

**CEG 3005 – IMPROVED WATER AND  
WASTEWATER SERVICES PROGRAM IN THE  
NILE DELTA REGION**

<b>SECTOR</b>	<b>WATER DISTRIBUTION AND WASTEWATER TREATMENT</b>	<b>PROJECT COST</b>	<b>295 M€</b>
AFD BOARD DECISION	: 25 JUNE 2008	COFINANCIERS	KFW-EIB-EU COMMISSION
LOAN AGREEMENT SIGNED ON	:	AFD LOAN	40 M€
RATIFICATION BY PARLIAMENT	:	MATURITY/ GRACE PERIOD	20 ANS / 5 ANS
EFFECTIVENESS	:	TYPE OF LOAN	SOVEREIGN CONCESSIONAL
1 <sup>ST</sup> DISBURSEMENT	:	DIRECT BENEFICIARY	MINISTRY OF HOUSING, UTILITIES & URBAN DEVELOPMENT
DEADLINE FOR DISBURSEMENT	:	DISBURSEMENT RATE	0%

**Project Description :** Financing an Improved Water and wastewater Services Program (IWSP) in four governorates in the Nile Delta region (Damietta, Sharqayah, Gharbeya et Beheira).

**Implementing Agency :** The Holding Company for Water and Wastewater (HCWW).

**Other partners :** Ministry of Housing, Utilities & Urban Development, four companies affiliated to the HCWW.

**Final beneficiaries :** HCWW and the four water and wastewater affiliated companies of the concerned governorates.

**Development objective :** Global improvement of water and wastewater services in the Delta, to reduce surface water pollution and sanitary risks for the population.

**Project's specific objectives :**

1. Improving the quantity and quality of water and wastewater services in four governorates in the Delta, through an investment program focusing on the most urgent needs ;
2. Consolidating the reform of the sector, in particular by reinforcing the investment programming capacities and strategic management of the HCWW ;
3. Improving the capacity of the four water companies to plan and implement their investment program and to improve their technical and financial performances, in order to cover their operating and maintenance costs ;
4. Achieving better aid effectiveness through a joint initiative of four European development partners.

**Content of the Project:**

**Investment component** (273 M€) : rehabilitation of networks and of potable water and wastewater plants, construction of new plants, mainly for wastewater treatment.

**Technical assistance component** (22 M€) : reinforcement of the technical capacities and management skills of the four water companies involved in the Project, and of the HCWW.

**Financing Plan :** Investment : **EIB 70 M€, KfW 60 M€, AFD 40M€, EU Commission 20M€, Egyptian Government 83 M€**  
Technical Assistance : **EU-C 14 M€ including 5 M€ from NIV, KfW 8 M€**

**Project duration :** 4 years (2009-2012)

**Impact:**

- Improvement of the potable water service quality delivered to the four governorates population ;
- Improvement of the health condition of the population ;
- Reduction of surface and underground water pollution in the four concerned governorates ;
- Ensuring the sustainability of the intensive local agricultural activities ;
- Improvement of the performance of the 4 affiliated companies and consolidation of the sector reform.