

<u>Project Summary for Public Disclosure</u> (after approval of NDB financing)

Project Name	National Non-Toll Roads Management Program		
Country	The Republic of South Africa		
Туре	Sovereign		
Area of Operation	Transport Infrastructure		
Concept Approval Date	15 October 2020		
Financing Approval Date	15 December 2020		
Total Project Cost	USD 3.7 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	Department of Transport, the Government of South Africa		
Project Context	National roads make up the primary road network and play a particularly important role in the economy as they form the strategic corridors that connect the country's economic hubs, and provide access to sea ports and neighboring countries. These roads are relied upon for the movement of both freight (60% of trips) and passengers (90% of trips).		
Project Description	The components of the Project include: (i) Upgrading road segments by constructing additional lanes and improving the existing pavement structure (ii) Rehabilitating existing road pavements (iii) Constructing new roads and/or road related infrastructure (bridges, intersections etc.) (iv) Maintaining the road network		
Project Objective	By improving critical segments of the non-toll road network, the Program aims to ensure that the national non-toll road infrastructure is maintained in an optimal condition. These improvements are expected to translate to a reduction in the cost of transportation for road users. By reducing road user costs, the Program will be a catalyst in increasing the competitiveness of the South African economy as stipulated by the South African National Development Plan 2030 (NDP). Construction activities will also result in the creation of employment.		
Implementation Arrangements	Implementation period: April 2020- March 2023. The Program will be implemented through the Department of Transport in accordance with existing processes employed for the		



	maintenance of national roads and in accordance with applicable procurement legislation.				
Environmental	The Project has been categorized as Category B in line with				
and Social Information	and social (E& significance, s	NDB's Environment and Social Framework (ESF) environmental and social (E&S) as impacts are likely to be of moderate significance, site-specific and temporary. These will be mitigated by following the country systems and common industry practices for environmental protection, occupational and community health and safety, labour protection, and security. The Program activities will be mainly implemented within the existing road footprints and road servitude. For new roads and structures, site locations and routes will be based on the alternative analysis, thus avoiding or minimizing interference with protected and sensitive natural and cultural areas, land acquisition and resettlement.			
Financing		The total cost of the Project is estimated to be USD 3.7 million.			
_	Financing sources are as follows:				
	Source of Fund		Amount (USD million)		
	New Developm	ent Bank	1,000		
	Other sources	available to	2,700		
	the Governmen	the Government of RSA			
Contacts	NDB	Borrower and Project Entity			
	Africa	Department of National Treasury of South			
	Regional	Africa			
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