Project Factsheet #3





Global experts are working together with the Solomon Island Government on the first large-scale infrastructure project of its kind.

- The Solomon Island Government, plus six (6) different financiers have been involved at various levels of investment.
- This unique combination of grants and loans provided for different project components completes a complex but highly governed model.
- Furthermore, to address the risks inherent in investing in a relatively untested investment environment with a recent history of political unrest, the sponsors have requested for insurance provided by the Multilateral Investment Guarantee Agency (MIGA).
- The total project cost is estimated at US\$240.48 million and covers four separate components detailed in the table below.

Financier	Amount in USD \$	Timeframe
Abu Dhabi Fund for Development (ADFD)	\$ 15 Million	Approved January 2017
The World Bank	\$ 34 Million	Approved August 2017
The Government of Australia	\$ 13 Million	Approved June 2017
Green Climate Fund (GCF)	\$ 86 Million	Approved April 2017
Korea-EX-IM Economic Development Cooperation Fund (ECDCF)	\$ 32 Million	Approved August 2017
Asian Development Bank	\$ 30 Million	Approved 26 September 2019

Funding breakdown for components				
Component 1	Component 2	Component 3	Component 4	
Hydro Power Facility (HPF) – USD	Access Road – USD \$26.0 million	Transmission Line	Technical Assistance - USD	
• The largest cost item is the proposed Engineering-Procuremen t-Construction (EPC) price of US\$140.0 million.	• Component 2 is funded by the Australian Government and the Green Climate Fund.	• The component is funded by SIEA and by grant and loan from the Government of Australia.	◆ The TA component supports the operation of the Project Office under the Ministry of Mines, Energy and Rura Electrification (MMERE) to finance consultants to overseas the project	
• Other notable costs include development costs of US\$20.7 million and contingencies of US \$16.7 million. The development costs include PC operation cost and cost of advisors during the construction period, including the estimated cost of the Owner's Engineer currently at US\$3.5 million.			and the deliverables of the components.	