

Feasibility Study Requirements

Preparing an objective and a well-researched feasibility study can be crucial to the success of the project. The feasibility study should include but not limited to:

• Executive Summary

The executive summary should outline the description of the project and explain the problem or the opportunity to be covered and analysed. It should describe the technical, socioeconomically and environmental merits of the project

• The Country and Sector

The study should provide a complete picture of the country including but not limited to: Governance System, Economic Laws, Strategic Plans, Economic and Social Indicators, Market Regulations...etc.

• The Project

The study should provide full information about the project including but not limited to: Description, Objective, Justification, phases of the project, data on any other stage, Linkage to the Country Strategy, Social/Environmental Assessments, implementation and Construction Plans. Information on land ownership, any expropriation plans, access to the project site etc.

The Cost Estimates

The study should detail the cost estimate of the project. Detailed breakdown for the major components should be provided. The cost estimate should include the capital cost and the operation and maintenance cost of the project.

• Economic and Financial Assessment

- The Economic analysis should determine the expected economic performance for the suggested project, and should asses the sensitivity of the performance and benefits to the variation in the inputs and outputs assumptions using the generally accepted measures such as EIRR, and NPV.
- The Objective of the financial analysis is to evaluate the viability and the impact of the project from a financial aspect (IRR can be used), in addition to providing information about the operations, funding strategy, and the financing structure (preferably with no financing gap).

Social and Environmental Assessment

- The Social Assessment should take into consideration the project effects on the population in its area, and how it can add to the standards of living of the people.
- The Environmental Assessment should cover the likely effects of the project on the environment (positively and negatively) and the mitigation taken to address the environmental issues.

Annexes

Annexes are required whenever needed (maps, statistics, etc.)