Early Warning System

AIIB-000407

Vietnam: VP Bank COVID-19 Response Facility

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Quick Facts

Countries	Vietnam
Financial Institutions	Asian Infrastructure Investment Bank (AIIB), International Finance Corporation (IFC)
Status	Approved
Bank Risk Rating	U
Voting Date	2020-07-01
Borrower	Vietnam Prosperity Joint Stock Commercial Bank (VP Bank)
Sectors	Education and Health, Finance
Investment Type(s)	Loan
Investment Amount (USD)	$ 100.00 million
Loan Amount (USD)	$ 100.00 million
Project Cost (USD)	$ 250.00 million

Project Description

According to AIIB website, "the Project, supported by a non-sovereign-backed loan to Vietnam Prosperity Joint Stock Commercial Bank (VP Bank) under the COVID-19 Response Facility, would expand VP Bank's working capital and trade-related lending program to private sector enterprises in Vietnam, including small and medium enterprises impacted by COVID-19 pandemic.

The Project will be co-financed with the International Finance Corporation (IFC), and the Project’s environmental and social (ES) risks and impacts have been assessed in accordance with IFC’s Policy on Environmental and Social Sustainability Policy (PESS), and its Exclusion List (EL)."

Investment Description

- Asian Infrastructure Investment Bank (AIIB)
- International Finance Corporation (IFC)

IFC: up to US$100 million IFC A Loan and up to US$50 million IFC B1 Loans
AIIB: up to USD100 million

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.

- Vietnam Prosperity Joint-Stock Commercial Bank (VP Bank) (Financial Intermediary)

Contact Information

Phuong Vo Hang

Head of FI / Transaction Banking, Vietnam Prosperity Joint Stock Commercial Bank (VP Bank)

phuongvh@vpbank.com.vn

Pramod Vijayasankar

Principal Investment Officer, AIIB

pramod.vijayasankar@aiib.org

ACCESS TO INFORMATION

You can submit an information request for project information at: https://www.aiib.org/en/contact/information-request/index.html.

ACCOUNTABILITY MECHANISM OF AIIB

The AIIB has established the Accountability Mechanism for Project-Affected People (PPM). The PPM provides “an opportunity for an independent and impartial review of submissions from Project-affected people who believe they have been or are likely to be adversely affected by AIIB’s failure to implement the ESP in situations when their concerns cannot be addressed satisfactorily through Project level GRMs or AIIB Management processes.” Two or more project-affected people can file a complaint. Under the current AIIB policy, when the bank co-finances a project with another development bank, it may apply the other bank's standards. You can refer to the Project Summary Information document to find out which standards apply. You can learn more about the PPM and how to file a complaint at: https://www.aiib.org/en/about-aiib/who-we-are/project-affected-peoples-mechanism/how-we-assist-you/index.html.

The complaint submission form can be accessed in Arabic, Bahasa Indonesia, Bengali, Chinese, English, Tagalog, Hindi, Nepali, Russian, Turkish, or Urdu. The submission form can be found at: https://www.aiib.org/en/about-aiib/who-we-are/project-affected-peoples-mechanism/submission/index.html.

Bank Documents

- AIIB Approves First Vietnam Loan to Help Private Sector COVID-19 Response
- Project Summary (July 3, 2020) [Original Source]

Other Related Projects

- IFC-44006 WCS COVID VPB