

<u>Proposed Project Summary for Public Disclosure</u> (concept review stage)

Project Name	Magalies Bulk Water Supply Scheme Project
Country	The Republic of South Africa
Туре	Sovereign
Area of Operation	Water and Sanitation
Concept Approval Date	12 May 2025
Total Project Cost	ZAR 11.169 billion
Proposed Limit of NDB	USD 205 million
Financing	
Borrower	The Republic of South Africa
Project Entity	Magalies Water
Project Context	Seven local municipalities in North West and Limpopo provinces (Moretele, Bela-Bela, Modimolle-Mookgophong, Mogalakwena, Rustenburg, Mose Kotane, and Thabazimbi) are severely affected by water shortages with the water demand currently outstripping the supply by more than 1.6 times. The proposed Magalies Bulk Water Supply Scheme Project (the "Project") is a critical response to address the above challenge. By extending pipeline networks, enhancing the capacity of existing pipelines, and expanding water treatment facilities, the Project will ensure reliable and sustainable access to drinking water, bridge the supply gap and cater for future demand growth.
Project Description	 The Project comprises the following key components: Component 1 – Moretele North Klipvoor Bulk Water Supply Scheme: installation of water supply facilities, including Klipvoor Water Treatment Plant ("WTP") and ground water development, construction of bulk water pipelines, construction of water storage facilities. Component 2 – Pilanesberg Bulk Water Supply Scheme (Phase 2): construction of new bulk water pipelines, replacement of the existing bulk water pipelines, construction of water storage facilities, increase of capacity of Vaalkop WTP.
Project Objective	The Project's impact will be enhancing access to clean and reliable water for households of Limpopo and North West Provinces, in line with the key objectives of the National Development Plan and the National Water and Sanitation Master Plan.