

PROJECT SUSTAINABILITY SHEET



PROJECT: 0773 Hermosillo Branch Gas Pipeline

SECTOR: Hydrocarbons SUBSECTOR: Midstream

STAGE ANALYZED: Operation

YEAR OF UPDATE:

2020

Guide to read this datasheet

Project's sustainability summary: The project is intended to supply natural gas to electric power generation plants in the northwestern region of Mexico to satisfy the demand for electricity. The branch will supply the Hermosillo Combined Cycle Power Plant and the Naco-Hermosillo gas pipeline. Includes a reforestation and compensation program for the protection of the biodiversity of the area, as well as the use of solar panels.



Sustainability criteria NA T1 T2 T3 Economic and social returns Creation of employment opportunities and boost local productivity Financial sustainability of assets Detailed risk analysis Cash flow transparency and creditworthiness Infrastructure asset maintenance and optimal use Sustainability incentives



Sustainability criteria ¦NA ¦ T1 ¦ T2 ¦ T3 Greenhouse gas emissions Climate risks, resilience and disaster risk management Impacts on biodiversity and native flora and fauna in the region **Environmental impact of the Project** Control and monitoring of pollutants Efficient use of resources and recycling strategies Efficient use of energy and renewable sources

Preservation or enhancement of public spaces

EXAMPLE OF GOOD PRACTICES

The project considers the use of solar panels.



Sustainability criteria	NA	T1	T2	T3
Reduction of poverty and access to basic services				1
Integration of communities and other interested parties				1
Integration of people with disabilities or special needs]
Effects of the project in the security of the region and in the health of workers and nearby communities				
Compliance with human and labor rights				! !
Cultural heritage and indigenous people				1
Gender inclusion and women's economic empowerment through the project				1
Equal distribution of benefits and compensations to communities				1



NA T1 T2 T3 Sustainability criteria Alignment with national and international strategies Sectoral and institutional integration Corporate sustainability, management and governance Transparency and anti-corruption protocols Legal requirements and compliance with social and environmental policies Development of more sustainable technologies and capacities Knowledge transfer in matters related to sustainability Pre-existing conditions and their monitoring

Source of this project: Contract / MIA Resolution (Land use change I) / MIA Resolution (Land use change II) / MIA Resolution (modification to project)



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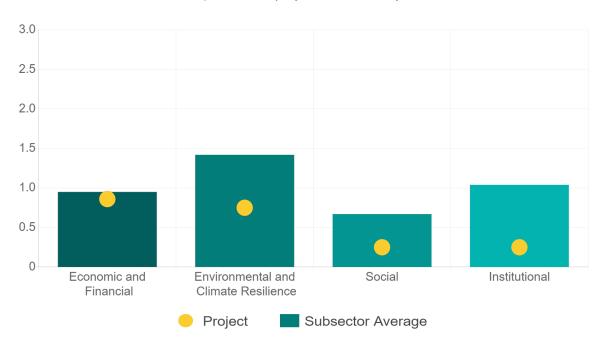




SECTOR:SUBSECTOR:STAGE ANALYZED:YEAR OF UPDATE:HydrocarbonsMidstreamOperation2020

Comparison of this project vs other projects of the same subsector

(Number of projects included: 9)





Methodological framework defined by the Inter-American Development Bank (IDB)















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1. ALIGNMENT BY SUBSECTOR

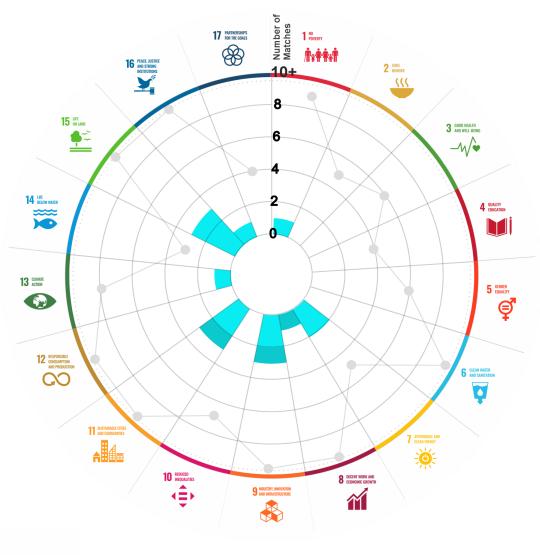




This section aims to present the potential alignment of the infrastructure project with the 17 Sustainable Development Goals (SDGs) of the 2030 Agenda. The relevance of this exercise resides in that it provides information to the actors of the infrastructure ecosystem for decision-making in investment that considers and promotes sustainable development.

Reading guide View

2. ALIGNMENT BY SDG

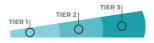


3. ALIGNMENT BY **CRITERIA AND TARGETS**

View



Explanation of the alignment of the sustainability criteria and the SDGs. View



The tonality of the bars represents the level of detail of the information available from the IDB criteria and its potential alignment for each SDG, based on the scale: N.A., TIER 1, TIER 2 or TIER 3.



Number of times the project information coincides with the alignment of the IDB criteria and the SDGs.



Approximate reference to the number of maximum alignments a project can have between the IDB criteria and the targets of the SDGs.













PROJECT

DESIGN, CONSTRUCTION, OPERATION AND MAINTENANCE OF THE GAS PIPELINE "RAMAL HERMOSILLO" LOCATED IN THE STATE OF SONORA.

SECTOR: HYDROCARBONS SUBSECTOR: MIDSTREAM

Type of Investment:	Brownfield		
Short Name of the Project:	0773 Hermosillo Branch Gas Pipeline		
Contract Currency: US Dollars USD	Estimated Investment MXN \$ 266,812,600	Estimated Investment USD \$ 12,952,068	Exchange rate (USD/MXN) used by the Ministry of Finance for the economic plan 2023 \$ 20.6

DESCRIPTION

The project consists of the design, construction, operation and maintenance of a gas pipeline with a capacity of 100 million cubic feet per day (MCFD). The approximate length of the gas pipeline is 48 km and 16 inches diameter.

The Ramal Hermosillo gas pipeline transports natural gas from the Sásabe-Guaymas gas pipeline to the Hermosillo combined cycle power plant in the state of Sonora.

Contract Scope: Design, Construction, Operation, Maintenance

Type of Project: Public / Private Selection Process: International Open Tender Term: 25 years

Type of Contract: Provision of services Payment Source: Rate

Asset (s): Gas Pipeline 48 KM

GEOLOCATION





SPONSOR

Entity

Comisión Federal de Electricidad

Department

Subdirección de Negocios No Regulados

TIMELINE







