

 Early Warning System

ADB-56253-001

Climate-Resilient Inclusive Development Program (Subprogram 1)



### Quick Facts

Countries	Bangladesh
Financial Institutions	Asian Development Bank (ADB)
Status	Approved
Bank Risk Rating	B
Voting Date	2023-12-08
Borrower	Government of Bangladesh
Sectors	Climate and Environment, Law and Government
Investment Type(s)	Loan
Investment Amount (USD)	\$ 890.00 million
Project Cost (USD)	\$ 890.00 million



### Project Description

According to the Bank's website, the proposed policy-based loan (PBL) will help the government implement its climate priorities, particularly those in NAP and the NDC-U. It is aligned with the Paris Agreement's climate goals and the Asian Development Bank (ADB) country partnership strategy for Bangladesh, 2021-2025 to promote green growth and climate resilience. The PBL is structured in coordination with development partners, with expected cofinancing from Agence Française de Développement, the Asian Infrastructure Investment Bank, and Korea Export Import Bank. The PBL supports ADB Strategy 2030's operational priorities: (i) addressing remaining poverty and reducing inequalities; (ii) accelerating progress in gender equality; (iii) tackling climate change, building climate and disaster resilience, and enhancing environmental sustainability; (iv) making cities more livable; (v) promoting rural development and food security; and (vi) strengthening governance and institutional capacity.



### Early Warning System Project Analysis

The program was categorized complex because of the loan amount.

Subprogram 1 is category B for environment and category C for involuntary resettlement, and indigenous peoples following the Asian Development Bank's Safeguard Policy Statement (2009).



### Investment Description

- Asian Development Bank (ADB)

Under the program, ADB will provide a \$400 million loan for subprogram 1 in 2023 from ADB's concessional ordinary capital resources, which represents 1.8% of the estimated FY2024 fiscal deficit. The AIIB will provide parallel cofinancing of \$400 million for subprogram 1, and this will be partially administered by ADB that will entail limited services, comprising E&S monitoring and reporting to the same extent as ADB's own program. Additional cofinancing expected for subprogram 1 includes \$106 million from Agence Française de Développement and \$50 million- \$90 million from the Export-Import Bank of Korea.

The government has requested a concessional loan of \$400 million from ADB's ordinary capital resources to help finance the program. The loan will have a 25-year term, including a grace period of 5 years; an interest rate of 2.0% per year during the grace period and thereafter; and such other terms and conditions set forth in the draft loan agreement.



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### Contact Information

*No contacts available at the time of disclosure.*

### ACCESS TO INFORMATION

You can submit an information request for project information at: <https://www.adb.org/forms/request-information-form>

ADB has a two-stage appeals process for requesters who believe that ADB has denied their request for information in violation of its Access to Information Policy. You can learn more about filing an appeal at: <https://www.adb.org/site/disclosure/appeals>

### 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>.



### Bank Documents

- [Climate-Resilient Inclusive Development Program \(Subprogram 1\): Report and Recommendation of the Pre](#)
- [List of Ineligible Items](#)
- [Loan Agreement \(Ordinary Operations \[Concessional\]\) for Loan 4423-BAN: Climate-Resilient Inclusive D](#)
- [Project Disclosure PDF](#)
- [Risk Assessment and Risk Management Plan](#)
- [Sector Assessment \(Summary\): Climate Change](#)

### Media

- [ADB Lends \\$400 Million to Support Climate Priorities in Bangladesh](#)



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### Other Related Projects

- ADB-56253-003 Supporting the Climate-Resilient Inclusive Development Program