

 Early Warning System

AIIB-000086

Nepal: Power Distribution System Upgrade and Expansion Project



### Quick Facts

|                                |   |
|--------------------------------|---|
| <b>Countries</b>               | Nepal                                       |
| <b>Financial Institutions</b>  | Asian Infrastructure Investment Bank (AIIB) |
| <b>Status</b>                  | Proposed                                    |
| <b>Bank Risk Rating</b>        | B   |
| <b>Borrower</b>                | Nepal                                       |
| <b>Sectors</b>                 | Energy                                      |
| <b>Investment Type(s)</b>      | Loan  |
| <b>Investment Amount (USD)</b> | \$ 100.00 million                           |
| <b>Loan Amount (USD)</b>       | \$ 100.00 million                           |
| <b>Project Cost (USD)</b>      | \$ 107.00 million                           |



### Project Description

The project objective is to increase access to electricity and reduce distribution system losses in the western and far-western regions of Nepal.

According to AIIB documents, this project has the following components:

**Component 1: Construction of new 33/11kV substations, related lines, and facilities.**

This component will comprise activities relating to the construction of new substations and related lines, including, but not limited to: construction of new 33/11 kV substations; 33 kV supply lines; 11 kV feeders; installation of distribution transformers; placement of LV capacitor banks and regulators where needed; and connecting new consumers.

**Component 2: Upgrading and rehabilitation of existing 33/11kV substations, related lines, and facilities**

**Component 3: Construction of new integrated compact substations, related lines and facilities, where needed**

**Component 4: Capacity Building, Project Implementation Support, and Technical Assistance**



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### Investment Description

The funding for this project is:

AIIB - 100 million USD

NEA - 7 million USD

- Asian Infrastructure Investment Bank (AIIB)



### Contact Information

Asian Infrastructure Investment Bank (AIIB)

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### ACCOUNTABILITY MECHANISM OF AIIB

In addition, the AIIB has a Bank Oversight Mechanism. According to AIIB's policies, "people who believe they have been or are likely to be adversely affected by a failure of the Bank to implement the ESP may also submit complaints to the Bank's oversight mechanism in accordance with the policies and procedures to be established by the Bank for such mechanism." However, at the time of writing, it is unclear what the exact scope and function of this Oversight Mechanism will be.



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### Bank Documents

- [Project Summary](#) [\[Original Source\]](#)