

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

Project Name	Desenvolve SP Sustainable Infrastructure Project
Country	The Federative Republic of Brazil
Type	Sovereign
Area of Operation	Multiple Areas
Concept Approval Date	16 April 2020
Financing Approval Date	22 March 2022
Total Project Cost	USD 90 million
Initial Limit of NDB Financing	USD 90 million
Current Limit of NDB Financing	USD 90 million
Borrower	Desenvolve Sao Paulo
Project Entity	Desenvolve Sao Paulo
Project Context	The Project will support Desenvolve Sao Paulo's (DSP) mandate, according to its bylaws, to "promote the economic development of the state of Sao Paulo". The Project is aligned with NDB's General Strategy 2017-2021. Sub-projects will fall under key areas of operations of the Bank, such as sustainable urban development, clean energy and irrigation, water resource management and sanitation. DSP's experience in financing municipalities and private sector companies in the state of Sao Paulo will enable NDB to offer a wholesale funding mechanism to sustainable and urban infrastructure under one single transaction.
Project Description	The proposal is to provide a Sovereign Guaranteed Loan (the "Loan") of USD 90 million (Ninety Million United States Dollars) to Desenvolve Sao Paulo ("DSP"), development agency 100 per cent owned by the state of Sao Paulo, for onlending to sustainable infrastructure sub-borrowers in the public and private sectors within the boundaries of the state of Sao Paulo (the "Project"). The lending modality will be Development Finance Facility – Sovereign ("DFFS") through which NDB provides sovereign guaranteed loans to financial intermediaries in its member countries for on-lending for infrastructure and sustainable development projects. Financial intermediaries on-lend NDB loans as sub-loans to finance projects of sub-borrowers termed as Sub-projects.
Project Objective	The Loan will be used by DSP for on-lending to Sub-projects in the public and private sectors with the scope of works focused

	<p>on sustainable infrastructure and urban development. Project's sub-borrowers selection will have the following eligibility areas: (i) water and waste management, recycling; (ii) renewable energy and energy efficiency; and (iii) urban infrastructure.</p> <p>The expected development impact of the Project will be: (i) the promotion of sustainable infrastructure in the state of Sao Paulo; and (ii) the improvement of socio-economic well-being of inhabitants of the state of Sao Paulo as a result of these investments, leading to job creation and income opportunities.</p>				
Implementation Arrangements	<p>DSP will be the Borrower as well as the Executing Agency for the Project. DSP will be responsible for the overall Project monitoring and evaluation, including collection of all information and supervision of subborrower loan performance. Participating municipalities and companies will be responsible for planning and implementing Sub-projects that would entail conducting procurement and carrying out monitoring and evaluation and reporting to DSP, which will then be shared with NDB.</p>				
Environmental and Social Information	<p>The Project has been categorized as Category FI-B in line with NDB's Environmental and Social Framework ("ESF"). The Sub-projects are not known at this stage; however, main environmental and social ("E&amp;S") impacts and risks based on identified sectors may include (i) land acquisition, temporary restriction of access, potential resettlement and impacts to livelihoods; (ii) typical construction environmental impacts including dust emission, noise pollution, water use and wastewater discharge, potential contamination of surface and underground water, waste generation, and disposal; (iii) potential impacts to archaeological and cultural heritages, and (iv) occupational health and safety issues on construction site. These impacts will be addressed and mitigated by implementation of environmental and social management plans required by local regulation, and E&amp;S permit conditions as well as Environmental and Social Impact Management Plan - ESIMP (Annexure V). Upon successful implementation of these plans, the Project will comply with the requirements of the E&amp;S country systems and NDB's Environmental and Social Framework.</p>				
Financing	<p>The total Project cost is estimated at USD 90.0 million.</p> <table border="1" data-bbox="608 1989 1437 2020"> <thead> <tr> <th data-bbox="608 1989 1023 2020">Source of Fund</th> <th data-bbox="1023 1989 1437 2020">Amount (USD million)</th> </tr> </thead> <tbody> <tr> <td> </td> <td> </td> </tr> </tbody> </table>	Source of Fund	Amount (USD million)		
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	NDB	90
Contacts	<b>NDB</b>	<b>Borrower and Project Entity</b>
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