

PROJECT ABSTRACT

Project number	BR-0306	
Project name	Anhangüera-Bandeirantes Toll Road	
Country:	Brazil	
Sponsors:	Camargo Corrêa Transportes S.A.	23.2%
	Construtora Andrade Gutierrez S.A.	23.2%
	Odebrecht Serviços de Infra-estrutura S.A.	23.2%
	SVE Participações S.A.	20.0%
	Serveng-Civilsan S.A.	10.4%
Total project cost	US\$514.3 million	
IDB participation	IDB A-Loan: US\$50 million	
	IDB B-Loan: US\$45.9million	
Department	Private Sector Department	
Status:	Approved by the Board of Executive Directors	
Date:	July 21, 1999	

Project Description. Concessionária do Sistema Anhangüera-Bandeirantes S.A. (“AutoBAn”) is the special purpose company that was formed by the Sponsors to act as the concessionaire of a 20 year concession for the expansion, rehabilitation, upgrade, operation and maintenance of the Anhangüera and Bandeirantes highways that link on an almost parallel track the cities of São Paulo, Campinas and Limeira. The concession was awarded in May 1998, following a competitive bidding process.

The concession highways have been collecting tolls for most of the past 20 years, generating a solid track record of traffic history and toll revenues. The Project involves increasing the amount of toll booths from five to eight, while leaving the basic toll rates without significant changes in real terms.

Under the concession, AutoBAn will carry out over US\$1 billion in capital investments, of which approximately US\$515 million will be invested during the first four years of the concession. The single most important part of the investment program is the construction of a 78.5 km long extension of the Bandeirantes highway between Campinas and Limeira. Other Project costs include major maintenance works and other improvements.

Project Highlights. The Project represents one of the most important systems of the toll road concession program of the State of São Paulo. Successful operations will generate significant benefits by helping to de-congest the São Paulo greater urban area access traffic, reducing travel time and costs and improving highway safety. The additional traffic capacity is expected to enhance the region’s opportunities for economic growth, employment generation and fiscal revenues.

By supporting this Project, the Bank will make an important contribution to the modernization of a crucial part of the State’s basic infrastructure. The current market environment seriously constrains the ability of AutoBAn to raise long-term finance with tenors that are compatible with the cash flow pattern of the Project. The Bank’s participation will be instrumental in mobilizing long-term funds from international commercial banks.