

The Project will sell its energy on the Brazilian Energy Trade Free Market. Atlas Juazeiro Comercializadora de Energia Ltda. and its four whole owned subsidiaries (“the Companies”) will undertake the construction of this greenfield which will last approximately 12 months and is planned to start in June 2020.

The Project will be located in the city of Juazeiro, Bahia State, Brazil. The planned site is adjacent to an existing and operating project called “Juazeiro”, owned by the same sponsor, but not financed by IDB Invest. The Project will be connected to the JUAZEIRO II – CHESF substation through an existing 34,5 / 230 kilovolt (“kV”) transmission line of about 6.5 kilometer (“km”) long.

The Project has been classified in category B, in accordance with IDB Invest's Environmental and Social Sustainability Policy because its environmental and social risks and impacts are confined to the Project facilities, are generally reversible, and can be mitigated with standard management measures.

The Environmental and Social Due Diligence (ESDD) process undertook the review of relevant environmental, health, safety and social information, including: i) the Environmental Licenses issued by the Instituto do Meio Ambiente e Recursos Hídricos (INEMA) of the State of Bahia; ii) the Project's Environmental Impact Assessment (EIA); iii) a Social report commissioned for the Project; and iv) the Companies' Environmental Management System, among other relevant documents.

During the process of the ESDD, IDB Invest and the consultant visited the Project's site and evaluated the following aspects: i) possible impacts on the local community due to an increase of vehicular traffic during construction and influx of external workers; ii) risk to the workers' health and safety, mainly during implementation; iii) risk to lose of cultural heritage that can be affected by the construction works; iv) impact to water resource; and v) impact to suppression of caatinga biome.

The Performance Standards (PS) triggered by the Project are: i) PS1: Assessment and Management of Environmental and Social Risks and Impacts; ii) PS2: Labor and Working Conditions; iii) PS3: Resource Efficiency and Pollution Prevention; iv) PS4: Community Health, Safety and Security; v) PS6: Biodiversity Conservation and Sustainable Management of Living Natural Resources; and vi) PS8: Cultural Heritage.

The Environmental and Social Review Summary (ESRS), prepared after the ESDD can be downloaded from this website.

Additional Information

For project inquiries, including environmental and social questions related to an IDB Invest transaction please contact the client (see **Investment Summary** tab), or IDB Invest using the email requestinformation@idbinvest.org. As a last resort, affected communities have access to the IDB Invest Independent Consultation and Investigation Mechanism by writing to mecanismo@iadb.org or MICI@iadb.org, or calling +1(202) 623-3952.