

CLIMATE INVESTMENT FUNDS

February 14, 2018

Update on the Rwanda Energy Fund (SREP) (IBRD)- XSRERW058A

Comments from United Kingdom

Dear Mafalda,

Thank you for circulating this note. This has raised a few questions and wonder whether you could ask the project team to reply to them.

These are:

- The leverage ratio was originally assumed to be 1:1, however the update estimates that *“Likely scenarios shield an average leveraged financing ratio of at least 1:1.9”* has this purely come from recent developments in the off-grid electricity sector? What role does the Government’s commitment to make the REF a revolving facility have on this leverage ratio?
- If there is a revolving element in the analysis could we have further information on this, we weren’t clear from the text below table 2 in annex 1 whether we were counting additional co-finance from revolutions and from which sources? If we are, we’d be really interested to hear about the methodologies you are using for these revolutions and additional co-financing and why you have decided to count from some sources and not others.

Kind regards,

Simon

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