OFID access strategy for sustainable energy

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OFID’s Approach: The Development Prism

- Food Security
- Energy Access
- Grants to CS/Entrepreneurs
- Public Sector
- Nexus
- Food Security
- Water Access
- Integrated
- Economic Growth
- Private Sector
- Grants to CS/Entrepreneurs
- Social Development
- Environment Protection
- Balance
- OFID Uniting against Poverty
In November 2007 at the **Riyadh Summit**, OPEC leaders established the eradication of energy poverty in the developing countries as an objective of OPEC aid institutions and called on these institutions to cooperate with the energy industry and other financial institutions to enhance this important endeavour.

A few months later, in June 2008 at the Jeddah Energy Meeting, Saudi Arabia officially called for an initiative to help the poor have better access to modern energy. This call inspired the ‘Energy for the Poor Initiative’ which was supported by Energy Ministers in May 2009 and G20 Leaders at the Pittsburgh Global Summit.

OFID was part of a UN global initiative on **Sustainable Energy for All** to mobilize action from all sectors of society in support of three interlinked objectives to be achieved by 2030: providing universal access to modern energy services; doubling the global rate of improvement in energy efficiency; and doubling the share of renewable energy in the global energy mix.

OFID is presently a member of the **Sustainable Energy for All (SE4ALL) Initiative’s Advisory Board** for the third year.
OFID’s Approach to Energy Access

Technology Neutral

Energy Access

Income Generating

Leveraging resources
OFID’s Role in Energy Access

- Advocacy and Knowledge
- Building Alliances for Financial Mobilization
- Projects on the Ground
Regional Distribution of OFID’s LLDC Commitments

Total LLDC Commitments: US$ 4.3 billion
OFID’s Energy Commitments to LLDCs

Total LLDC Energy Sector Commitments: US$ 498 million
Azerbaijan - Janub Power Plant

- US$ 20 million public sector loan
- Co-financiers: Islamic Development Bank (IsDB), Abu Dhabi Fund for Development (ADFD), Government of Azerbaijan
- This 780 MW gas fired combined cycle power plant replaces an older plant and will provide the country with a more reliable and efficient source of power
Paraguay – National Interconnected Electricity System Upgrading Project

- US$ 20 million public sector loan
- Co-financiers: The Andean Development Corporation (CAF) and the Government of Paraguay
- Paraguay has an abundant hydropower generation capacity, but an unreliable transmission and distribution network
- The project directly benefits 1.2 million people in the eastern region of the country, especially those in poor and rural communities, through the construction of new transmission lines
Featured Project – Private Sector

Armenia – Ardshinbank

- US$ 10 million private sector loan
- The loan broadens the country’s energy access by funding SMEs involved in the construction of small-scale hydropower plants (SHPPs)
- SHPPs help serve as catalysts for boosting job creation and income generation for vulnerable segments of the population