Environmental Examination Report

(1) Project Name

Hydropower Plant Project

(2) Project Site

Xaysomboun and Bolikhamxay, Lao People's Democratic Republic
(Lao $\mbox{\rm PDR}$)

(3) Project Outline

The project consists of the construction and operation of hydropower plant.

(4) Category Classification

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(5) Reason for Classification

This project falls into the sensitive sector (Hydropower, dams and reservoirs) and has the sensitive characteristic, and the project site is located in the sensitive area under the JBIC Environmental Guidelines.

(6) Environmental Permits and Approvals

The Environmental Impact Assessment (EIA) report on this project was prepared in compliance with the Lao PDR laws and regulations by Ministry of Natural Resources and Environment (MoNRE) of Lao PDR and approved on July 2012 with some conditions. The Project Company plans to properly act on the conditions.

(7) Pollution Mitigation Measures

The water quality and waste treatment are properly managed.

(8) Natural Environment

Although a part of access road will cross the nature reserved area, it is confirmed that appropriate selection of the route and monitoring system for illegality logging by relevant authority have been taken to minimize impact. In addition, there is a possible existence of protected species in project site or surrounded area, however, it is also confirmed that appropriate measures to mitigate the project impact on environmental condition are going to be properly managed.

(9) Social Environment

It is confirmed that appropriate measures have been taken for local people who are affected by the project including resettlements.

(10) International Standard

IFC Performance Standard

(11) Others, Monitoring

Taking the above environmental review into consideration, JBIC will monitor compliance status with the conditions attached to the EIA report and the status of resettlement, land acquisition and living and livelihood restoration program.