

# **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, in addition to the total cost and benefits calculated using the economic methods.

# • 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, Linkage to the Country Strategy, Social/Environmental Assessments, Construction Details, and Total Cost (capital, maintenance, operations).

#### • 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).

# • Environmental and Social Impact 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)

#### Annexes

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

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