Early Warning System

AFDB-P-MZ-FD0-003

Mozambique - Mozambique LNG Area 1

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Quick Facts

Countries	Mozambique
Financial Institutions	African Development Bank (AFDB)
Status	Approved
Bank Risk Rating	U
Voting Date	2019-11-21
Borrower	*Borrower information not provided at the time of disclosure*
Sectors	Energy
Investment Type(s)	Loan
Investment Amount (USD)	$ 404.54 million

Project Description

According to bank documents, The objective of the project is to build and operate a Greenfield 12.88 MTPA LNG plant in Mozambique.

The Mozambique Area 1 Project entails the development of a Liquefied Natural Gas (LNG) plant with a production capacity of 12.88 MTPA, including offshore extraction, pipeline, gas processing and liquefaction facilities, as well as an LNG export terminal, primary infrastructure for domestic gas supply, and other associated facilities. It constitutes the Continent's single largest FDI to-date and the largest project financing in Africa. The sheer volume of gas discovery and expected LNG production will place Mozambique in the third rank of global LNG suppliers. The Project will source gas from the Golfinho-Atum (GA) field within "Area 1," which is located 40 KM off the coast of Mozambique. Area 1 has ~75 trillion cubic feet (Tcf) of recoverable gas, implying a resource life of ~120 years at the initial production rate of 12.88m tonnes of LNG per year. The Project will supply gas for LNG exports (mainly to Europe and Asia) and domestic consumption, thereby fuelling industrial development in the country and the larger southern Africa region.

Investment Description

- African Development Bank (AFDB)

Contact Information

Contact information not provided at the time of disclosure

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/

Community Documents

- Beggar thy neighbour: South African public financing of Mozambique fossil gas project

Campaign Documents

- Project Background and CSO Request for Information