Early Warning System

MIGA-14360

Afghan Power Plant Company

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Quick Facts

Countries	Afghanistan
Financial Institutions	Multilateral Investment Guarantee Agency (MIGA)
Status	Proposed
Bank Risk Rating	B
Voting Date	2019-06-27
Borrower	Ghazanfar Neft & Gas DMCC METKA Power Investments Limited Deutsche Investitions und Entwicklungsges
Sectors	Energy
Investment Type(s)	Guarantee
Investment Amount (USD)	$ 49.50 million

Project Description

According to the bank website, "This summary covers (i) equity investments by Ghazanfar Neft & Gas DMCC (Ghazanfar) of the United Arab Emirates and METKA Power Investments Limited (METKA) of Cyprus and (ii) non-shareholder loans and future interests by Deutsche Investitions- und Entwicklungsgesellschaft mbH (DEG) of Germany into Afghanistan Power Plant Limited (the project enterprise). MIGA has been requested to provide 15-year guarantees to Ghazanfar, METKA and DEG for up to US$49.5 million in total against the risks of breach of contract and war & civil disturbance. It has been proposed that MIGA will share the exposure risk by utilizing the MIGA Guarantee Facility (MGF) under IDA Private Sector Window (PSW).

The project involves the development, design, construction, operation and maintenance of a 58.56MW greenfield natural gas-fired reciprocating engine power plant and its associated facilities which include an access road and overhead transmission line. The project will be located in an industrial site approximately 20km west of the Northern Afghan city of Mazar-e-Sharif. Energy produced from the power plant will be sold to Da Afghanistan Breshna Sherkat (DABS), the national power utility in Afghanistan, under a 20-year Power Purchase Agreement. Gas will be supplied to the project enterprise by GoIRA, acting through Afghan Gas Enterprise (AGE) and Afghanistan Ministry of Mines and Petroleum (MoMP), under a Gas Supply Agreement."

Investment Description

- Multilateral Investment Guarantee Agency (MIGA)

Private Actor 1	Private Actor 1 Role	Private Actor 1 Sector	Relation	Private Actor 2	Private Actor 2 Role	Private Actor 2 Sector
-	-	-	-	Deutsche Investitions und Entwicklungsgesellschaft mbH	Client	-
-	-	-	-	Ghazanfar Neft & Gas DMCC	Client	-
-	-	-	-	METKA Power Investments Limited	Client	-

Contact Information

No contact information provided at the time of disclosure.

ACCOUNTABILITY MECHANISM OF MIGA

The Compliance Advisor Ombudsman (CAO) is the independent complaint mechanism and fact-finding body for people who believe they are likely to be, or have been, adversely affected by an IFC or MIGA- financed project. If you submit a complaint to the CAO, they may assist you in resolving a dispute with the company and/or investigate to assess whether the IFC is following its own policies and procedures for preventing harm to people or the environment. If you want to submit a complaint electronically, you can email the CAO at CAO@worldbankgroup.org. You can learn more about the CAO and how to file a complaint at http://www.cao-ombudsman.org/