

**Bulgaria:**

For the Earth  
CEIE

**Czech Republic:**

Hnutí Duha  
Centrum pro dopravu a energetiku

**Estonia:**

Estonian Green Movement – FoE

**Georgia**

Green Alternative

**Hungary:**

ETK  
National society of Conservationists

**Lithuania:**

Atgaja

**Macedonia**

Eco-sens

**Poland:**

Polish Green Network  
Institute for Environmental  
Economics

**Romania:**

TERRA Mileniul III

**Russia:**

Sakhalin Environmental Watch

**Slovakia:**

Center for Environmental Public  
Advocacy - FoE

**Ukraine:**

National Ecological Centre of  
Ukraine

**NATIONAL ECOLOGICAL CENTRE OF UKRAINE**

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e-mail: necu@i.kiev.ua; iryna@bankwatch.org

Date: Kiev, January 29, 2008

**To: Nandita Parshad**

**Director, Power & Energy Utilities Team**

**European Bank of Reconstruction and Development (EBRD)**

One Exchange Square London EC2A 2JN, United Kingdom

Cc: Louis Borgo, Senior Banker, Power & Energy Utilities Team;  
Alistair Clark, Corporate Director, Environment and Sustainability  
Olga Yeriomina, Banker for energy sector projects, EBRD Resident  
Office in Ukraine.

Dear Ms. Parshad,

Re: World Bank pulls out from financing Dniester pumped storage plant  
in Ukraine

Let me share with you the following news which I believe will be of interest  
to you regarding the EBRD's involvement in the Kaniv PSP project in  
Ukraine.

The World Bank considered financing for the Ukrainian Dniester PSP  
since 2005 - a similar project as the Kaniv PSP which is in the initial stage  
of project cycle at the EBRD. After two years of preliminary assessment,  
the World Bank has just recently decided to withdraw from Dniester PSP,  
which has numerous economical, social and environmental problems. The  
World Bank removed the project from the new Country Partnership  
Strategy with Ukraine approved in December 2007.

We believe this is a strong signal for the EBRD to reconsider it's  
involvement in the Kaniv PSP project. Rather than considering such  
energy draining investments, we believe that the EBRD should be ramping  
up its efforts to work with the Ukrainian government on other energy  
projects that will directly improve Ukraine's energy efficiency and increase  
energy savings overall.

I would kindly ask to give your reflection on the information above. It  
would be also interesting to hear from you if you have had the opportunity  
to discuss with your colleagues in the World Bank the plans of the  
Ukrainian government to build more PSPs?

Sincerely,  
Iryna Holovko

National Coordinator for Ukraine  
National Ecological Centre of Ukraine / CEE Bankwatch Network