



# **Regional Connectivity and Afghanistan Vision**



#### Introduction:

Regional connectivity is regarded as the level and effectiveness of regional networks to facilitate flows of goods, services, people and knowledge across national boundaries. The role of regional connectivity in supporting economic growth and development cannot be overemphasized.

#### Vision:

Afghanistan is the country that can become the land-bridge and the round-about of the region, connecting Central Asia to South Asia, provide land routes for Chinese goods to Europe similarly vise versa and serve as the hub for Silk Road's trade and transit route.

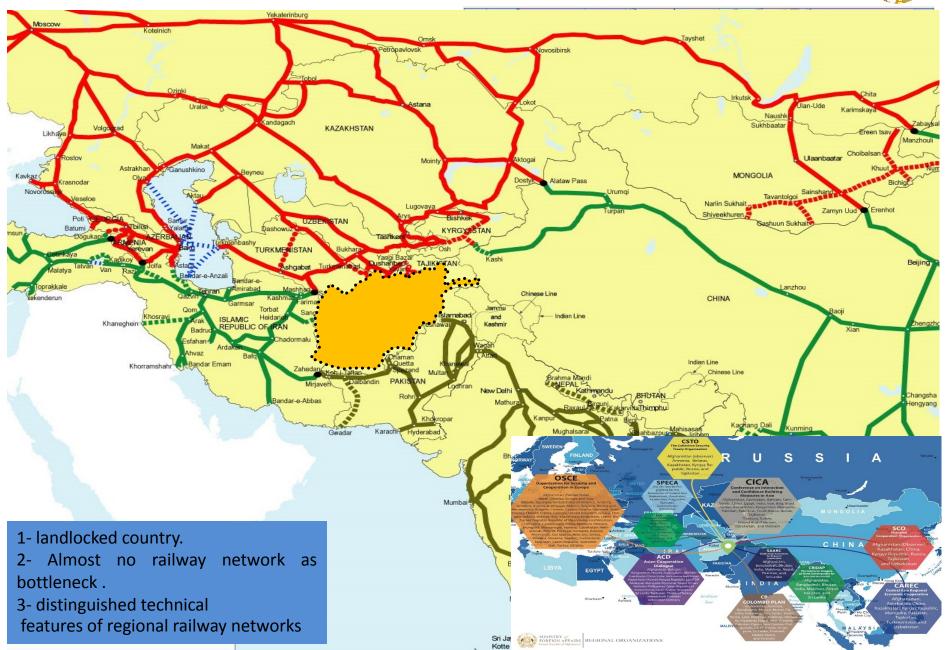
Moreover, Afghanistan can be the means of giving economic access to warm ports to Central Asian nations via connecting Charbahar in Iran and Karachi and Gwadar ports in Pakistan . The realization of this vision will result in strong economic integration of the region with net increase in the economy of every country and play a significant role in reducing poverty.

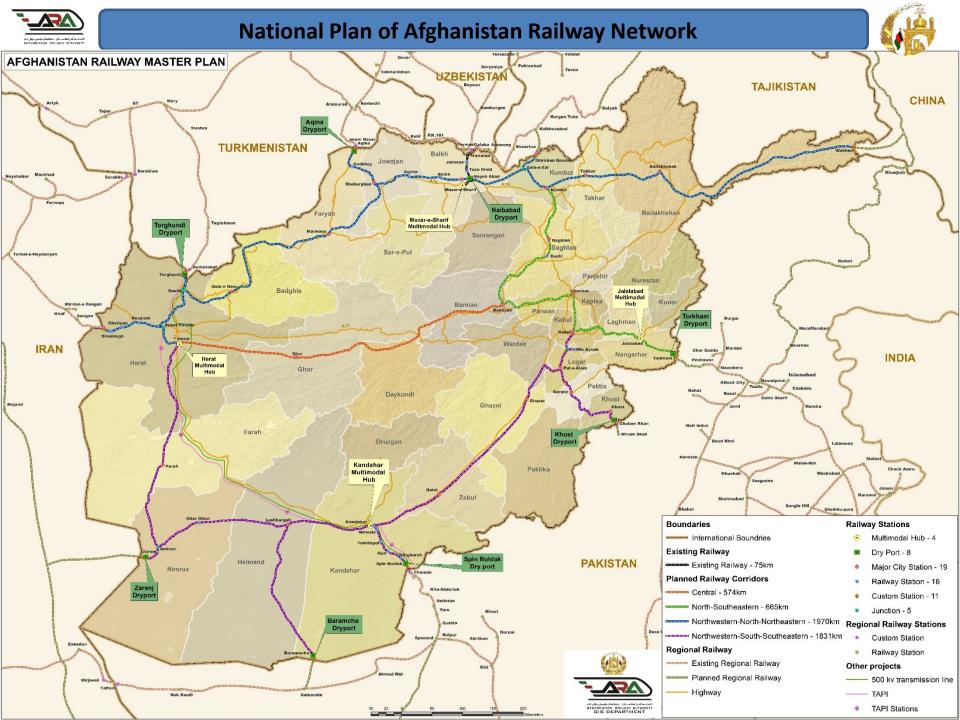
# **Drivers of Regional Connectivity:**



# **Connecting Afghanistan Railways Network to Regional Commercial Ports and Railways**









### Connecting Afghanistan Railway Network to Regional Commercial Ports and Railway







### Five Nation Railway Route (China, Kyrgyzstan, Tajikistan, Afghanistan, Iran)







# Five Nation Railway Route (China, Kyrgyzstan, Tajikistan, Afghanistan, Iran)



Iran	Afghanistan	Tajikistan	Kyrgyzstan	China	Total Length (KM)
78 Km	902 Km	470 Km	215 Km	215 Km	<u>1818</u>

### **Background:**

- The first ministerial meeting was held in Tajikistan 2012.
- This corridor(KITAI) recognized by the ECO and it's a part of their goals.
- This corridor will construct with standard gauge.
- The second ministerial meeting will be held in Kabul in next three months

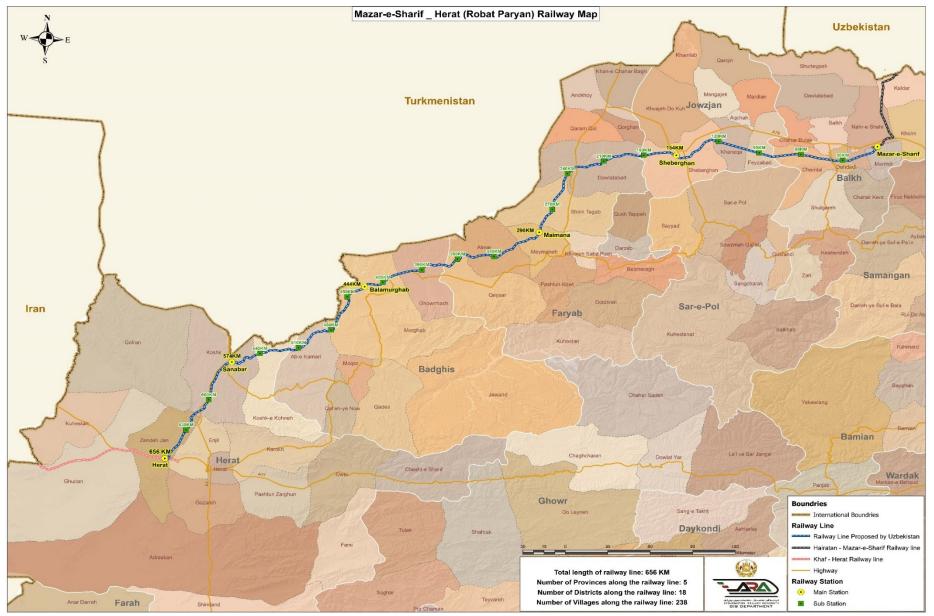
# **Current Status of the project in Afghanistan:**

- This project divided in two Phase,
- Phase 1: from sherkhan bandar to Shebrghan (287 km)
- Phase 2: from shebrghan to Herat (615km)
- The per- feasibility study of hole alignment is completed which was funded by ADB.
- Feasibility study of the first phase completed in 2015, funded by ADB
- Feasibility study of second phase completed in 2018, funded by China Government



# Mazar -e-Sharif - Heart Railway Project





# **Technical Indicators**

Nº	Name of indicators	Unit of measurement	Indicators
1	Length of railway	km	657
2	Length of station paths	km	170
3	Slope of the route	%	up to 18
4	Stations and driveways	units	30
5	Length of receiving and dispatch paths	meters	850
6	Type of traction		diesel
7	Length of communication backbone	km	725
	Volume of excavation works	mln. cubic meters	349,4
8	including drilling and blasting operations	mln. cubic meters	25,2
	Construction works, including:	units/km	938/46
	bridges	units/km	179/11
9	overpasses	units/km	10/0.6
	tunnels	units/km	2/17
	pipe-culverts	units/km	747/17
40	Crossings including:		106
10	protected/unprotected	units	8/98

# **Project volumes of cargo transportation**

					Thousand Tor		
	The period of exploitation						
Туре	1 <sup>st</sup> year	2 <sup>nd</sup> year	3 <sup>rd</sup> year	4 <sup>th</sup> year	5 <sup>th</sup> year and onwards		
TOTAL	5 320,6	6 916,8	8 991,8	11 689,4	15 196,2		
Import to Afghanistan	4 573,3	5 945,2	7 728,8	10 047,4	13 061,7		
from Kazakhstan	1 978,6	2 572,2	3 343,9	4 347,1	5 651,2		
from China	1 199,5	1 559,4	2 027,2	2 635,3	3 425,9		
from Uzbekistan	868,1	1 128,5	1 467,0	1 907,2	2 479,3		
from Russia	377,9	491,2	638,6	830,1	1 079,2		
from EU	87,9	114,3	148,6	193,2	251,1		
from other CIS countries	61,3	79,7	103,6	134,6	175,0		
Transit to Iran and Further	518,6	674,2	876,5	1 139,4	1 481,3		
from Uzbekistan	397,7	517,0	672,1	873,7	1 135,8		
from Kazakhstan	53,5	69,6	90,4	117,5	152,8		
from Russia	37,4	48,6	63,2	82,1	106,7		
from Tajikistan	30,1	39,1	50,9	66,1	86,0		
Transit from Iran	228,7	297,3	386,5	502,5	653,2		
to Tajikistan	199,6	259,5	337,4	438,6	570,2		
to Kyrgyzstan	23,2	30,2	39,3	51,1	66,4		
to Kazakhstan	5,8	7,6	9,9	12,8	16,7		



# Government of the Islamic Republic of Afghanistan Afghanistan Railway Authority (ARA)



# **Cost Estimation**

No	Activities	Capital Investments (Million USD)
1	Railway Construction 657 km plus Stations	1207.7
2	Project, prospect, topographi, geollogical works, route survey, etc.	50
3	Purchase and mobilization of construction equipment	165,00
4	Temporary buildings and structures, construction headquarters, temporal access roads and off-road roads, construction sites, construction of temporary communications	25
5	Installation of sleeper factories , crash plants	60
6	Transshipment Yard	60
7	Wages	150 <b>,00</b>
8	Land acquisition of the whole alignment (3% of the total cost).	50
9	Security for the project	75
	TOTAL	1842.7

Note: All activities stipulated in this list does include all taxes, custom duties and charges.



# Government of the Islamic Republic of Afghanistan Afghanistan Railway Authority (ARA)

Total

Direct

27,248



# **Employment Generation**

Operation and Maintenance					
SN	Sections	Direct Employment Generation			
1	Station Management	379			
2	Operation	2886			
3	Freight and Commercial 340				
4	Signalling and telecommunication	131			
5	Wagon 157				
6	Power Supply 131				
7	Locomotive	655			
8	Track	419			
9	Garage	209			
10	Fuel 563				
11	Water Supply and sewage	52			
12	Medicare and Sanitary 79				
13	Food and nutrition 131				
14	Security 3262				
15	Fire Brigade 52				
		Total - 9546			

Detail Design and Construction							
SN	Sections			Direct Employment Generation			
1		Management		131			
2	Tec	hnical and Engin	ieering	984			
3		Design			1	94	
4	Ad	visors and Consu	ıltants		!	52	
5	Skilled Labour				15,744		
6	Lab Workers			105			
7	Service Personnel			492			
			To	tal	- 17,702		
Detail Design and Construction							
Direc	et 🗪	17,702	Ind	irect	•	40,000	
	Operation and Maintenance					nce	
Dire	ct 🗅	9,546	Indi	rect		38,000	

Total

Indirect

78,000



# Government of the Islamic Republic of Afghanistan Afghanistan Railway Authority (ARA)



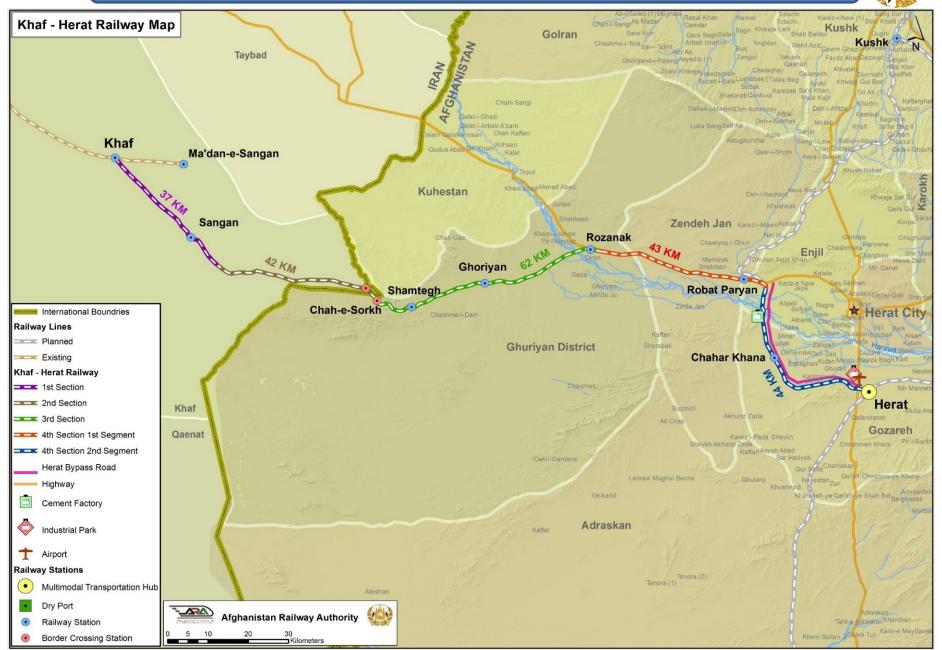
- Location = Mazar, Sheberghan, Faryab, Badghis and Herat
- Project Type = Detaile Design & Construction
- Total length = 657 Km
- Estimated Cost = 1.8 2 B USD
- Connecting = Uzbekistan, Turkmenistan & Iran Through Afghanistan (Mazar, Sheberghan, Faryab, Badghis and Herat).
- EIRR = 8.55 %
- FIRR = 3%
- Possible Co-Financing opportunities: (ADB, WB,AIIB, IDB, bilateral Donors, Consortium Development for Financing, Design, Construction and Operation of the Project)

Funding of The Project			
Estimated Cost	1.8 - 2 Billion USD		
Fund Available	Uzbekistan – 500 Million USD		
	ADB – 200 Million USD		
Fund Required	1.3 Billion USD		



# **Khaf – Herat Railway Project**







# **Khaf – Herat Railway Project**



- This project has divided into four sections
- The first two sections are in Iran territory (78 km)
- The third and fourth section in Afghanistan territory (149 km)
- Construction of the third section (62 km) funded by Iranian government, the operation will be started June 2018.
- The fourth section has a two phase, the first phase (43km) founded by AFG, the construction will be started by the end if May 2018.
- The second phase of segment four will be funded by the Italian Government (soft loan) the construction of this project will be started by the end of 2018.



# **Outcomes for Implementing Railway Development Plan**



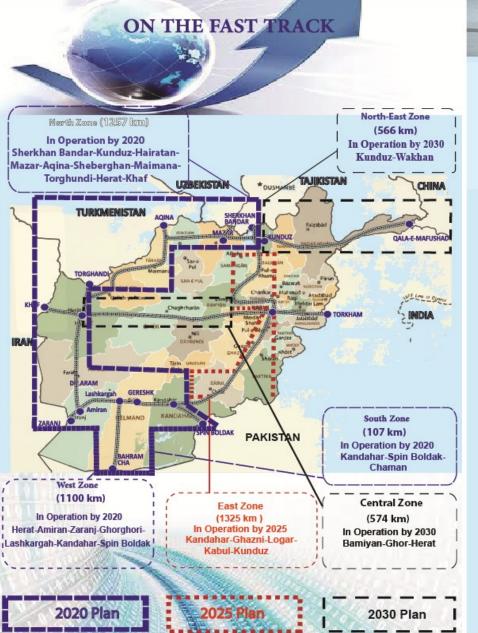
Fulfillment of Transportation/Trade & Transit Needs :

- 1. Transferring commercial, industrial and constructional goods and assets
- 2. Export of mineral products of the country to international and regional business markets
- 3. Export of agricultural products
- 4. Provide opportunities for transporting international and regional transit goods and assets
- 5. Linkage and connection of provinces with business centers across the country
- 6. Obtaining public facilities and services
- 7. Attraction in investment and private sector development
- 8. Creating job opportunities and providing new works and activities
- 9. The increasing interregional positive growth rate would stimuli for the economic opportunities in Afghanistan.



# **Scheduled Budget for Funding Railway Projects**



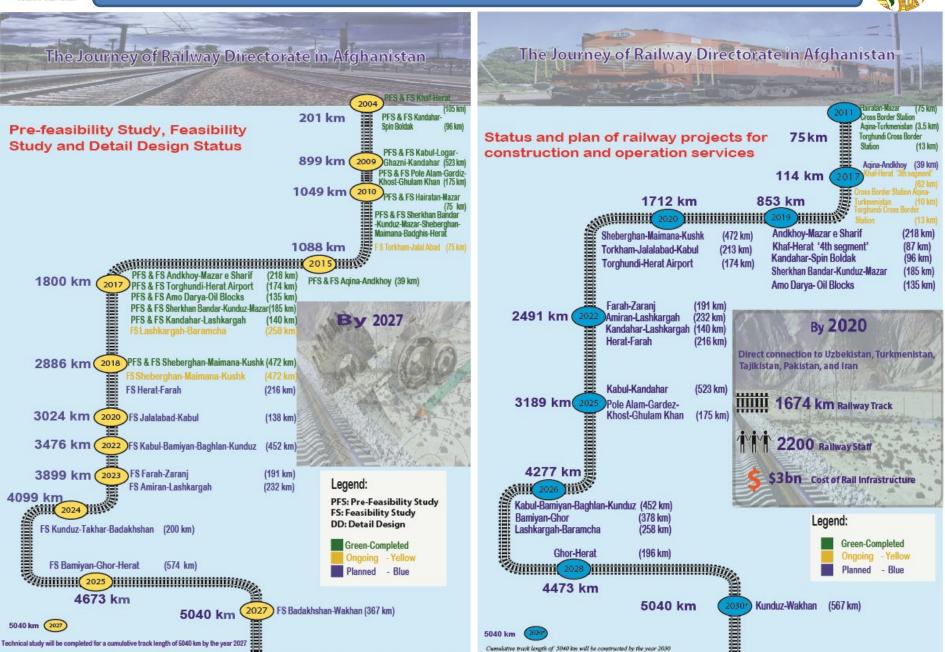


#### **COST TO CONNECT** 5040 km 2030 2028 4473 km ...... 2026 4277 km 2025 3189 km \*\*\*\*\*\*\*\*\*\*\*\*\* \$2264m 2022 2491 km \$706m \*\*\*\*\*\*\*\*\*\*\*\*\* \$2064m \$1972m 1712 km 2020 \*\*\* \$1925m 2019 853 km ..... 114 km ..... \*\*\* (2017) 40 km will be constructed by the year 2027 with a cu



# A journey of Developing Afghanistan Railway Network





# Thank You ?