Early Warning System

FMO-63516

Energia Turistica Enertur S.A.

Early Warning System

Energia Turistica Enertur S.A.

FMO-63516

Quick Facts

Countries	Dominican Republic
Financial Institutions	Netherlands Development Finance Company (FMO)
Status	Approved
Bank Risk Rating	B
Borrower	ENERTUR
Sectors	Energy
Investment Type(s)	Loan
Investment Amount (USD)	$ 18.81 million
Loan Amount (USD)	$ 18.81 million

Project Description

According to the FMO, the funding objective is that the transaction will finance a 64MWac solar PV project plus a 30MW / 30MWh Battery Energy Storage System (BESS) in the municipality of San Pedro de Macoris in the DR. Total FMO financing of USD 20-30 mln will be used for 100% green power generation project and involves new technology (BESS); it will contribute to the development of new renewable energy projects, key for the country to reach its renewables target and to the development DR's tourism sector, key for its economic growth.

Early Warning System Project Analysis

According to the FMO, this project is a B+ risk due to challenging human rights contexts in the project's area, which is inhabited by sugar cane plantation workers. While no significant direct impact is expected on these communities, the project team must consider the broader context of human rights and build a positive relationship with these communities. Also, the E&S categorization is a result of the risks associated with the implementation of a livelihood restoration plan (LRP), agreed between FMO and Inter-American Development Bank, and to be implemented by the Borrower. The LRP will benefit the 30 people (9 families) displaced by the project. In principle, this project falls under IFC PS1 to PS5. IFC PS6 to PS8 are not relevant, as there are no areas of biodiversity or cultural significance, and there are no indigenous people identified in the project area.

Investment Description

- Netherlands Development Finance Company (FMO)

Private Actors Description

ENERTUR is a Special Purpose Vehicle organized under the laws of the Dominican Republic (DR) and owned by InterEnergy Renewables, SL, a subsidiary of InterEnergy Group Limited ("InterEnergy"), which has more than 35 years of track record in the energy sector. InterEnergy is a leading developer, owner, and operator of power generation, transmission, and distribution assets in Latina America and Caribbean. It has 2.2 GW of installed, available and in development capacity of thermal, wind and solar plants across operating assets in the Dominican Republic, Panama, Jamaica, Chile, Puerto Rico and Uruguay. InterEnergy owns 40% of one of the largest power plants in the DR and owns CEPM a vertically integrated electric utility in the country (with 335MW installed and available capacity) that provides power to 65% of DR's hotels, serving the tourist areas of Punta Cana, Bavaro and Bayahibe.

Private Actor 1	Private Actor 1 Role	Private Actor 1 Sector	Relation	Private Actor 2	Private Actor 2 Role	Private Actor 2 Sector
INTERENERGY	Parent Company	-	contracts with	Enertur	Client	-

Contact Information

ACCESS TO INFORMATION

As part of FMO's ex-ante disclosure (disclosure of transactions before contracting), you can send requests or questions for additional information to: disclosure@fmo.nl

ACCOUNTABILITY MECHANISM OF FMO

Communities who believe they will be negatively affected by a project funded by the Dutch Development Bank (FMO) may be able to file a complaint with the Independent Complaints Mechanism, which is the joint independent accountability mechanism of the Dutch Development Bank (FMO) and the German Investment Corporation (KfW). A complaint can be filed in writing, by email, post, or online. The complaint can be filed in English or any other language of the complainant. The Independent Complaints Mechanism is comprised of a three-member Independent Expert Panel and it can provide either problem-solving, compliance review or both, in either order. Additional information about this accountability mechanism, including a guide and template for filing a complaint, can be found at: https://www.fmo.nl/independent-complaints-mechanism

Other Related Projects

- IDBI-14676-01 Enertur Solar