Environmental Examination Report

(1) Project Name

Combined-cycle Power and Water Project

(2) Project Site

Fujairah Emirate of the United Arab Emirates

(3) Project Outline

The project consists of the construction and operation of power generation and seawater desalination plant.

(4) Category Classification

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(5) Reason for Classification

The project falls into the large-scale thermal power generation sector under the Environmental Guidelines.

(6) Environmental Permits and Approvals

Based on the laws and regulations of the Emirate of Fujairah, the EIA report for the project was prepared for submission, and the environment permit was issued by the environmental authority of the Emirate of Fujairah (Environment Protection & Development Department at Fujairah Municipality.)

(7) Pollution Mitigation Measures

It has been confirmed that the projected quality of air except particulates (PM 10) falls within the local and the IFC/World Bank standards. This PM 10 issue is largely due to the arid nature of ground in Fujairah, and Environment Protection & Development Department at Fujairah Municipality accepts the situation given Fujairah's such environment. The projected water quality and noise fall within the local and the IFC/World Bank standards.

(8) Natural Environment

The project site is not located in the nationally designated nature protection areas.

(9) Social Environment

Resettlement is proceeding under the concensus of the resettlement people and adequate measures will be taken so that the people can have the same level of life as before.

(10) Others, Monitoring

In this project, the quality of air and water will be monitored.