

CLIMATE INVESTMENT FUNDS

March 7, 2016

**APPROVAL BY MAIL: DPSP II KENYA: CONCESSIONAL FINANCE PROGRAM FOR GEOTHERMAL
GENERATION (CTF) (AFDB)-PCTFKE604B**

Comments Received from the United States

Dear CIF Admin Unit,

Thanks to you and the AfDB for the answers you've provided to questions from the UK and Germany. We have a couple short follow-up questions.

- The proposal notes that the first project will be approved in June 2016. What environmental assessments, if any, have been conducted on this project? Will the ESIA for the project be completed 120 days before it is brought forward for approval?
- Are any of the potential projects classified as Category A or B?
- The emissions reduction cost effectiveness ratio of \$3.43 per tCO₂ for the proposal is higher than other geothermal projects recently developed with CIF resources. How does this program compare to other CIF geothermal programs in terms of costs and what factors may have contributed to a higher cost effectiveness ratio?

Thank you.

danny