

IsDB Experience in Off-grid RE Projects

International Off-grid RE Conference

Project Facilitation and Funding Opportunities for RE Projects



Islamic Development Bank

- **Multilateral Development Bank**
- **Established in 1975 (22 Member Countries)**
- **Currently Part of IsDB Group (6 entities) with 57 Member Countries – HQ in Jeddah**
- **Foster socio-economic development in Member Countries through offering Development financing (public & private) with the aim of alleviating poverty**
- **Compliance with Sharia Principles**

IsDB Development Partners

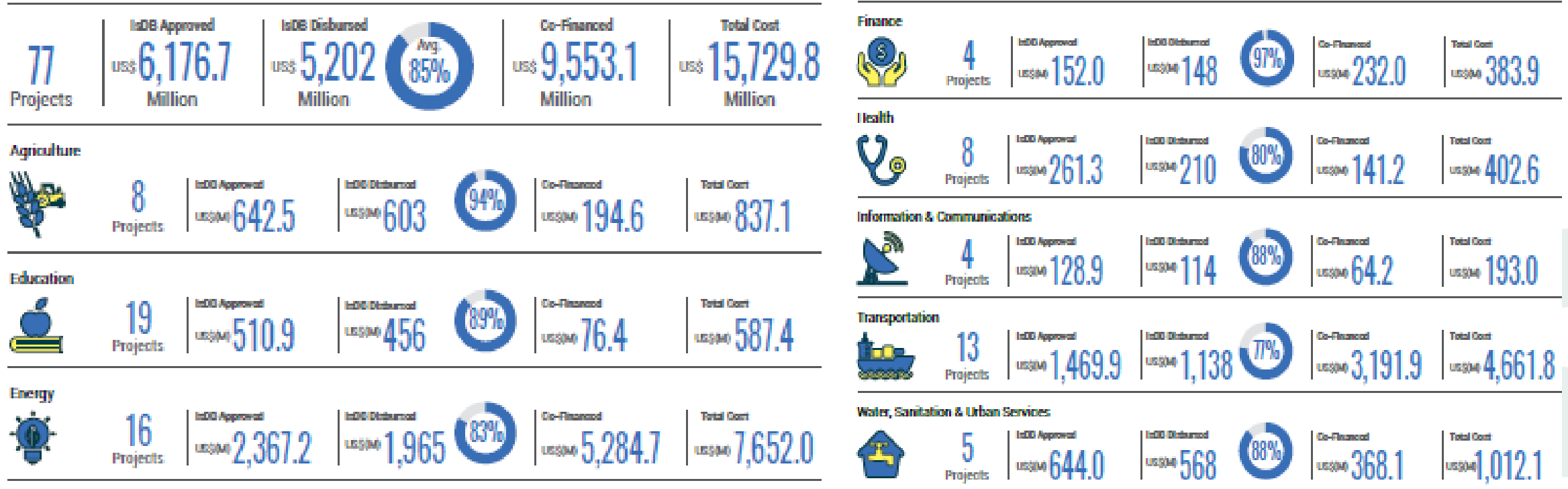


Islamic Development Bank Group – Key Facts

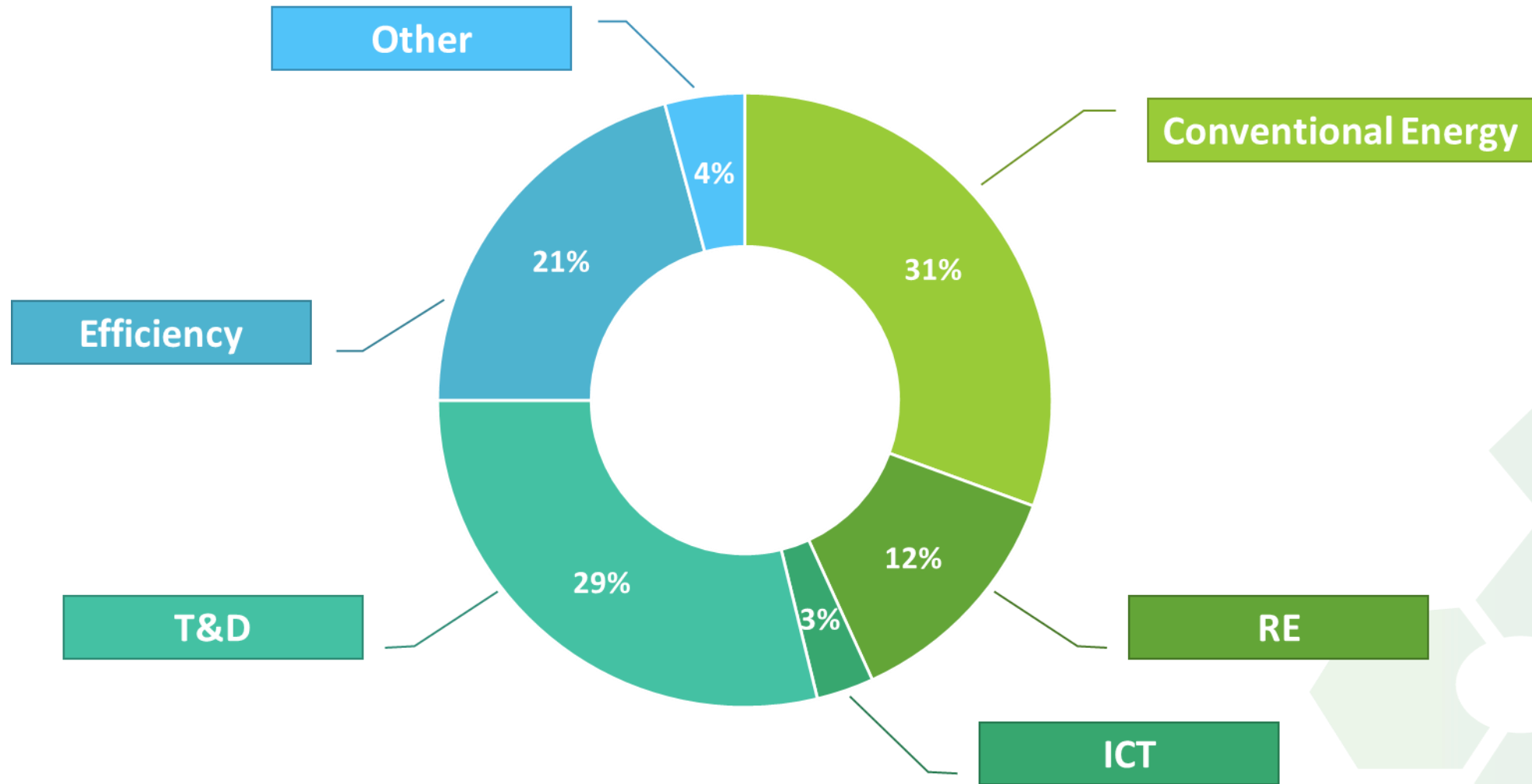
- **Inception – end-2017: US\$ 128 billion**
- **Energy Sector: US\$ 46 billion (Trade and Project Finance)**
- **10 Year Strategy 2016-2025: Basic infrastructure provision to 290 million people**
- **P5P 2017-2022: Basic infrastructure provision to 150 million people**



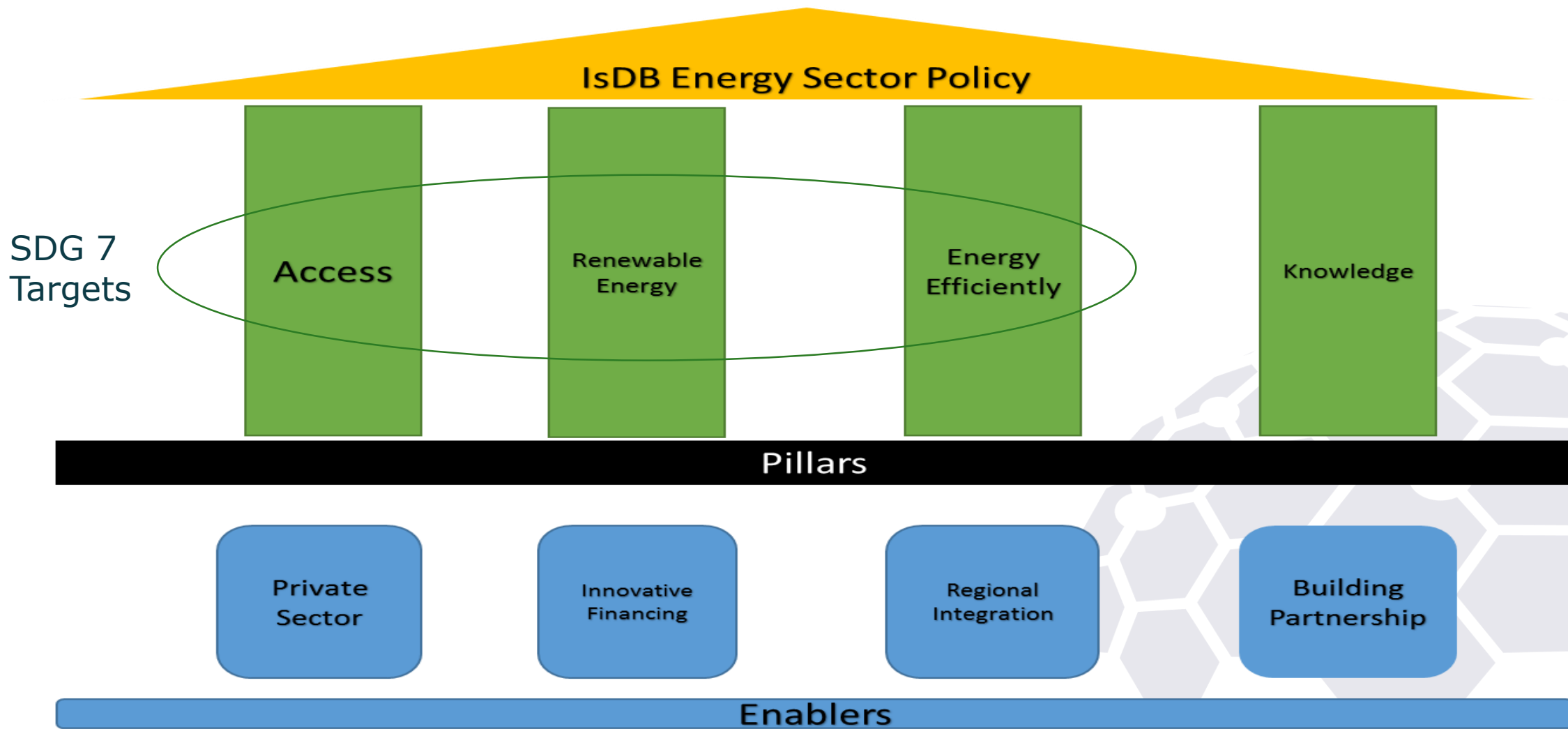
Financing for Completed Projects by Sectors in 2017



The Energy Portfolio – (inception – 2017)



The Energy Policy Framework for Empowerment and Prosperity



Off-grid Renewable Energy – IsDB Experience

- 433 million people lacked electricity access in IsDB MCs (2017)
- 25% of IsDB MCs population
- +75% in Rural Areas
- Launched Renewable Energy for Poverty Reduction Program (REPoR) in 2014 – main objectives:
 - Improve the rural electrification rate in the IsDB MCs
 - Enhance the affordability of electricity access
 - Support the capacity development
 - Financing Envelope: US\$ 180 million (US\$125 million IsDB; US\$55 million DPs and Governments)

REPoR Program – IsDB Off-grid RE Experience

- Financing achieved US\$301 (US\$90 from IsDBG and US\$211 from DPs and Governments)
- Outputs (Burkina Faso, Chad, Senegal, Mali and Afghanistan):
 - 40,000 households connections,
 - 26.5 MW of generation capacity, 909 km of distribution lines,
 - 1136 public services (schools, health clinics, community centers) connections,
 - Electricity access to 383 villages



Other means to Support Off-grid RE

- Exploring a partnership with a Crowdfund that aims at providing Financing to SMEs distributing SHS to rural households:
 - Euros 1-5 million: co-fund with the crowd on 1st loss tranche basis to attract more capital investments
 - Mid-term: Debt-guarantee to partially cover crowd investors principals
- Open to explore other means of interventions such as Results-Based Financing etc.
- Establish and leverage on partnerships focusing on Off-grid initiatives and co-financing opportunities with DPs

Thank You

