Early Warning System

DFC-NAFTOGAZ

Naftogaz Purchase Facility (Ukraine)

Quick Facts

Countries	Ukraine
Financial Institutions	US International Development Finance Corporation (DFC)
Status	Approved
Bank Risk Rating	A
Voting Date	2018-06-14
Borrower	Naftogaz Gas Purchase Facility
Sectors	Energy
Investment Type(s)	Loan
Investment Amount (USD)	$ 250.00 million
Project Cost (USD)	$ 270.00 million

Project Description

According to the Agency's document, this project is a revolving gas purchase facility that allows Naftogaz to buy gas over a period of up to three years at the lowest price available during the summer monts and build up reserves in its storage facilities for sale to Ukrainian residents and businesses in the fall and winter heating season when demand is high and gas supply is more scarce.

According to the Agency, this project has been screened as Category A regarding environmental and social risks because it involves a major natural gas storage and distribution infrastructure that has potential impacts which can be diverse and irreversible; the potential to impact local infrastructure; and the potential for accidental releases of methane from process upsets resulting in fire and explosion. In addition there are also potential impacts and risks commonly associated with hazardous materials management, solid and hazardous waste management, effluent disposal, occupational health and safety, and community health, safety, and security.

Investment Description

- US International Development Finance Corporation (DFC)

Private Actor 1	Private Actor 1 Role	Private Actor 1 Sector	Relation	Private Actor 2	Private Actor 2 Role	Private Actor 2 Sector
-	-	-	-	Naftogaz	Client	-

Contact Information

No contact information available at time of writing.

Bank Documents

- Information Summary for the Public [Original Source]