

 Early Warning System

AFDB-P-ET-FA0-020

ETHIOPIA - Eastern Ethiopia Electricity Grid Reinforcement Project



Quick Facts

Countries	Ethiopia
Specific Location	Somali, Harari, Oromia, Afar, Dire Dawa
Financial Institutions	African Development Bank (AFDB)
Status	Approved
Bank Risk Rating	A
Voting Date	2023-09-13
Borrower	Government of Ethiopia
Sectors	Energy, Infrastructure
Investment Type(s)	Grant
Investment Amount (USD)	\$ 52.00 million
Grant Amount (USD)	\$ 52.00 million
Project Cost (USD)	\$ 119.89 million



Project Description

As stated by the AFDB, the project development objective is to increase access to clean and reliable electricity supply by reinforcing the transmission system capacity of the Eastern Ethiopia Electricity Grid. The reinforced eastern grid will address voltage drop and power losses in the region and allow more industries and households to be connected to grid electricity, facilitate the full-scale operation of factories connected to the grid and eliminate the use of diesel generators that currently provide base power to the region, and, more importantly, support the launch of the Government's program for irrigated agriculture in the region. Consequently, the project is key to addressing fragility by enhancing the socioeconomic viability of the Eastern Ethiopia region and ultimately, the Federal Republic of Somalia through its eventual interconnection.



Early Warning System Project Analysis

According to the AFDB, the project has high environmental and social risks. Therefore, the Bank categorized it as "Category 1".



Investment Description

- African Development Bank (AFDB)

The project will benefit from a USD 52 million loan from the Korea Eximbank, and from a government contribution of USD 15.89 million.



Private Actors Description

As stated on the company's website, the mission of Ethiopian Electric Power constitutes of conducting feasibility study, surveying, design, construction, rehabilitation, maintenance, operation and management of generation, transmission and substation infrastructures with a focus on renewable energy; selling and buying electricity in bulk, providing reliable and safe electricity that is used for the country's prosperity and continental connectivity.



Private Actor 1	Private Actor 1 Role	Private Actor 1 Sector	Relation	Private Actor 2	Private Actor 2 Role	Private Actor 2 Sector
-	-	-	-	Ethiopian Electric Power (EEP)	Client	Energy



Contact Information

AFDB Team Leader:

Arkins Mwila Kabungo - Senior Energy Officer

Email: a.kabungo@afdb.org

Implementing Agency - Ethiopian Electric Power:

Email: info@eep.com.et

Website: <https://www.eep.com.et/en/>

ACCESS TO INFORMATION

You can submit an information request for project information at: <https://www.afdb.org/en/disclosure-and-access-to-information/request-for-documents>. Under the AfDB's Disclosure and Access to Information policy, if you feel the Bank has omitted to publish information or your request for information is unreasonably denied, you can file an appeal at <https://www.afdb.org/en/disclosure-and-access-to-information/appeals-process>.

ACCOUNTABILITY MECHANISM OF AfDB

The Independent Review Mechanism (IRM), which is administered by the Compliance Review and Mediation Unit (CRMU), is the independent complaint mechanism and fact-finding body for people who have been or are likely to be adversely affected by an African Development Bank (AfDB)-financed project. If you submit a complaint to the IRM, it may assist you by either seeking to address your problems by facilitating a dispute resolution dialogue between you and those implementing the project and/or investigating whether the AfDB complied with its policies to prevent environmental and social harms. You can submit a complaint electronically by emailing crmuinfo@afdb.org, b.kargougou@afdb.org, b.fall@afdb.org, and/or s.toure@afdb.org. You can learn more about the IRM and how to file a complaint at: <https://www.afdb.org/en/independent-review-mechanism/>



Bank Documents

- [Environmental Study 2](#)
- [Appraisal Report \(EN\)](#)
- [Appraisal Report \(FR\)](#)
- [Environmental Study](#)
- [Expression of interest](#)
- [General Procurement Notice](#)