

Banie Wind Farm

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| Country: | POLAND |
| Project Number: | 47932 |
| Business Sector: | Power and Energy |
| Notice Type: | PRIVATE |
| Environmental Category: | B |
| Target Board Date: | 09 Dec 2015 |
| Status: | Signed |
| PSD Disclosed: | 13 Oct 2015 |

Project Description

The EBRD is considering providing a senior long-term loan of up to PLN 150 million (EUR 35 million equivalent) to finance the construction and operation of 50MW Banie wind farm, located in north western Poland (the 'Project'). The construction of the Project started in 2015 and is expected to be completed by the end of 2015.

The loan is to be made available to Wiatromill SpK (the 'Borrower') created to own, construct and operate the Banie wind farm.

The Borrower is fully owned by Energix Renewable Energies Ltd. ('Energix' or the 'Sponsor').

Project Objectives

The Project will lead to the construction of 50MW of new renewable energy capacity in Poland. This is expected to generate over 90 thousand tonnes of CO2 savings per annum. In addition, the Project will also strengthen the private sector presence in the renewable energy sector in the country.

Transition Impact

The Project's transition impact stems from three factors:

(i) the demonstration effect by supporting one of the few medium size wind farms in Poland to be fully merchant, being constructed during the regulatory transition period;

- (ii) the expansion of a competitive market, through a market based approach to the sale of electricity and green certificates, and therefore contributing to increased liquidity and transparency of the Polish energy market; and
- (iii) setting standards for corporate governance and business conduct, through promoting progress towards meeting the EU's green energy targets and the use of best environmental practices.

Client Information

WIATROMILL SPK

The Borrower is a private limited partnership special purpose company incorporated in Poland, created with the sole purpose of constructing and operating the Banie wind farm.

The Sponsor is a leading Israeli independent renewable energy producer listed on the Tel Aviv Stock Exchange. It was established in 2009 and specializes in the development, construction and operation of renewable energy assets (including solar photovoltaic plants and wind farms).

EBRD Finance Summary

PLN 150,000,000.00

Provision of a long-term financing denominated in Polish Zloty, in the amount of up to PLN 150 million (EUR 35 million equivalent). The remaining funding for the Project is expected to be provided by other financial institutions and the Sponsor.

Total Project Cost

PLN 449,000,000.00

Approx. PLN 449 million (EUR 105 million, excl. VAT).

Environmental and Social Summary

Category B. Following an Initial Environmental and Social Examination (IESE), and further definition of the Bank's financing, the Project has been categorized as B category. The ESDD has shown that the Bank funded Project (phase 1 / the Project - 50MW) is structured to comply with the Bank's PR's and the Company has the institutional capacity to implement the Bank's PRs.

An independent consultant has undertaken an Environmental and Social Due Diligence (ESDD), which has included a cumulative assessment of all three phases and specific review of each phase. The Project (phase 1) is fully compliant with the Bank's PRs and not located close to any sensitive receptors, and away from potential Natura 2000 area, N2000 buffer areas or green corridors.

The ESDD confirmed that the construction works associated with the Project's development have already been commenced and are expected to be completed by the end of 2015. At the same time no final decisions as to phase 2 and phase 3 have been made as these projects are dependent on the final form of the auction system and their eligibility for this support scheme.

All three phases have been permitted by the relevant competent authorities and no objections or issues have been raised to date by third parties.

The agreed Environmental and Social Action Plan (ESAP), includes actions and monitoring requirements for all three phases of the wind farm. This will include the need for post construction

monitoring and additional assessment of bird and bats prior to commencing any work on phase 2 and 3.

Local disclose and a Non-Technical Summary (NTS) will be disclosed for the Project in accordance with an agreed Stakeholder Engagement Plan (SEP). Copies of the NTS are available on the Company website (<http://www.energix-group.com/Banie-Project/>) and can be obtained below:

<http://www.energix-group.com/upload/1449219724.pdf>

The Bank will monitor the implementation of the Project.

Technical Cooperation

None.

Company Contact Information

Moran Birman

moranb@energix-group.com

Business opportunities

For business opportunities or procurement, contact the client company.

General enquiries

EBRD project enquiries not related to procurement:

Tel: +44 20 7338 7168; Fax: +44 20 7338 7380

Email: projectenquiries@ebrd.com

Public Information Policy (PIP)

The PIP sets out how the EBRD discloses information and consults with its stakeholders so as to promote better awareness and understanding of its strategies, policies and operations.

[Text of the PIP](#)

Project Complaint Mechanism (PCM)

The EBRD has established the Project Complaint Mechanism (PCM) to provide an opportunity for an independent review of complaints from one or more individuals or from organisations concerning projects financed by the Bank which are alleged to have caused, or likely to cause, harm.

[Rules of Procedure governing the PCM](#) | [Russian version](#)

Any complaint under the PCM must be filed no later than 12 months after the last distribution of EBRD funds. You may contact the PCM officer (at pcm@ebrd.com) or the relevant EBRD Resident Office for assistance if you are uncertain as to the period within which a complaint must be filed.