Early Warning System

ADB-55327-001

VinFast Electric Mobility Green Loan Project

Early Warning System

VinFast Electric Mobility Green Loan Project

ADB-55327-001

Quick Facts

Countries	Vietnam
Financial Institutions	Asian Development Bank (ADB)
Status	Approved
Bank Risk Rating	B
Voting Date	2022-08-25
Borrower	VinFast Trading and Production Joint Stock Company
Sectors	Transport
Investment Type(s)	Grant, Loan
Investment Amount (USD)	$ 20.00 million
Loan Amount (USD)	$ 20.00 million
Project Cost (USD)	$ 98.00 million

Project Description

According to the bank's website, the project "will support investment in electric buses, electric bus manufacturing facilities, and electric vehicle charging stations and related costs undertaken by VinFast Trading and Production Joint Stock Company in Vietnam".

Early Warning System Project Analysis

The ADB categorized the project E&S risks as follows:

Environment - B;
Involuntary Resettlement - B;
Indigenous Peoples - C.

Investment Description

- Asian Development Bank (ADB)

The funds will be outsourced from the following:
1. Climate Innovation and Development Fund (3 million USD) - committed
2. Ordinary capital resources (20 million USD) - signed
3. Australian Climate Finance Partnership (20 million USD) - approved
4. Clean Technology Fund (10 million USD) - approved
5. Other DFIs and/or commercial lenders (45 million USD) - approved

Private Actors Description

As stated by the ADB, VinFast was established in 2017 and is Viet Nam's first domestic car company and e-vehicle manufacturer. It is part of the Vingroup strategy to expand beyond its prevailing business in real estate and hospitality, and further into technology and industrial sectors. Unique among Vietnamese automotive companies, VinFast develops its own cars for the domestic and international market, rather than assembling foreign-brand cars.

Vingroup was founded in the early 2000s in Viet Nam. It was listed on the Ho Chi Minh Stock Exchange in 2007 and subsequently listed its two flagship subsidiaries, Vinhomes (2018) and Vincom Retail (2019). The group also attracted strategic investments from SK Group, GIC Private Limited, Temasek, Kohlberg Kravis Roberts & Co., Qatar Investment Authority, and Hanwha.

Private Actor 1	Private Actor 1 Role	Private Actor 1 Sector	Relation	Private Actor 2	Private Actor 2 Role	Private Actor 2 Sector
Vingroup JSC	Parent Company	Industry and Trade	owns	VinFast Trading and Production Joint Stock Company	Client	Transport

Contact Information

Knowles, Tristan (ADB Officer)
Private Sector Operations Department
Infrastructure Finance Division 2

ACCESS TO INFORMATION

You can submit an information request for project information at: https://www.adb.org/forms/request-information-form

ADB has a two-stage appeals process for requesters who believe that ADB has denied their request for information in violation of its Access to Information Policy. You can learn more about filing an appeal at: https://www.adb.org/site/disclosure/appeals

ACCOUNTABILITY MECHANISM OF ADB

The Accountability Mechanism is an independent complaint mechanism and fact-finding body for people who believe they are likely to be, or have been, adversely affected by an Asian Development Bank-financed project. If you submit a complaint to the Accountability Mechanism, they may investigate to assess whether the Asian Development Bank is following its own policies and procedures for preventing harm to people or the environment. You can learn more about the Accountability Mechanism and how to file a complaint at: http://www.adb.org/site/accountability-mechanism/main.

Bank Documents

- Project Disclosure PDF [Original Source]
- VinFast Electric Mobility Green Loan Project: Draft Resettlement Plan
- VinFast Electric Mobility Green Loan Project: Environmental and Social Compliance Audit Report
- VinFast Electric Mobility Green Loan Project: Initial Poverty and Social Analysis