INTRODUCTION
Preparation, financing and implementing sustainable infrastructure projects in Africa

Founded
1983
DBSA
Act 1997

Owned
100%
by SA
Government

Total assets
R100bn
(~US$6bn)
Equity
R38bn
(~US$2.3bn)

Externally
rated
DBSA foreign
currency rating
Ba2
(Moody’s)

Well
governed
Unqualified audits
A+ rating
from AADFI PSGRS

Globally
accredited
Global Environmental
Facility
Green Climate Fund
EU 6-pillar

Note: DBSA Financials as of March 2020
SECTORS

Preparing, financing and implementing sustainable infrastructure projects in Africa

TRANSPORT

ENERGY

ICT

WATER AND SANITATION

EDUCATION

HEALTH
INTEGRATED APPROACH TO INFRASTRUCTURE DEVELOPMENT

1. Plan
- Municipal assessments
- Bulk infrastructure plans
- Infrastructure planning advice

2. Prepare
- Project identification
- Feasibility assessments
- Technical assistance
- Programme development
- Project preparation funds

3. Finance
- Long-term senior and subordinated debt
- Corporate and project finance
- Mezzanine finance
- Structured financing solutions

4. Build
- Managing design and construction of projects in education, health and housing sectors
- Project management support

5. Maintain
- Supporting maintenance/improvement of social infrastructure projects

Clients

Public
- Municipalities
- SOEs
- Sovereigns

Private
- PPPs
- Private sector
ALIGNMENT TO NATIONAL, REGIONAL AND GLOBAL PLANS

**National**
- National Development Plan 2030
- Integrated Urban Development Framework (IUDF)

**Regional**
- Infrastructure Vision 2027
- Regional Infrastructure Development Master Plan

**Global**
- Sustainable Development Goals
- Agenda 2063: The Africa We Want
- PARIS2015 COP21-CMP11
ENERGY
Advisory, investment and implementation support

- Establishment of programmes and funds; financing individual projects
- Key role in developing market for IPPs through Renewable Energy Independent Power Producers Programme (REIPPP)
- Supporting the Risk Mitigation IPP programme – 10 projects, R69Bn capex, 2GW
- Established Climate Finance Facility (CFF) – co-funds private sector infrastructure projects and businesses through credit enhancement and tenor extension
- Embedded Generation Investment Programme (EGIP) – credit support facility to improve viability and bankability of projects
KEY PROJECT: SOUTH AFRICA

Renewable Energy Independent Power Producers Programme (REIPPP)

Key role as a funder

R17bn (US$1.3bn)

Features

- R2.5bn (US$189m) funding support for 9 BEE Entities and 15 local community trusts

Impact

- 80+ renewable energy projects delivered on in construction
- 5,000MW+ of renewable energy either feeding into grid or in construction
- Participation by black South Africans in project ownership
Role of DBSA and Lessons

- National DFI is uniquely placed to engage w/ local public and private sector stakeholders
  - DBSA reports to Finance Ministry and manages the IPP Office for Dept of Energy
  - Work closely w/ commercial banks, asset managers
- Ensure critical local requirements are taken into account in planning for energy transition (e.g. local ownership, industrialisation, regional development)
  - Funded both senior debt and equity for local participants
Climate Finance Facility (CFF)

- Structured finance platform – initial committed funding R2bn (US$150.9m)
- Co-funding with developmental and private sector institutions to achieve 1:5 leverage
- Projects in Common Monetary Area – credit enhancement products through blended finance

Embedded Generation Investment Programme (EGIP)

- $100m fund
- Credit support to improve viability and bankability of non-sovereign backed PPAs for renewable energy projects
- Plan to add 330MW (280MW solar PV and 50MW onshore wind) new capacity, directly avoiding emissions of 717,794 tCO₂e pa
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