Japan Bank for International Cooperation Japan Finance Corporation

Environmental Examination Report

(1) Project Name

Production and Sales of Refined Products

(2) Project Site

Mostorod, Arab Republic of Egypt

(3) Project Outline

Production and sales of refined products

(4) Category Classification

A

(5) Reason for Classification

The Project falls into the petroleum refining sector, and it has sensitive characteristics as listed in the Environmental Guidelines.

(6) Environmental Permits and Approvals

The EIA report produced by the Project under the law of Arab Republic of Egypt was filed with the environment agency and the approval of construction dated April 28th 2009 was obtained subject to collateral conditions. The approval of operation will be obtained by satisfying such conditions in commissioning of the Project. The Project plans to meet the collateral conditions appropriately.

(7) Pollution Mitigation Measures

Projected air quality and projected noise level meets the local and World Bank standards to a large extent.

Wastewater and industrial waste are to be disposed in compliant with the local standards.

Though soil contamination was observed in the project site, it is confirmed that such contamination was not caused by the Project.

The Project will develop a soil remediation plan voluntarily and execute soil remediation within the project site based on this plan after consultation with the environment agency.

(8) Natural Environment

Though there is a natural reserve designated by environment agency 20km southeast of the project site, there is no influence by the Project because the project site is far away from the natural reserve. It is confirmed that there are no precious species designated by the law of Arab Republic of Egypt and World Conservation Union in the project site and the surrounding area.

(9) Social Environment

The Project has introduced a measure in compliant with the law of Arab Republic of Egypt and international guidelines and has obtained consensus from residents who are the target of involuntary resettlement. The Project plans to appropriate measures for residents influenced socioeconomically by the Project.

(10) Others, Monitoring

The approval status of operation, air quality, water quality and preparing status of soil remediation plan will be monitored.