

 Early Warning System

ADB-56275-001

Mongolia: Tavan Bogd COVID-19 Food Security and Inclusive Job
Creation Project



Quick Facts

Countries	Mongolia
Financial Institutions	Asian Development Bank (ADB)
Status	Approved
Bank Risk Rating	B
Voting Date	2022-11-28
Borrower	Tavan Bogd Trade Limited Liability Company, Tavan Bogd Foods LLC, Tavan Bogd LLC, Ulaanbaatar Flour
Sectors	Agriculture and Forestry, Finance, Industry and Trade
Investment Type(s)	Loan
Investment Amount (USD)	\$ 18.00 million
Loan Amount (USD)	\$ 18.00 million
Project Cost (USD)	\$ 18.00 million



Project Description

According to the disclosure page, the transaction involves a loan of up to \$18.0 million or its equivalent in togrog, comprising of (i) a loan of up to \$8.0 million or its equivalent in togrog to Ulaanbaatar Flour Limited Liability Company (UBF) and (ii) a loan of up to \$10.0 million or its equivalent in togrog to Tavan Bogd Food Limited Liability Company (TBF) for the Tavan Bogd COVID-19 Food Security, and Inclusive Job Creation Project in Mongolia. It will help UBF by providing financing to sustain its operations in procuring wheat during the harvest season. UBF will be sourcing all of its wheat locally and will build enough buffer inventory to cope with supply chain disruptions compounded by the Russian invasion of Ukraine. It will also help TBF enhance its operations by providing financing for the construction of its new KFC and Pizza Hut warehouses, expansion of 8 additional quick service restaurants, and maintenance capital expenditures.



Early Warning System Project Analysis

The ADB categorized the project risks as follows:

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



Investment Description

- Asian Development Bank (ADB)



Private Actors Description

The operation will finance various subsidiaries of the Tavan Bogd Group, one of the largest conglomerates in Mongolia.



Private Actor 1	Private Actor 1 Role	Private Actor 1 Sector	Relation	Private Actor 2	Private Actor 2 Role	Private Actor 2 Sector
-	-	-	-	TAVAN BOGD LLC	Client	Industry and Trade
-	-	-	-	Ulaanbaatar Flour LLC	Client	Agriculture and Forestry



Contact Information

No contact information was disclosed.

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]
- [Tavan Bogd COVID-19 Food Security and Inclusive Job Creation Project: Environmental and Social Compl](#) [Original Source]
- [Tavan Bogd COVID-19 Food Security and Inclusive Job Creation Project: Initial Poverty and Social Ana](#) [Original Source]