Early Warning System

ADB-50316-001

National Disaster Risk Management Fund

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Quick Facts

Countries	Pakistan
Financial Institutions	Asian Development Bank (ADB)
Status	Approved
Bank Risk Rating	U
Voting Date	2016-11-23
Borrower	Government of Pakistan, National Disaster Risk Management Fund (NDRMF)
Sectors	Finance, Industry and Trade, Technical Cooperation
Investment Type(s)	Advisory Services, Grant, Loan
Investment Amount (USD)	$ 202.30 million
Loan Amount (USD)	$ 200.00 million
Grant Amount (USD)	$ 2.30 million

Project Description

As stated by the ADB, the Project will provide financial and technical support to the National Disaster Risk Management Fund (NDRMF), which is being established as a government-owned non-bank financial intermediary with a corporate structure. The NDRMF will reduce the socio-economic and fiscal vulnerability of the country and its population to natural hazards by prioritizing and financing investments in disaster risk reduction and preparedness that have high economic benefits, taking into account climate change, as well as disaster risks and their impacts. The government will pass on ADB loan funds to the NDRMF as a grant, for on-granting by NDRMF to eligible implementing partners. The NDRMF will finance up to 70% of the cost of eligible subprojects that will enhance Pakistan's resilience to extreme weather events and other natural hazards. The NDRMF will also enter into insurance arrangements to develop markets for the transfer of residual risks that cannot be mitigated.

Early Warning System Project Analysis

As stated by the ADB, the project will not finance any category A subprojects. No significant adverse environmental impacts are anticipated, as most civil works will involve retrofitting or rehabilitating existing facilities. Negative impacts during construction will likely be short term, site-specific, and mitigable. An ESMS document has been prepared. The project may finance subprojects classified as category B in line with the requirements set out in the draft ESMS document.

Investment Description

- Asian Development Bank (ADB)

Grant 0519-PAK: National Disaster Risk Management Fund

Government of Australia US$ 3.36 million

Loan 3473-PAK: National Disaster Risk Management Fund

Ordinary capital resources US$ 75.00 million

Loan 3474-PAK: National Disaster Risk Management Fund

Concessional ordinary capital resources / Asian Development Fund US$ 125.00 million

TA 9246-PAK: National Disaster Risk Management Fund

Technical Assistance Special Fund US$ 1.00 million

Financial Intermediary

Financial Intermediary: A commercial bank or financial institution that receives funds from a development bank. A financial intermediary then lends these funds to their clients (private actors) in the form of loans, bonds, guarantees and equity shares. Financial intermediaries include insurance, pension and equity funds. The direct financial relationship is between the development bank and the financial intermediary.

- National Disaster Risk Management Fund (NDRMF, Pakistan) (Financial Intermediary)

Private Actors Description

As stated on the fund's website, NDRMF is a federal government non-banking financial intermediary exclusively focused to invest in Disaster Risk Reduction, Disaster Risk Financing and Climate Change across Pakistan, especially in most vulnerable regions of Pakistan. NDRMF provides grant financing to public and non-public sector entities for their interventions to reduce the socio economic and fiscal vulnerability of population to natural hazards by prioritizing and financing investments in disaster risk reduction and preparedness with high impacts.

Contact Information

ACCOUNTABILITY MECHANISM OF ADB

The Accountability Mechanism is an independent complaint mechanism and fact-finding body for people who believe they are likely to be, or have been, adversely affected by an Asian Development Bank-financed project. If you submit a complaint to the Accountability Mechanism, they may investigate to assess whether the Asian Development Bank is following its own policies and procedures for preventing harm to people or the environment. You can learn more about the Accountability Mechanism and how to file a complaint at: http://www.adb.org/site/accountability-mechanism/main

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Bank Documents

- Grant Agreement (Externally Financed) for Grant 0519-PAK: National Disaster Risk Management Fund [Original Source]
- Loan Agreement (Ordinary Operations) for Loan 3473-PAK: National Disaster Risk Management Fund [Original Source]
- Loan Agreement (Special Operations) for Loan 3474-PAK: National Disaster Risk Management Fund [Original Source]
- National Disaster Risk Management Fund: Gender Action Plan [Original Source]
- National Disaster Risk Management Fund: Procurement Plan [Original Source]
- National Disaster Risk Management Fund: Project Administration Manual [Original Source]
- National Disaster Risk Management Fund: Report and Recommendation of the President [Original Source]
- Project Agreement for Loans 3473-3474 and Grant 0519-PAK: National Disaster Risk Management Fund [Original Source]
- Project Disclosure PDF

Media

- ADB, Norway Sign Agreement to Support Pakistan's National Disaster Risk Management Fund
- Natural Disasters Fund Helps Pakistan Reduce Vulnerability to Extreme Events

Other Related Projects

- ADB-50316-002 National Disaster Risk Management Fund (Additional Financing)