Early Warning System

AFDB-P-ZA-HAA-017

SUPPORTING THE TRANSITION TO GREEN & INCLUSIVE INDUSTRIALIZATION OF SADC

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Quick Facts

Countries	South Africa
Financial Institutions	African Development Bank (AFDB)
Status	Approved
Bank Risk Rating	B
Voting Date	2021-11-26
Borrower	Industrial Development Corporation of South Africa
Sectors	Finance
Investment Type(s)	Loan
Investment Amount (USD)	$ 50.91 million

Project Description

According to bank provided information, the project to support the Transition to Green and Inclusive Industrialization of the SADC region intends to tilt the financial sector towards supporting women-led businesses while encouraging sustainable industrial practices. The Bank thus proposes a financing package to the Industrial Development Corporation of South Africa (IDC) composed of a ZAR 800 mln Line of Credit (LOCs) as well as an unfunded facility of up to ZAR 250 mln to the benefit of women-led industrial businesses. The project unlocks liquidity for the benefit of companies led by an underserved segment of the population. In addition, it supports companies with sustainable practices, i.e., contributing to the circular economies, in the targeted industries.

Investment Description

- African Development Bank (AFDB)

U.A 35,616,023.65

Financial Intermediary

Financial Intermediary: A commercial bank or financial institution that receives funds from a development bank. A financial intermediary then lends these funds to their clients (private actors) in the form of loans, bonds, guarantees and equity shares. Financial intermediaries include insurance, pension and equity funds. The direct financial relationship is between the development bank and the financial intermediary.

- Industrial Development Corporation of South Africa Ltd. (Financial Intermediary)

Private Actors Description

As stated on the World Economic Forum's website, the Industrial Development Corporation of South Africa (IDC) is a self-financing national development finance institution whose primary objectives are to contribute to the generation of balanced, sustainable economic growth in Africa and to the economic empowerment of South Africans, thereby promoting the economic prosperity of all citizens. It achieves this by promoting entrepreneurship through the building of competitive industries and enterprises based on sound business principles.

Contact Information

Contact information not provided at the time of disclosure

ACCESS TO INFORMATION

You can submit an information request for project information at: https://www.afdb.org/en/disclosure-and-access-to-information/request-for-documents. Under the AfDBÕs Disclosure and Access to Information policy, if you feel the Bank has omitted to publish information or your request for information is unreasonably denied, you can file an appeal at https://www.afdb.org/en/disclosure-and-access-to-information/appeals-process

ACCOUNTABILITY MECHANISM OF AfDB

The Independent Review Mechanism (IRM), which is administered by the Compliance Review and Mediation Unit (CRMU), is the independent complaint mechanism and fact-finding body for people who have been or are likely to be adversely affected by an African Development Bank (AfDB)-financed project. If you submit a complaint to the IRM, it may assist you by either seeking to address your problems by facilitating a dispute resolution dialogue between you and those implementing the project and/or investigating whether the AfDB complied with its policies to prevent environmental and social harms. You can submit a complaint electronically by emailing crmuinfo@afdb.org, b.kargougou@afdb.org, b.fall@afdb.org, and/or s.toure@afdb.org. You can learn more about the IRM and how to file a complaint at: https://www.afdb.org/en/independent-review-mechanism/