



Energy Sector Group

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Energy Sector Operations Guiding Principles

Increased
deployment of
renewable energy,
energy efficiency

Integration of
advanced
technologies/
innovative business
models and financing
instruments

Creating and enabling
regulatory framework
for effective
markets/sector
development

SDG 7
(Universal Energy
Access)

Global Climate
Goals/NDCs

ADB Strategy
2030
(7 Operational
Priorities)

Energy Sector Contributions to S2030

7 Operational Priorities

Increased access to clean energy help meet basic needs, facilitate SME development and job creation

OP 1: Addressing remaining poverty and reducing inequalities

Job creation and skills development for women in RE; productive use of women's time for income generation

OP2: Accelerating progress in gender equality

Climate change mitigation and adaptation, air quality improvement, energy water nexus

OP3: Tackling climate change, building disaster resilience

Supporting energy smart buildings, electric vehicles, microgrids, waste-to-energy, and demand-side energy efficiency

OP4: Making cities more livable

Distributed renewable energy applications in irrigation and agriculture (e.g. solar pumping), biomass-to-energy

OP5: Promoting rural development and food security

Promoting energy sector reforms and enabling clean energy development

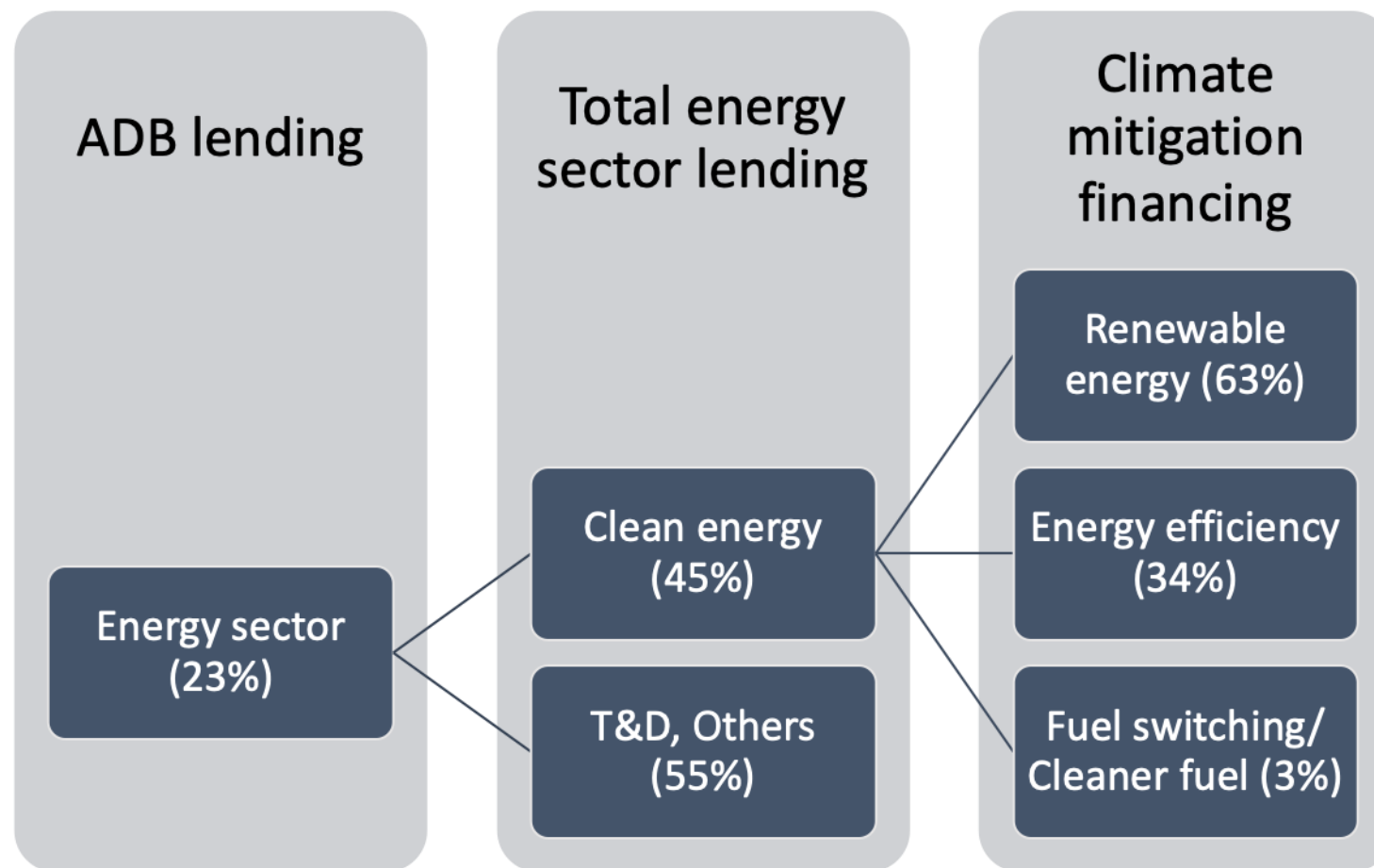
OP 6: Strengthening governance and institutional capacity

Promoting energy connectivity, cross-border clean energy trade, and knowledge exchange

OP 7: Fostering regional cooperation and integration

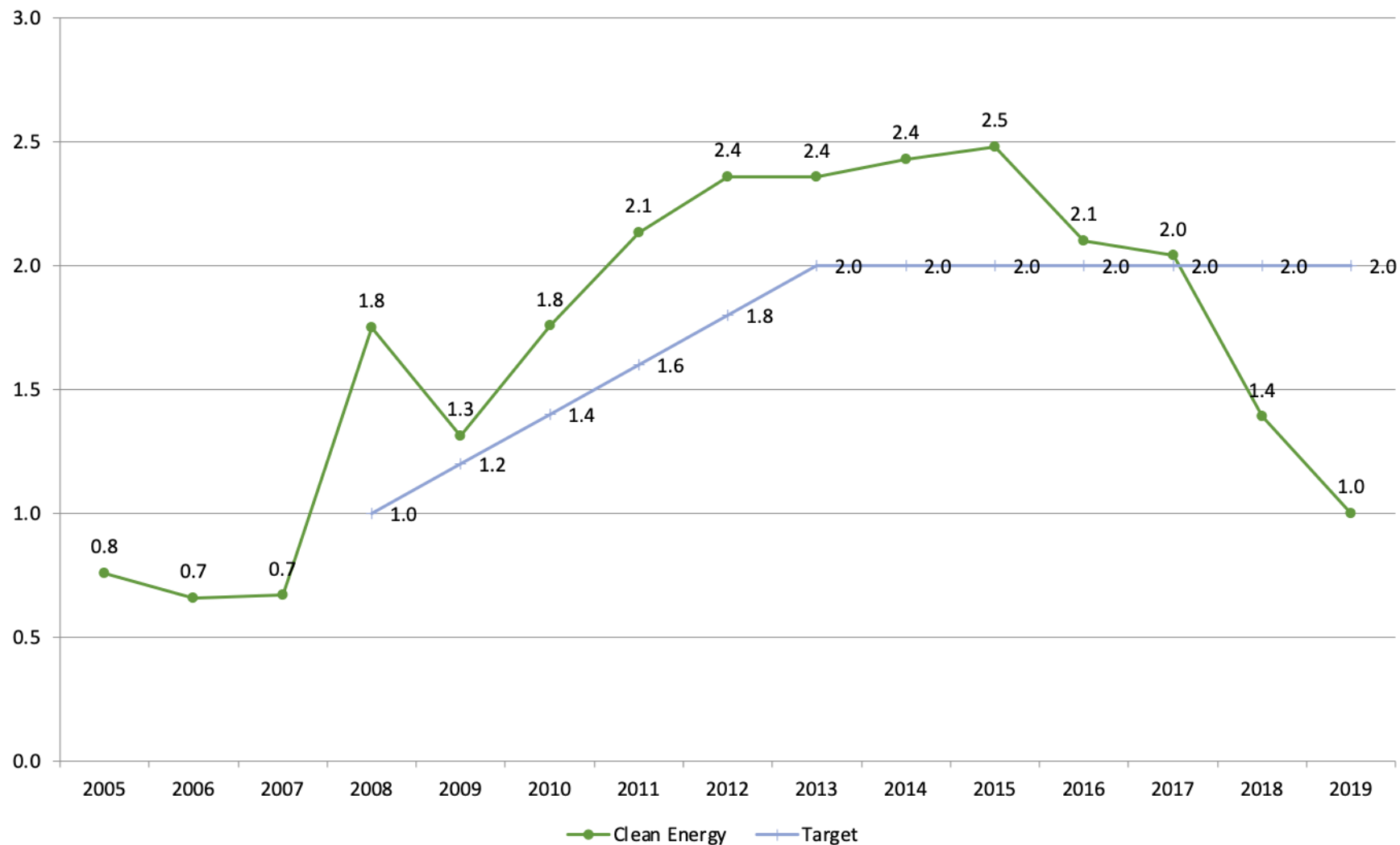
Energy Sector Lending, 2009-2019

(annual average share, in %)



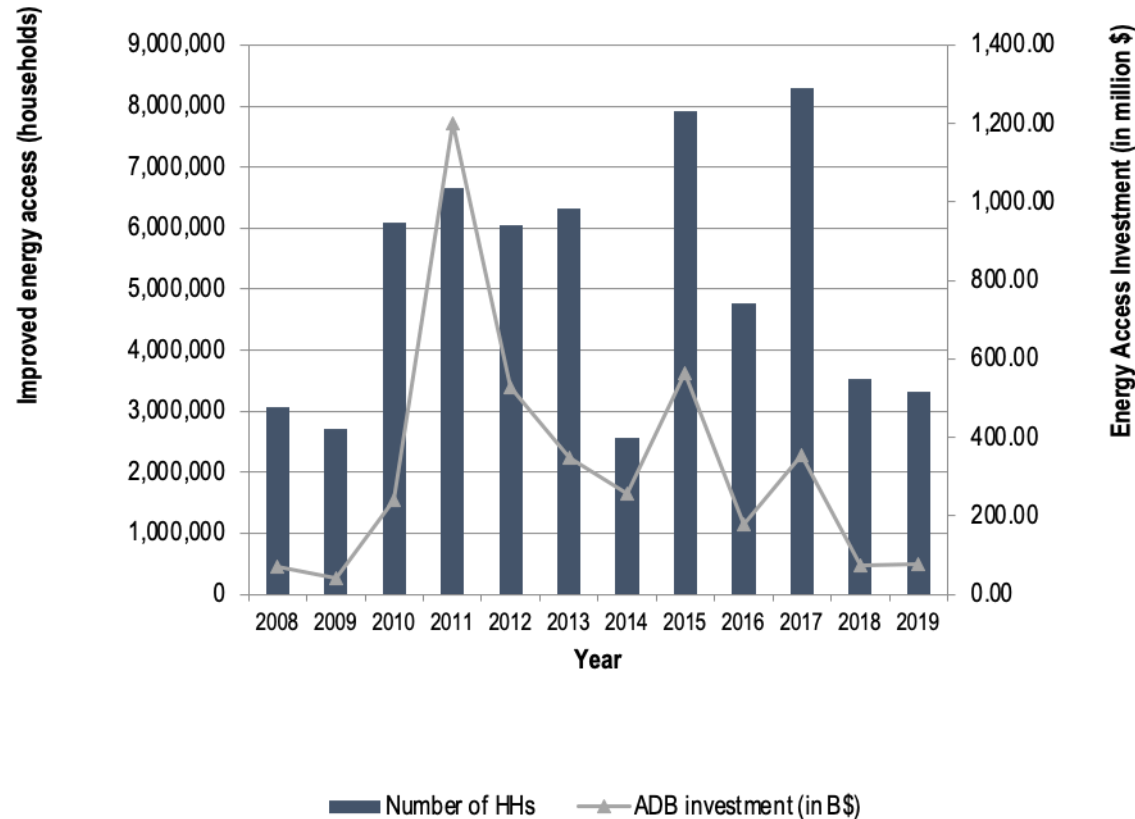
Energy Sector Clean Energy Finance 2009-2019

(in \$ billion)



Outcomes from Operations:

Progress in Energy Access



- ADB has invested a total of **\$ 9.5 billion** in energy access from 2008 to 2019
- And provided energy access (electricity, clean cooking) to **25 million** households cumulatively in the same period

Outcomes from Operations:

Progress in Clean Energy Indicators

Indicator	Unit	2011	2012	2013	2014	2015	2016	2017	2018	2019
Additional RE capacity installed	GW	0.9	2.5	1.4	2.1	0.6	2.1	1.6	0.6	4.0
CO₂ emission reduction	million tons/ year-equivalent	13.7	16.0	7.1	9.0	21.8	13.5	11.8	10.7	6.7
Electricity savings	TWh/ year	3.3	0.9	2.0	0.1	4.5	4.7	0.7	4.0	1.1
RE electricity generation	TWh/ year	3.3	4.9	5.2	5.9	1.5	4.6	4.8	2.4	8.3

Energy Sector Lending in 2019

- Total approvals in the Energy Sector in 2019 amounted to **\$2.4 billion** including **\$ 0.40 billion** from PSOD (17% of total energy sector lending)
- Total climate mitigation finance approved 2019 amounted **\$1.0 billion** including **\$333.7 million** from PSOD (or 32% of the total climate mitigation finance)
- Transmission and distribution projects without energy efficiency improvement and fossil fuel-based projects are not considered climate finance. It accounted for 52% of energy lending approved in 2019

Amount	CWRD	EARD	PARD	PSOD	SARD	SERD	Total
Total	460.0	460.0	85.2	403.7	1,001.0	7.6	2,417.5
Climate Finance	200.0	87.3	85.2	333.7	452.6	7.6	1,166.4
- Mitigation	189.8	78.4	77.6	333.7	357.4	6.5	1,043.4
- Adaptation	10.2	8.9	7.6	0.0	95.2	1.2	123.0
T & D, Others	260.0	372.7	0.0	70.0	548.4	0.0	1,251.1

Contributions to S2030

Number of projects by Operational Priority tagged

S2030 Operational Priority	Number of projects
Addressing remaining poverty and reducing inequalities	8
Accelerating progress in gender equality	9
Tackling climate change, building disaster resilience	24
Making cities more livable	3
Promoting rural development and food security	1
Strengthening governance and institutional capacity	8
Fostering regional cooperation and integration	4

Projected Energy Sector Leading in 2020-2022

- In 2020, energy sector sovereign lending approval program is \$6 billion* :
 - Clean Energy : \$2.4 billion, i.e. 40%
 - Transmission & distribution: \$2.6 billion, i.e. 43%
 - Others (sector project, gas): \$ 1 billion, 17%
- In 2021-2022, the projected average lending will be \$5 billion/year, with clean energy representing about 40-50% of the lending.

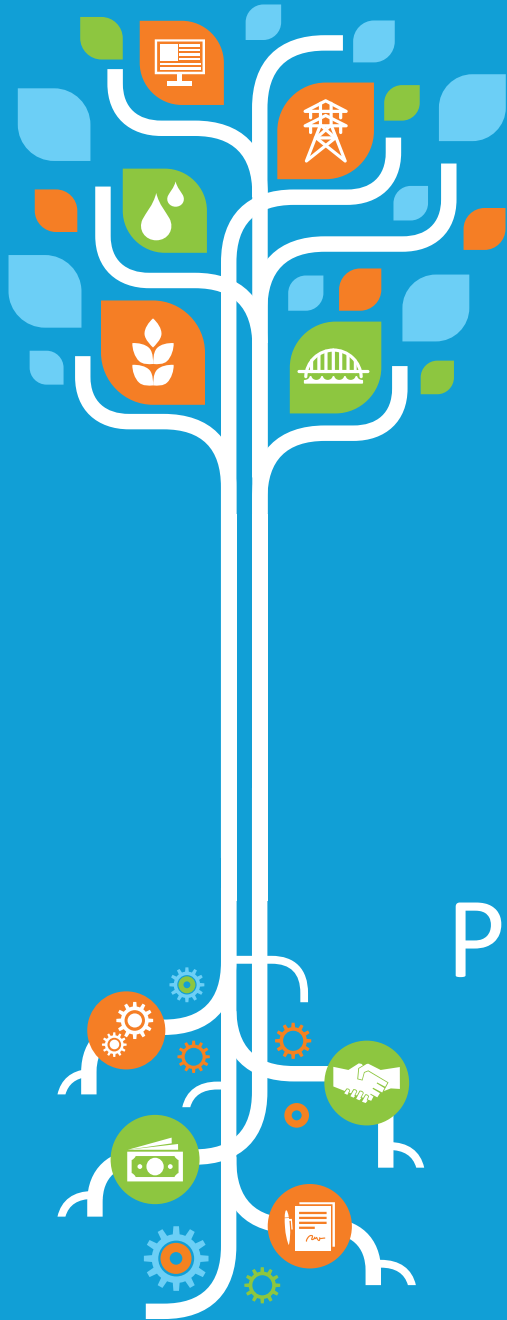
**Based on data from the WPBF 2020-2022*

The way forward to the energy sector

- Increase clean energy investments
 - Help develop and demonstrate viability of **new renewables** beyond solar PV and onshore wind in ADB DMCs
 - Develop projects with other sectors to reap scale and scope economies in **energy efficiency**
- Support ADB developing member countries in transforming their energy systems to be more flexible, resilient and smarter
 - Support the deployment of **ICT, digital applications, and energy storage** in the T&D subsector
- Strengthening Multi-sectoral Approach

Indicative Clean Energy Projects for 2020

- UZB: Promoting Distributed Solar Photovoltaic Power for Enhanced Energy Access to Energy
- AFG: Developing Income Opportunities for Afghan Women with Off Grid Solar Strengthening Multi-sectoral Approach
- KGZ: Promotion of Zero-Emission Electric Public Transport System in Bishkek
- PRC/MON: Second Northeast Asia Power Interconnection
- REG: Clean Energy for Mobility Initiative
- REG: Marine Aquaculture, Renewable Energy and Ecotourism for Ecosystem Services
- IND: Support for Installation of Solar-Battery Mini Grids to Provide Stable Electricity to Health Centers in Remote Villages in Tripura to Help Treatment of COVID-19 in Rural Areas
- INO: Energy Efficiency PPPs: Structuring City-wide Energy Efficiency Interventions for Private Sector Intervention



THANK YOU!

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