Guidelines for Legal and Commercial Structuring Options

Full Description

The legal and commercial structuring of a project involves defining the ownership model for project implementation, including allocation of roles and responsibilities, and risks between the Relevant Authority and the private sector party. Project structuring also involves defining the key commercial terms for the transaction of the asset under consideration.

Key components

Find details of key components that the Relevant Authority should consider during their Project Preparation for Asset Recycling, as set out below:

- <u>Ownership Models</u> A discussion of Concession/ Lease Model, Joint Venture (JVC) Model and Partial divestment.
- <u>Risk Identification and Allocation</u> A comprehensive list of relevant risks associated with the project in the form of a risk register.
- <u>Commercial Principles</u> A brief explanation of key commercial principles that will form the basis of the project structure and the project agreement.
- <u>Multi-asset Procurement (Asset Bundling)</u> Lists out key parameters to consider.

Useful Links <u>Structuring PPP Projects</u> <u>Joint Ventures / Government Shareholding in Project Company</u> <u>World Bank Guidance on PPP Legal Frameworks</u> Related Content <u>Guidelines for Implementing Asset Recycling Transactions (Download PDF version) - Now Available!</u> Page Specific Disclaimer

The Guidelines have not been prepared with any specific transaction in mind and are meant to serve only as general guidance. It is therefore critical that the Guidelines be reviewed and adapted for specific transactions To find more, visit the Guidelines to Implementing Asset Recycling Transactions <u>Section</u> <u>Overview and Content Outline</u>, or <u>Download the Full Report</u>.

