Early Warning System

EBRD-56821

DFF - Kawar Energy 2

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Quick Facts

Countries	Jordan
Financial Institutions	European Bank for Reconstruction and Development (EBRD)
Status	Approved
Bank Risk Rating	B
Voting Date	2026-01-27
Borrower	Kawar Energy
Sectors	Energy, Finance
Investment Type(s)	Loan
Investment Amount (USD)	$ 12.10 million
Project Cost (USD)	$ 12.10 million

Project Description

According to the Bank’s website, the project consists of the provision of a corporate loan of up to USD 12.1 million (EUR 10.3 million equivalent) to Kawar Energy to support the optimisation of the Company's balance sheet and enhance its cash flow flexibility, enabling the implementation of its upcoming pipeline of renewable energy projects in Jordan. The Loan will be secured by an on demand and irrevocable guarantee from Kawar Investment Company, the sole owner of the Borrower.

As Jordan now plans on expanding renewable energy capacity to meet its ambitious target of 50% by year 2033, strong participation from experienced local developers with proven delivery capacity is important. The Project will advance Jordan's green transition by supporting a leading local market player, enhancing the sector's competitiveness by maintaining local participation in the Jordanian renewable energy sector.

The Project will also enhance access to market-relevant skills and employment opportunities for young labour market entrants. This will be enabled by strengthening the Company's capacity to support the schoolitoiwork transition of prospective energy specialists in Jordan. To this end, the Company will develop a new threeimonth, companyicertified apprenticeship programme tailored to young professionals entering the renewable energy sector.

Early Warning System Project Analysis

Categorised B (ESP 2024). Key E&S risks routinely assessed by the Company include occupational H&S risks including electrical hazards, working at height, lifting and hoisting operations, excavation and trenching as well as heat stress and environmental exposure, contractor risks and management, stakeholder consultations and grievance management.

The Company confirmed none of their portfolio assets are near sensitive areas, but through the ESAP, the Bank will require appropriate assessment of any new sites to limit impacts on biodiversity sensitive areas in line with ESR 6 requirements.

Investment Description

- European Bank for Reconstruction and Development (EBRD)

A corporate loan of up to USD 12.1 million (EUR 10.3 million equivalent) to Kawar Energy to enhance the Company's liquidity position to fund its upcoming renewable energy pipeline.

Private Actors Description

Kawar Energy, a new client to the Bank, is a renewable energy company in Jordan, specialising in the development, financing, engineering, procurement, construction and operation of solar PV and EV charging infrastructure, with current installed capacity amounting to over 220 MWP across Jordan.

Private Actor 1	Private Actor 1 Role	Private Actor 1 Sector	Relation	Private Actor 2	Private Actor 2 Role	Private Actor 2 Sector
-	-	-	-	Kawar Energy	Client	-

Contact Information

No contacts available at the time of disclosure.

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