ESIA is required, please provide the name of required permit(s). Have you obtained required permit(s)?

- | | |
|--|---|
| <input type="checkbox"/> Obtained | <input type="checkbox"/> Required, but not obtained yet |
| <input checked="" type="checkbox"/> Not required | <input type="checkbox"/> Others (Please specify _____) |

Name(s) of required permit(s): _____

Q7. Will the insurance be used for the undertaking that cannot specify the project at this stage (e.g. export or lease of machinery that has no relation with specific project, or Two Step Loan that cannot specify the project at the time of loan agreement)?

(Yes No)

If you answered “Yes”, it is not necessary to reply to the following questions.
If you answered “No”, please reply to the following questions.

Q8. Are there any environmentally sensitive area(s) shown below in and around project site(s)?

(Yes No)

If you answered “Yes”, please select applicable items by marking, and reply to the following questions.
If you answered “No”, please reply to the questions 9 and after.

- (1) National parks, nationally-designated protected areas (coastal areas, wetlands, areas for ethnic minorities or indigenous peoples and cultural heritage, etc. designated by national governments)
- (2) Forests with important ecological value (including primary forests and natural forests in tropical areas)
- (3) Habitats with important ecological value (including coral reefs, mangrove wetland and tidal flats)
- (4) Habitats of rare species requiring protection under domestic legislation, international treaties, etc.
- (5) Areas in danger of large-scale salt accumulation or soil erosion
- (6) Areas with a remarkable tendency towards desertification
- (7) Areas with unique archaeological, historical or cultural value
- (8) Areas inhabited by ethnic minorities, indigenous peoples or nomadic peoples with traditional ways of life (including areas which are used for cultural or spiritual purposes) and other areas with special social value

Q9. Does the project involve following characteristics?

(Yes No)

If you answered “Yes”, please describe the scale of applicable characteristics, and reply to the questions 10 and after.
If you answered “No”, please reply to the questions 11 and after.

- (1) Involuntary resettlement and/or loss of means of livelihood (Number of affected people: _____)
- (2) Pumping of groundwater (Scale: _____ m³/year)
- (3) Land reclamation, development and/or clearing (Scale: _____ ha)
- (4) Deforestation (Scale: _____ ha)

Q10. Under the environmental and social impact assessment system of the country where the project is to be implemented, do the applicable characteristics from (1) – (4) of the questions 9 and their scale serve as basis for executing an ESIA for the project?

- They do They do not
- Others (Please specify _____)

Q11. May the project involve significant social impacts?

(Yes No)

If you answered “Yes”, please describe the outline of the impacts, and reply to the questions 12 and after.
If you answered “No”, please reply to the questions 12 and after.

- The likelihood of severe project-related human rights impacts (_____)
- Others (_____)

Q12. Will the value insured by NEXI in the export, loan or investment project be equal or less than 5% of the total project cost, or equal or less than SDR 10 million? (In the case of additional support for a past project, this shall be the accumulated total amount)

(Yes No)

If you answered “Yes”, it is not necessary to reply to the following questions.
If you answered “No”, please reply to the questions 13 and after.

Q13. Does the project belong to either of the sectors that impact on the environment and society is deemed immaterial or is not anticipated under normal conditions (e.g. maintenance of the existing facilities, non-expansory renovation project, and acquisition of rights and interests without additional capital investment)?

(Yes No)

If you answered “Yes”, it is not necessary to reply to the following questions.
If you answered “No”, please reply to the questions 14 and after.

Q14. Does the project belong to the following sectors?

(Yes No)

If you answered “Yes”, please specify the sector by marking, and reply to the questions 15 and after.
If you answered “No”, it is not necessary to reply to the following questions.

- (1) Mining
- (2) Oil and natural gas development
- (3) Pipelines
- (4) Iron and steel (projects that include large furnaces)
- (5) Non-ferrous metals smelting and refining
- (6) Petrochemicals (manufacture of raw materials; including complexes)
- (7) Petroleum refining
- (8) Oil, gas and chemical terminals
- (9) Paper and pulp
- (10) Cement plants (including a greenfield quarry)
- (11) Manufacturing and transport of toxic or poisonous substances regulated by international treaties, etc.
- (12) Thermal power
- (13) Nuclear power
- (14) Hydro power, dams and reservoirs
- (15) Power transmission and distribution lines involving large-scale involuntary resettlement, large-scale logging or submarine electrical cables
- (16) Roads, railways and bridges
- (17) Airports
- (18) Ports and harbors
- (19) Sewage and wastewater treatment having sensitive characteristics or located in sensitive areas or their vicinity
- (20) Waste management and disposal
- (21) Agriculture involving large-scale land clearing or irrigation
- (22) Forestry
- (23) Tourism (Construction of hotel, etc.)

Q15. Please provide information on the scale of the project (project area, area of plants and buildings, production capacity, amounts of power generation, etc.) Further, please explain whether an execution of EISA is required on account of the large scale of the project in the country where the project is implemented.