

 Early Warning System

EBRD-17595

Romgaz - Development of Decarbonisation Strategy



Quick Facts

Countries	Romania
Financial Institutions	European Bank for Reconstruction and Development (EBRD)
Status	Approved
Bank Risk Rating	U
Borrower	Government of Romania - Romgaz
Sectors	Climate and Environment, Energy, Law and Government
Investment Type(s)	Loan
Investment Amount (USD)	\$ 54.29 million
Project Cost (USD)	\$ 407.16 million



Project Description

According to the Bank's website, the proposed advisory initiative will enable the development and implementation of sustainable and transformative projects in the public and private sectors in InvestEU priority areas identified under the Sustainable Infrastructure window.

These projects will contribute to the decarbonisation, digitalisation and sustainable transformation of the EU economies where the EBRD operates, and potentially beyond.

They will help address: a) the quality, efficiency, governance and inclusiveness of public services and public infrastructure; b) the climate change challenge, by supporting significant scale up of energy efficiency, circular economy and renewable energy / fuels deployment, and climate resilience; and c) the current environmental crisis, by promoting sustainable use of water, resources and natural capital and the consistency with the 'do no significant harm' (DNSH) principle.

Under the InvestEU Sustainable Infrastructure Window, the EBRD intends to select and engage a consultant to develop a decarbonisation strategy for Romgaz, the largest producer and main supplier of natural gas in Romania. Romgaz is implementing cutting-edge technologies in the field of geological exploration, production, and underground storage of gas, financed from own or external sources, while its economic and financial position is characterized by profit stability and liquidity. Thus, Romgaz is among the state-owned companies that have met all the conditions for economic growth, becoming one of the largest companies in Romania. To continue in this strong position, Romgaz needs to take into consideration the carbon-transition and the physical climate impacts in its financial and business decision-making.

Romgaz therefore wishes to develop a low-carbon strategy aligned with the objectives of the Paris Agreement, supported by an action plan to deliver those objectives.



Investment Description

- European Bank for Reconstruction and Development (EBRD)

ICA is requesting GRU approval to use the associate funds for Technical Assistance under the InvestEU Advisory Hub to enable and support the successful delivery of the EBRD InvestEU Framework for Sustainable Transition, which will provide up to EUR 375 million debt supported by up to EUR 80 million guarantees (20 per cent or 25 per cent 1st loss cover) to predominantly private clients in a broad range of sectors within the remit of ICA, as well as potentially other standalone transactions supported by the InvestEU guarantee. The loan proceeds shall be used for GET-eligible CAPEX investments. The maximum size of the EBRD loan backed by the InvestEU guarantee under this framework is EUR 50 million.



Private Actors Description

Romgaz is the largest producer and main supplier of natural gas in Romania. It has been listed for trading since 2013 on the Bucharest Stock Exchange and the London Stock Exchange (LSE). The main shareholder is the Romanian state with a 70% stake.



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



Contact Information

General enquiries

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ACCESS TO INFORMATION

You can request information by emailing: accessinfo@ebrd.com or by using this electronic form:

<https://www.ebrd.com/eform/information-request>

ACCOUNTABILITY MECHANISM OF EBRD

The Project Complaint Mechanism (PCM) is the independent complaint mechanism and fact-finding body for people who have been or are likely to be adversely affected by an European Bank for Reconstruction and Development (EBRD)-financed project. If you submit a complaint to the PCM, it may assess compliance with EBRD's own policies and procedures to prevent harm to the environment or communities or it may assist you in resolving the problem that led to the complaint through a dialogue with those implementing the project. Additionally, the PCM has the authority to recommend a project be suspended in the event that harm is imminent.

You can contact the PCM at: pcm@ebrd.com or you can submit a complaint online using an online form at:

http://www.ebrd.com/eform/pcm/complaint_form?language=en

You can learn more about the PCM and how to file a complaint at: <http://www.ebrd.com/work-with-us/project-finance/project-complaint-mechanism.html>