

 Early Warning System

EBRD-56738

GrCF3W2 - Dushanbe District Heating Extension



Quick Facts

Countries	Tajikistan
Specific Location	Dushanbe
Financial Institutions	European Bank for Reconstruction and Development (EBRD)
Status	Approved
Bank Risk Rating	B
Voting Date	2025-09-09
Borrower	State Enterprise "District Heating Company of Dushanbe"
Sectors	Energy, Infrastructure
Investment Type(s)	Loan
Investment Amount (USD)	\$ 3.00 million
Loan Amount (USD)	\$ 3.00 million
Project Cost (USD)	\$ 6.00 million



Project Description

As stated by the EBRD, the initial sovereign-guaranteed loan of US\$ 5.0 million, co-financed by an investment grant of US\$ 5.0 million from the Shareholder Special Fund (SSF), was signed in 2021 to finance the rehabilitation of district heating (DH) infrastructure in Dushanbe, under the GrCF2W2-Dushanbe District Heating project (Project ID 49375). The PIP included:

- Procurement of operational and maintenance equipment and machinery (Lots 1-3).
- Installation of 16 smart meters and rehabilitation of 16 DH pumping stations.
- Rehabilitation and extension of DH network (Lots 1-2).

Due to high inflation that followed the project's technical and economic feasibility assessment, the PIP had to be adjusted based on the results of open procurement process. Specifically, the contracting of Lot 2 of the "Rehabilitation and extension of the DH network" had to be postponed due to the lack of available financing. The additional sovereign-guaranteed loan of up to US\$ 3.0 million and investment grant of up to US\$ 3.0 million as an extension to the Project ID 49375 are now required to address cost overruns to achieve the project objectives.

The additional funding is an extension of the Bank's first engagement in the DH sector, which was a trigger investment for the City under the Bank's Green Cities programme. The initial project includes technical cooperation (TC) which was funded by the SSF and comprised of (i) the Project Implementation Support, Engineering Design and Contract Supervision (PIS), and (ii) the Corporate Development Programme (CDP) services.

The project (i) promotes the Green transition quality by reducing CO2 emissions, creating significant water savings, and developing a Green Cities Action Plan, and (ii) supports the Well-Governed transition objective by implementing the CDP and improving the awareness of female students about career opportunities in technical professions in the sector and promote their employment opportunities.

According to the EBRD, the project will significantly reduce greenhouse gas (GHG) emissions and air pollution from the City's DH system. It also supports the City to develop a Green City Action Plan (GCAP) that identifies its environmental challenges and sets verifiable targets.



Investment Description

- European Bank for Reconstruction and Development (EBRD)

As stated by the EBRD, the transaction is a follow-on sovereign-guaranteed loan of up to US\$ 3.0 million to be complemented by a follow-on investment grant of the same amount to complete the priority investment programme (PIP) under the original operation. The follow-on loan will maintain the same first principal repayment (November 2025) and the final repayment date (May 2036) as those under the original loan.



Private Actors Description

As stated by the EBRD, the borrower is State Enterprise "District Heating Company of Dushanbe", which provides heat distribution services in the city of Dushanbe. It is wholly owned by the city.



Contact Information

Client - State Enterprise "District Heating Company of Dushanbe":

Sunatullo Kodirov

Email: kodirov-sunatullo@mail.ru

Phone: +992 91 865 4809

Address: Borbad Street 48-a, city of Dushanbe, Republic of Tajikistan

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>



Other Related Projects

- EBRD-49375 GrCF2 W2 - Dushanbe District Heating Project