

 Early Warning System

EBRD-47949

Tsetsii Windfarm



Quick Facts

Countries	Mongolia
Specific Location	Tsogttsetsii soum of Umnugovi aimag
Financial Institutions	European Bank for Reconstruction and Development (EBRD)
Status	Approved
Bank Risk Rating	B
Voting Date	2016-07-20
Borrower	Clean Energy Asia LLC
Sectors	Energy
Investment Type(s)	Loan
Investment Amount (USD)	\$ 25.00 million
Project Cost (USD)	\$ 120.00 million



Project Description

A senior loan of up to USD 25 million to Clean Energy Asia LLC (the "Company") to support the development, construction and operation of the Tsetsii Wind Farm, a 50MW wind power plant to be located 542 km south from Mongolia's capital Ulaanbaatar in the Gobi desert.

PROJECT OBJECTIVES

The Tsetsii Wind Farm will be the second wind energy project developed in Mongolia, following the 50 MW Salkhit Wind Farm project, which the EBRD financed in 2012. The operation will contribute to reducing Mongolia's carbon intensity as well as meeting its increasing power demand. In addition, the project will also strengthen the private sector presence in the energy sector in the country.

The borrower is a special purpose limited liability company incorporated in Mongolia. The Company is 51% owned by Newcom LLC, the HoldCo of a Mongolian conglomerate with activities in telecommunications, property and energy. The remaining 49% is owned by a subsidiary of SB Energy Corp., the renewable energy subsidiary of SoftBank Group Corp., the Japanese telecommunications and technology conglomerate. Newcom is the majority-owner of the Salkhit Wind Farm Project, to date the first and only windfarm and private power generator in Mongolia.

TRANSITION IMPACT

The transition impact stems from three factors: (i) as the second private power generation and wind farm project in Mongolia, the Project will be highly visible. Its demonstration effects will be essential in attracting new investors into the sector; (ii) power sector assets in Mongolia are almost entirely state-owned. The Project will result in a new private entrant in the Mongolian power generation sector; and



Investment Description

- European Bank for Reconstruction and Development (EBRD)



Contact Information

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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, 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>.



Bank Documents

- [Environmental Social Action Plans \(Mon\)](#)
- [Environmental Social Impact Assesment \(Eng\)](#)
- [Environmental Social Impact Assesment-Transmission Line \(Eng\)](#)
- [Environmental Social Impact Assesment: Transmission Line \(Mon\)](#)
- [Land Acquisition Framework](#)