

Project Summary for Public Disclosure
(after approval of NDB financing)

Project Name	Emergency Program for Supporting South Africa's Response to COVID-19
Country	The Republic of South Africa
Type	Sovereign
Area of Operation	COVID-19 Emergency Assistance
Financing Approval Date	19 June 2020
Total Project Cost	USD 1 billion
Initial Limit of NDB Financing	USD 1 billion
Current Limit of NDB Financing	USD 1 billion
Borrower	The Republic of South Africa
Project Entity(ies)	National Department of Health and Department of Social Development, the Government of South Africa
Project Context	<p>South Africa, like many other countries in the global community, has been impacted by the COVID-19 outbreak. The country's socio-economic dynamics further increase the risk of rapid transmission of COVID-19. In this context, the Government of South Africa was quick to initiate measures aimed at containing the outbreak and preparing its healthcare system to deal with the pandemic, while minimizing the adverse impacts of these measures on the economy. The steps taken by the Government of South Africa include implementing a national lockdown, rolling out extensive testing and contact tracing programs, and implementing a number of initiatives aimed at assisting vulnerable population. The limitation of movement during lockdown as well as the impact of containment measures implemented by the country's trade partners leave the economy and people vulnerable, particularly the poor. Prior to the outbreak, the country has been growing below its potential. This necessitated that the Government of South Africa respond to the pandemic, not only to support the public health but also</p>
Project Description	<p>The Program consists of two components: Healthcare and Social Safety Net. Healthcare: This component aims to contain, detect, and counteract the spread of the epidemic. Measures to be undertaken include: (i) screening and testing programs; (ii) creating isolation facilities for those who cannot self-isolate; (iii) procurement of Personal Protective Equipment; (iv) reinforcement of hospital facilities required for treatment of</p>

	<p>infected individuals; (v) ventilator distribution; and (vi) medication. Social Safety Net: This component focuses on increasing the amount of grants to vulnerable individuals who have limited capacity to withstand loss in earnings caused by the economic lockdown. Additional beneficiaries will receive social grants through the COVID-19 Social Distress grant scheme.</p>
<p>Project Objective</p>	<p>The objective of the Program is to assist the Government of South Africa in its efforts to combat the outbreak of COVID-19, minimize the loss of human life, and reduce social and economic losses. The Program will enable recovery of economic and social activity through (i) procurement and deployment of critical healthcare goods and services, which will enhance South Africa’s disease detection and diagnosis, infection prevention and control capacities; and (ii) increasing the amount of social grants paid out to beneficiaries to strengthen the country’s social assistance measures during the outbreak period, which will assist in reducing economic losses, particularly for the vulnerable population.</p> <p>The positive impacts of the Program include: (i) reduced loss of human lives; (ii) improved resilience of the public health sector and health emergency response system; (iii) containment of onward transmission of COVID-19; (iv) mitigated government financial gaps, due to the unexpected expenditures caused by the outbreak; (v) mitigation of adverse social and economic impacts from the outbreak; and (vi) recovery of social and economic activities for sustainable development.</p>
<p>Implementation Arrangements</p>	<p>The Program duration is 12 months, and will be implemented during the fiscal year April 1, 2020 to March 31, 2021. The Program implementation arrangements rely on existing structures established in South Africa. The activities related to the healthcare sector will be implemented by the National Department of Health through provincial, municipal, and local governments. The activities related to social safety net will be implemented by the Department of Social Development through the government-owned South African Social Security Agency.ase briefly describe the implementation arrangements and period.</p>
<p>Environmental and Social Information</p>	<p>The Program is Category “B” in line with NDB’s Environmental and Social Framework (ESF). Potential negative environmental and social impacts from the Program are minimal and limited to the safety of medical waste management and occupational health and safety of medical and supporting personnel. These</p>

	risks will be managed and mitigated by adherence to requirements of E&S country system. South Africa's procurement and E&S management laws and regulations will be followed.		
Financing	The total loan amount is USD 1.0 billion. Disbursement will be one tranche of the total loan amount.		
	Source of Fund		Amount USD Billion)
	NDB		1.0
Contacts	NDB	Borrower	Project Entity
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