

 Early Warning System

ADB-58217-001

Sustainable Urban E-mobility Project



Quick Facts

Countries	Nepal
Specific Location	Kathmandu and Pokhara Valleys
Financial Institutions	Asian Development Bank (ADB)
Status	Proposed
Bank Risk Rating	B
Borrower	Government of Nepal
Sectors	Communications, Energy, Infrastructure, Transport
Investment Type(s)	Loan
Investment Amount (USD)	\$ 100.00 million
Loan Amount (USD)	\$ 100.00 million



Project Description

As stated by the ADB, the proposed Sustainable Urban E-Mobility Project aims to modernize public transportation in Nepal's Kathmandu and Pokhara Valleys by introducing electric buses, enhancing traffic management through intelligent transport systems (ITS), and implementing forward-thinking policies and regulations. In Kathmandu Valley, the proposed project focuses on deploying new electric bus fleets and modernizing traffic infrastructure with ITS. In Pokhara Valley, it goes further to integrate comprehensive mobility solutions that improve public transit infrastructure, promote green and livable city concepts, and bolster the city's tourism potential. This proposed project will not only facilitate a seamless transition to electric public transport but also foster institutional capacity and green transportation skills, positioning both valleys at the forefront of sustainable urban mobility.

Nepal's rapidly growing urban centers are crucial for economic growth and social transformation. The urban population now makes up 66% of the country's total population of 29 million, with Kathmandu Valley housing 3.1 million people, contributing over 31% of national gross domestic product (GDP). Pokhara, with 0.6 million residents, is the second-largest urban area. Rapid urbanization has increased travel demand. However, inadequate public transport, unplanned urban development, aging bus fleet, limited regulatory enforcement, weak governance, and low institutional capacity, has led to a 26% rise in private vehicle use and a 40% decline in public transport, thereby increasing pollution and greenhouse gas (GHG) emissions. Moreover, public transport is mostly run by small-scale private operators under a fragmented 'route license' system, are plagued by overcrowding, delays, unpredictability, and safety concerns. Limited financial capacity of private operators has led public transport to use fossil-fuel based fleet that has high intensity of GHG emissions and air pollution.



Early Warning System Project Analysis

The ADB categorized the project E&S risks as follows -

Environment: B

Involuntary Resettlement: B

Indigenous Peoples: C



Investment Description

- Asian Development Bank (ADB)



Contact Information

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ACCESS TO INFORMATION

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

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