



# CAMBODIA - Build back better – green energy and industrial value chains

#GLOBALGATEWAY

#TEAMEUROPE

## TEAM EUROPE PROPOSAL



### Energy efficiency:

- Audit factories
- Awareness Raising (e.g. cost-savings)
- Contribute to implementing identified solutions

### Contribute to trade facilitation measures and International market access.

Improve business and investment climate (cross-border trade):

- Value chains
- International standards
- Green technology and digital solutions
- Enhanced productivity and better skills

### Blending projects:

- Clean energy and infrastructure
- Creation of green SEZ
- Wastewater treatment facilities
- Circular economy/green production

### Support to sustainable and integrated export industry and value chains:

- Potential for a cleaner garment industry
- Coop with European

### New Technology and processes:

- Support Techno startup training center
- Introduce financial guarantee schemes for industry
- Complement SME development bank

### Advocacy and outreach activities, strategic and regular policy dialogue:

- Support to the government to strengthen the national Social Protection policy
- Support the skills development (collaborate with education institutions via Erasmus+)
- Strengthen dialogue with the Government on labour rights

### Capacity development to align labour law with ILO conventions:

- Dialogue with trade union associations.
- Workplace welfare
- Occupational safety and health
- Affordable housing projects

## MODALITIES/ TOOLS

Policy dialogue

Blending operations

Technical assistance and capacity building

Grants

Twinning programmes

Bank guarantees

Budget support

Studies and research

Multi-stakeholders mobilisation or engagement

## KEY DELIVERABLES

### Renewable energy

Modernize the transmission and distribution grid of Cambodia to improve the network reliability and efficiency, lowering the high electricity costs, which have a high impact in the competitiveness of the country. The project will facilitate the integration of large-scale renewable energy to the grid, by:

- Upscaling of the transmission and distribution management systems of EDC (Electricite du Cambodge).
- Support to the digital change and preparation of EDC teams to the management of change and the introduction of modern IT Services Management.
- Design and setting up of a Research and Training Platform, and the Development of a Master Programme in Power Systems Management.

This Team Europe Initiative is work in progress

## TRANSFORMATIONAL POTENTIAL

- Promote energy efficiency
- Support to a sustainable and inclusive diversification of the economy
- Support to integration with global and regional value chains.
- TEI on Sustainable landscapes, forests, and agriculture (TEI №1) is directly related to IDP and AEC Blueprint, focusing on green agribusiness and green value chains.
- TEI №2 could replicate these efforts in the export oriented industry sector



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## NATIONAL CONTEXT

### Significant development progress:

- Strong economic growth: 7.7% from 1995 to 2018
- Lower-middle income status (since 2015, WBI)
- Green growth and job creation are a priority

### Garment sector:

- 11% of GDP in 2018
- 17% of growth
- Employing 21% of paid former workers or almost 1 million people, mainly women
- Member States, EU, ILO, UNESCO active in the sector

### National policy:

- Industrial Development Policy (IDP) for the period 2015 to 2025
- National energy efficiency policy and action plan

## GEOPOLITICAL CONTEXT AND RELEVANT SDGs



Agenda 2030

Initiative for ASEAN Integration and Narrowing the Development Gap

ASEAN Economic Community (AEC) blueprint

COVID-19 pandemic

\*\*SDGs included based on a new JRC electronic text mining tool, which identifies SDGs (targets)