

## **SADC Project Preparation and Development Facility (PPDF)**

### Overview

The SADC PPDF was established to support the promotion and preparation of major infrastructure bankable projects in the SADC region. The facility operates under the guidance of the SADC Secretariat and is funded by development partners, notably the German government.

The goal of the facility is to address the shortage in project preparation funding for infrastructure projects in the region and emphasises collaboration, sustainability, and alignment with regional priorities outlined in the SADC Regional Infrastructure Development Master Plan (RIDMP)

The project is implemented by the Germany Development Bank, KfW, via the Development Bank of Southern Africa (DBSA). The DBSA is the Project Executing Agency (PEA) appointed to implement the SADC Agreement under the 1<sup>st</sup> MoA signed on 25 November 2017, the current agreement was signed in 2022.

The German government has funded the facility in three phases, totaling EUR 24.3 million.

### Purpose

The purpose of the SADC PPDF is to create a conducive environment for investment by financing the preparation of infrastructure projects based in at least one SADC Member State or those with a direct and positive impact on another Member State

The PPDF concentrates on those projects that will be considered as enablers of regional integration providing technical assistance for project identification, preparation and feasibility studies as well as for advisory, and capacity building purposes that will lead to investment in projects.

Thus the PPDF provides technical assistance in infrastructure project identification, preparation and feasibility studies with a view to presenting bankable projects to investors and lenders.

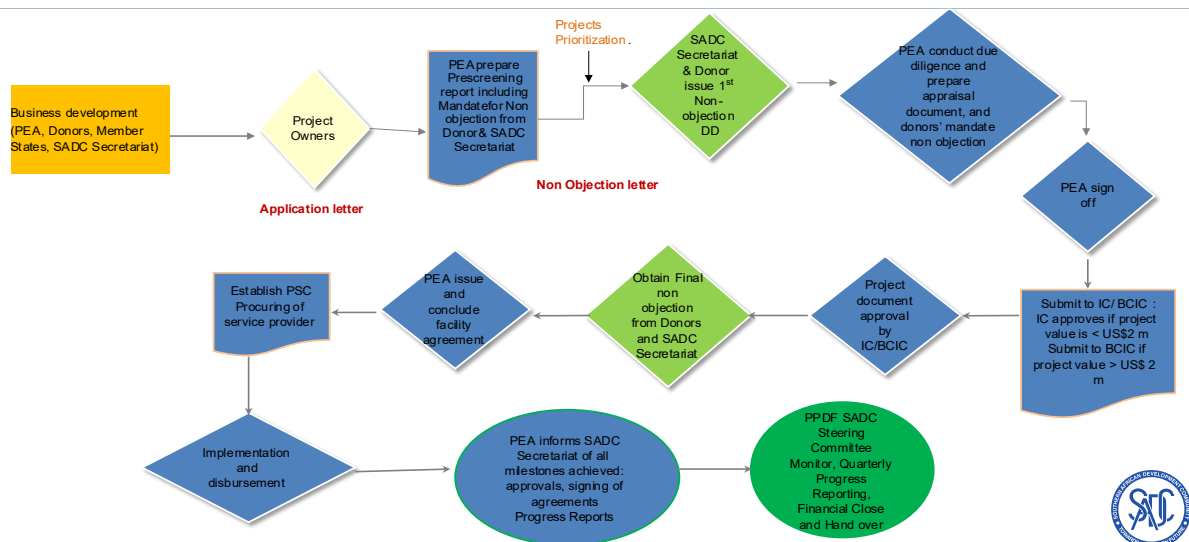
### Eligibility for Financing

- All SADC member states are eligible to apply for PPDF financing, provided that the proposed project promotes economic development, regional integration, and poverty alleviation within the region.
- The sectors supported by the SADC PPDF include transportation, energy, water & sanitation, tourism related infrastructure and ICT.
- Eligible activities for financing include feasibility studies, advisory services, environmental and social impact assessments, as well as any other advisory, technical, or operational activities related to project preparation.
- Applicants are advised to study the [Paris-Compatible Sector Guidelines](#) and the [Exclusion List of KfW Group](#) to learn which sectors and project types the facility can support.
- A minimum contribution of five percent (5%) of the total cost of the proposed preparatory activity by the beneficiary will be a mandatory requirement, ensuring ownership and commitment. This contribution will exclude any tax-related implications.
- Projects with a minimum grant requirement of USD 250,000 and a maximum of USD 2 million will be eligible for consideration.

- Applications can be submitted on the **SADC PPDF website** <https://sadcppdf.dbsa.org/>, including the online application form [here](#) and email your application to [SADCPPDF@dbsa.org](mailto:SADCPPDF@dbsa.org).
- The application should include the following information:
  - Application letter
  - Project name
  - Contact details of the organisation
  - Project description
  - Project objective
  - Geographical coverage
  - Current project stage
  - Project stage (for which the PPDF funding is required for)
  - Development impact
  - Cost to prepare the project
  - A full project background consisting of technical details, financial position, economic impact and benefits, the institutional set-up of the proposed project, the environmental impacts and benefits of the proposed project

### Modalities for application and approval of SADC PPDF

The following approval process will be followed to obtain support from the PPDF



**Successful applications so far:**

SADC PPDF Phase I & II List of Funded Projects				
No	Project Name	Country	Sector	Status
1	Africa GreenCo	SADC region	Energy	Completed
2	Marena - Renewable Guidelines	Mauritius	Energy	Completed
3	Angola-Namibia Transmission Interconnector (Angola and Namibia)	Angola, Namibia	Energy	Completed
4	New Roche Bois Wastewater Pumping Station and Baie Du Tombeau Wastewater Treatment Plant in Mauritius	Mauritius	Water	In progress
5	Six Inland Ports of Entry	South Africa	Transport	In progress
6	Lomahasha/Namaacha Cross Border Water Supply Project	Eswatini, Mozambique	Water	Completed
7	Kazungula Water Supply & Sanitation Project	Zambia, Botswana	Water	Completed
8	La Nicoliere Water Treatment Plant	Mauritius	Water	In progress

SADC PPDF Phase III Project Pipeline				
No	Project Name	Country	Sector	Status
1	Durban Point Container Terminal	South Africa, SADC region	Transport	Committed
2	Hyphen Hydrogen Energy	Namibia	Energy	Committed
3	La Nicoliere Water Treatment Plant	Mauritius	Water	Committed
4	Mpulungu Port Development	Zambia	Transport	Due diligence
5	Ramotswa Transboundary Aquifer-Groundwater Remediation and Sanitation	Botswana	Water	Due diligence

<b>6</b>	Lesotho Botswana Water Transfer project	Lesotho, Botswana	Water	Due diligence
<b>7</b>	Batoka hydropower project	Zambia, Zimbabwe	Energy	Due diligence