

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

Project Name	Toll Roads Program in Russia
Country	The Russian Federation
Type	Non-Sovereign
Area of Operation	Transport Infrastructure
Concept Approval Date	12 May 2020
Financing Approval Date	29 September 2020
Total Project Cost	Up to USD 1.5 billion
Initial Limit of NDB Financing	USD 100 million
Current Limit of NDB Financing	USD 100 million
Borrower	Eurasian Development Bank
Project Entity(ies)	Eurasian Development Bank
Project Context	The Government of the Russian Federation (GoRF) has made it a priority to increase investments in the transport sector to rejuvenate and grow the economy. In 2014, the GoRF approved the Transport Strategy up to 2030, which sets a target of commissioning 11,672 km of Category 11 highways by 2024 and 32,246 km by 2030. At the end of 2019, the total length of Category 1 highways was 2,490 km, way below the target by 2024. To catch up on achieving the target, the GoRF is attracting private sector investments into financing and operating toll roads. The Eurasian Development Bank (EDB) has been actively involved in financing toll roads in Russia and continues to add new toll road projects to its loan portfolio.
Project Description	The proposed NDB loan through the modality of a two-step loan will be used by EDB to finance sub-projects meeting the selection criteria agreed with NDB. These sub-projects, which typically will be structured based on PPP arrangements, will involve construction of new toll roads or upgrade of existing toll roads in the Russian Federation.
Project Objective	The objective of the Program is to improve transport connectivity in the Russian Federation through supporting the expansion of the toll-roads network, in line with the GoRF's Transport Strategy 2030
Implementation Arrangements	The Program is estimated to be implemented over four years between 2020 and 2024. EDB will be the Implementation Agency. Procurement will be conducted in compliance with Russia's national law and regulations.

Environmental and Social Information	The Program is Category “FI-A” in line with NDB’s Environmental and Social Framework (ESF). The main sub-projects’ E&S impacts include (i) large-scale deforestation and impacts to biodiversity, (ii) land acquisition triggering loss of land and physical resettlement of people. To mitigate the E&S risks, all sub-projects with significant E&S impacts and risks or triggering E&S impacts that are not addressed by EDB’s E&S management system will be subject to E&S appraisal by NDB to ensure material alignment with NDB’s ESF	
Financing		
	Source of Fund	Amount (USD million)
	NDB	100
Contacts	Other Sources (Loans, Equity, Grants)	1,400
	NDB	Borrower and Project Entity
	Private Sector and Non-Sovereign Guaranteed Transactions Department Nokuthula Mabuza	Eurasian Development Bank Olga Gaponova capital@eabr.org