

French Development Agency and the Republic of Moldova

April 2023





Activity undertaken in in 2022

Mandate: support the convergence towards EU (infrastructure upgrading, social cohesion) and climate change adaptation/mitigation ambitions

Studies

Water & sanitation Sept 2021 Urban dvlpt Déc. 2021 **Energy** April 2022 **Irrigation** Nov 2022

Forest Déc.2022

Missions

Regular project identification and monitoring missions

Technical support

Railway support for CFM October 22-September 23 Energy Moldelectrica-RTEi June 2022 -April 2023 Afforestation
Moldsilva
To be launched in
\$2 2023

Financial support

- ➤ Budget financing on behalf of the State (€15M)
- ➤ Energy and rail Policy Based Loan in parallel of the WB DPO(€60 million)
- Financing via PROPARCO of Microinvest (microfiance, €8M)



Outlook of AFD's activities for 2023-2024



Supporting the energy transition

Financing of renewable energy, energy efficiency, sectoral and market reforms.



Preservation of natural resources

Adaptation efforts (irrigation), mitigation (forest), agriculture reforms, river banks and seas, biodiversity.



Supporting the energy reforms toward EU

Policy Based Loan over 6 years including a financial and a technical components



Supporting the afforestation reforms

Policy Based Loan on 4-6 years including a financial and a technical components



Contributing to the Moldovan energy security

Investment loan in energy efficiency of public buildings



Contributing to enhance agriculture water usage

Investment loan for the rehabilitation of centralized and small-scale irrigation systems



AFD's operations for 2023-2024 in Moldova

Afforestation Policy Based Loan €40m granted in 2023, disbursed in two tranches in 2023 and 2024



Ministry of Environment - Ministry of Finance

Content:

- Support the reform of the forest sector and its governance, and the objectives of reforestation and sustainable development of the sector.
- Multiannual programme based on a public policy matrix, accompanied by technical assistance (to be launched in \$2 2023).

Timeline:

- March 2023: mission of the CDC Forest Society (in charge of the project preparation study)
- Q4 2023: approval by AFD's authorities of the first tranche, before signature and disbursement.
- Autumn 2023: Technical assistance programme launched



AFD's operations for 2023-2024 in Moldova

Irrigation investment project / €30m in 2024



Ministry of Agriculture - Ministry of Finance

Content:

- Financing of rehabilitation of irrigation systems. A pre-feasibility study was carried out and presented to the Moldovan authorities on 10 February 2023, which confirmed their interest.
- This project would be accompanied by TA allowing the financing of the feasibility study in \$2 2023 and the technical support programme of the project (€1.5 million requested).

Timeline:

- S2 2023: feasibility study
- End 2024: approval of the project by AFD's authorities



THANK YOU







afd.fr