

Proposed Project Summary for Public Disclosure
(concept review stage)

Project Name	IDC Sustainable Infrastructure Project
Country	The Republic of South Africa
Type	Non-Sovereign
Area of Operation	Multiple Areas
Concept Approval Date	29 April 2025
Total Project Cost	ZAR 5 billion
Proposed Limit of NDB Financing	ZAR 2 billion
Borrower	Industrial Development Corporation of South Africa Limited
Project Entity	Industrial Development Corporation of South Africa Limited
Project Context	<p>South Africa's National Development Plan (NDP) 2030 identifies infrastructure, particularly in water, sanitation, and healthcare, as critical to inclusive growth and quality of life. The country faces severe water shortages due to low rainfall, aging infrastructure, and rising demand, while over 14% of the population lacks basic water access and 27% lacks safe sanitation. The healthcare system is also highly unequal, with an under-resourced public healthcare sector serving 80% of citizens. The 2024 National Health Insurance (NHI) scheme aims to achieve universal health coverage but requires significant investment.</p> <p>Industrial Development Corporation of South Africa Limited (IDC), as a state-owned national financial intermediary, plays a key role in mobilizing funding for infrastructure aligned with NDP goals to contribute to investments in the two sectors. This aligns with the priorities of the government of South Africa aimed at (i) improving water security, better water and sanitation services, and driving economic growth through water-intensive industries, and (ii) access to quality healthcare for all citizens.</p>
Project Description	NDB is providing the loan to IDC for on-lending to infrastructure projects in South Africa in (i) water and sanitation and (ii) social infrastructure – healthcare sector.
Project Objective	The objective of the Loan is to promote infrastructure investments in South Africa by providing financing to (i) water and sanitation and (ii) social infrastructure – healthcare sector. This is in line with the NDP 2030 which has outlined the need to (a) provide reliable and sustainable water supply to areas that have historically been underserved or face irregular water access and thereby contributing to water security in South Africa; (b) support private sector investments in healthcare facilities thereby improving access to quality healthcare for the country's citizens and (c) support economic growth within the regions where the Project will be implemented.