

Proposed Project Summary for Public Disclosure (concept review stage)

Project Name	Paraiba Water Supply Infrastructure Project
Country	The Federative Republic of Brazil
Туре	Sovereign
Area of Operation	Water & Sanitation
Concept Approval Date	11 July 2023
Total Project Cost	BRL 390.08 million
Proposed Limit of NDB Financing	Up to USD 60.95 million
Borrower	The State of Paraiba
Project Entities	The State Government of Paraiba Water and Sanitation Company of Paraiba ("CAGEPA")
Project Context	The semi-arid inland area of Paraiba, comprising the Agreste Paraibano, Borborema and Sertão Paraibano regions, suffers from water scarcity and frequent water supply interruptions. For the Project, the State's authorities have selected 16 municipalities in the inland area, in which water shortage is especially acute: (i) 10 municipalities in the Agreste Paraibano region with access to piped water for 114 days in a year on average and (ii) 6 municipalities in Sertao Paraibano region with access to piped water for 179 days in a year on average.
Project Description	The Project consists of the following components: Component 1: Curimatau – Phase II, to supply piped water to around 77 thousand inhabitants of the Agreste Paraibano region by building 182 km of water mains, 7 pumping stations and 9 service reservoirs. Component 2: MRH89, to supply piped water to around 51 throusand inhabitants of the Sertão Paraibano region by building 103 km of water mains, 5 pumping stations, 2 service reservoirs and 2 water treatment plants.
Project Objective	The proposed NDB loan will support the expansion of Paraiba's water supply infrastructure, thus enhancing water availability and resilience to climate change, in line with the State Water Resources Plan/ <i>Plano</i> <i>Estadual de Recursos Hídricos da Paraíba</i> approved by the State of Paraiba's government in June 2021.