

 Early Warning System

DFC-2023-GOLDMANSACHSB

Goldman Sachs Bank Europe SE



Quick Facts

Countries	Poland
Financial Institutions	US International Development Finance Corporation (DFC)
Status	Approved
Bank Risk Rating	C
Borrower	Goldman Sachs Bank Europe SE, ORLEN SA
Sectors	Energy, Finance
Investment Type(s)	Guarantee
Investment Amount (USD)	\$ 500.00 million
Project Cost (USD)	\$ 526.32 million



Project Description

As stated on the project summary disclosed by the bank, the project consists of a DFC guaranty covering potential derivative obligations owed by ORLEN to Goldman Sachs in the context of ORLEN's hedging activity in relation with its US-EU LNG exposure.

The Project is expected to have a positive but limited development impact in Poland by helping to address the country's growing demand for natural gas after Russia halted gas exports to the country, which accounted for approximately 55% of the Poland's gas imports and 42% of total gas supply.

Specifically, the Project will enable ORLEN to limit its commodity price risk exposure and reduce its liquidity constraints in a highly volatile gas market, by increasing the amount of LNG related hedges available to ORLEN through Goldman Sachs. Furthermore, the Project will facilitate the continued supply of gas to Poland, which is an important component to the country's energy policy of reducing the carbon intensity of its energy supply through, in part, moving away from coal-fired power towards the increased use of natural gas and renewables.



Investment Description

- US International Development Finance Corporation (DFC)



Private Actors Description

As stated by Bloomberg, ORLEN Spolka Akcyjna operates as an integrated, multi-utility company. The Company specializes in electricity generation, distribution and trading, crude oil processing, production of fuels, petrochemicals and chemicals, and the wholesale and retail sale of fuel products, as well as storage, marketing, and distribution of gaseous and liquid fuels.

Goldman Sachs Bank Europe SE operates as an institutional brokerage firm. The Firm offers financing, securities, asset management, consumer, fundamental, analysis, transaction, and investment banking services. Goldman Sachs Bank Europe serves clients worldwide.



Private Actor 1	Private Actor 1 Role	Private Actor 1 Sector	Relation	Private Actor 2	Private Actor 2 Role	Private Actor 2 Sector
ORLEN SA (former PKN ORLEN SA)	Undisclosed	Energy	contracts with	Goldman Sachs Bank Europe SE	Client	Finance



Contact Information

No project contacts provided at the time of disclosure.

Clients -

Goldman Sachs Bank Europe SE:

Website: <https://www.goldmansachs.com/disclosures/gsbank-europe-se-disclosures.html>

ORLEN SA:

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ACCESS TO INFORMATION

Unlike many other development finance institutions, DFC does not currently have an access to information policy.

Under the United States Freedom of Information Act (FOIA), DFC is obliged to respond to reasonably formulated requests for Agency records. However, DFC may apply exemptions from release to certain types of information and may charge fees in responding to requests. DFC has a designated FOIA officer who is trained in how to respond to requests and implement the law. You can learn more about filing a FOIA request at: <https://www.dfc.gov/foia>

ACCOUNTABILITY MECHANISM OF THE UNITED STATES INTERNATIONAL DEVELOPMENT FINANCE CORPORATION (DFC)

The Office of Accountability is an independent office that addresses complaints about environmental or social issues related to DFC-supported projects. The office provides communities an opportunity to have concerns independently reviewed and addressed. If you submit a complaint to the Office of Accountability, it may assist you by either seeking to address your problems by facilitating a problem solving dialogue between you and those implementing the project and/or investigating whether the DFC complied with its policies to prevent environmental, social, human rights, and labor harms.

You can find more information about the Office of Accountability at: <https://www.dfc.gov/who-we-are/office-accountability>



Bank Documents

- [Project Disclosure](#) [\[Original Source\]](#)