November 6, 2018

Dr. Akinwumi Adesina President, African Development Bank Group Avenue Joseph Anoma 01 BP 1387 Abidjan 01 Côte d'Ivoire

Cc: African Development Bank Board of Directors

Dear President Adesina,

The African Development Bank (AfDB)'s New Deal on Energy for Africa represents the clearest and strongest articulation of ambition on delivering energy access among all of the multilateral development banks. While the AfDB's stated commitment to scaling up energy access is encouraging, progress toward delivering on the New Deal's ambition has been lacking. There have been positive steps – particularly the launch of the Facility for Energy Inclusion – but these good news stories are still the exception rather than the rule, according to recent analysis.

Findings from the report, "The African Development Bank and Energy Access Finance in Sub-Saharan Africa: Trends and Insights from Recent Data", illustrate the AfDB's limited progress and underscore the scale of the shift required in AfDB energy finance. The report finds that the share of AfDB finance for off-grid and mini-grid solutions increased after the launch of the "New Deal on Energy for Africa" – from less than 2 percent of energy approvals in 2014 and 2015, to 6.6 percent in 2016 and 2017. However, this financing is a small fraction of what is needed to meet energy access needs in an age of climate crisis. The undersigned civil society organizations from Africa and internationally therefore write to urge the AfDB to dramatically increase support for mini- and off-grid energy solutions and clean cooking.

According to new International Energy Agency statistics published last week, 600 million people in Sub-Saharan Africa still lack access to electricity, and 890 million lack access to modern energy for cooking. Due to population growth, an estimated 600 million people in Sub-Saharan Africa will lack access to electricity in 2030, mainly in rural areas – unless there are major changes to the status quo. And as you are also aware, according to the International Energy Agency, the least-cost pathway to universal access in Sub-Saharan Africa by 2030 would see 67 percent of electricity investment in off-grid and mini-grid solutions.Off-grid and mini-grid solutions are a demonstrably faster and often cheaper way to deliver electricity services to many rural areas in the short-to-medium term. However, the vast majority of international public finance for electricity has instead supported large-scale, grid infrastructure.

In this vein, despite some minor progress, the AfDB has failed to provide the needed investments in energy access projects. While AfDB finance is expected to deliver energy access to over three million people, it remains far below the AfDB's 2025 target of delivering 75 million off-grid connections. Moreover, the AfDB's support for clean cooking remains extremely low, at less than one percent of its energy finance. At that rate, the AfDB will not achieve its target of providing 150 million households with clean energy solutions for cooking.

In order to address these gaps and achieve its 2025 energy access targets, we recommend that the AfDB:

- 1) Dramatically increase resources for distributed renewable energy and clean cooking to reflect their importance in achieving development outcomes;
- 2) Mandate meaningful civil society participation, which is critical to enhance outcomes, including in country strategy development processes;
- 3) Ensure energy access resources for distributed renewable energy flow to countries with lower levels of energy access and to poorer communities within countries that have relatively higher levels of access;
- 4) Use all the financial tools at its disposal to support scaled-up finance for energy access through distributed renewables, including guarantees and other risk mitigation instruments: and
- 5) Build capacity of local and regional financial institutions to finance energy access solutions.

If the AfDB heeds these recommendations, it will be much more likely to achieve its ambitious targets. Otherwise, these targets will remain just that – aspirations that will be missed while hundreds of millions of Africans remain without access to electricity and clean cooking. We appreciate you taking the time to consider our requests and look forward to your response.

Sincerely,

Abibiman Foundation – Ghana
Adéquations – France
ACCESS Alliance of Civil Society Organisations for Clean Energy Access – International
Africa Centre for Policy Facilitation – Africa
African Climate Reality Project – South Africa
Bank Information Center – United States
Bank Information Center Europe – Europe

Both ENDS – Netherlands

Buliisa Initiative for Rural Development Organisation – Uganda

CADIRE Cameroon Association – Cameroon

CAFOD Catholic Agency For Overseas Development – England and Wales

Centre for 21st Century Issues – Nigeria

Chalimbana River Headwaters Conservation Trust – Zambia

Christian Aid – Kenya

CIDSE – International

Civil Society Network on Climate Change - Malawi

Climate Action Network Tanzania – Tanzania

COMPPART Foundation for Justice and Peacebuilding – Nigeria

Corporate Accountability – United States

Côte d'Ivoire Alliance for Clean Cookstoves - Côte d'Ivoire

Daasgift Quality Foundation – Ghana

deCOALONIZE - Kenya

Earthlife Africa Johannesburg – South Africa

EcoEquity – United States

Free the Marginalized Women Advocates – Ghana

Friends of Environment for Development – Uganda

Friends of the Earth Africa – Africa

Friends of the Earth U.S. - United States

Gender and Environmental Risk Reduction Initiative – Nigeria

Global Rights – Nigeria

Green Advocates International – Liberia

groundWork – South Africa

Health of Mother Earth Foundation - Nigeria

Hivos – East Africa

International Rivers Africa – Africa

Kebetkache Women Development & Resource Centre – Nigeria

Les Amis de la Terre Togo / Friends of the Earth Togo – Togo

Loja de Energias – Mozambique

Lumiere Synergie pour le Developpement – Senegal

Natural Justice - Africa

Oil Change International – International

Oilwatch Africa – Africa

Oilwatch Ghana - Ghana

Oilwatch Togo - Togo

Oxfam – International

Pakistan Fisherfolk Forum – Pakistan

Reacción Climática - Bolivia

Regional Centre for International Development Cooperation – Uganda

Rural Area Development Programme – Nepal
South Durban Community Environmental Alliance – South Africa
Strategic Youth Network for Development – Ghana
Support for Women in Agriculture and Environment – Uganda
SustainUS – United States
Tearfund Nigeria– Nigeria
urgewald – Germany
Women's Environment and Development Organization – United States

Women's Environment and Development Organization – United States WoMin – Africa

World Voices Uganda – Uganda

Zero Campaign – Africa

350 Ghana Reducing Our Carbon – Ghana

350Africa.org – Africa