

### DFC-2023-MRGREENAFRICA

Mr Green Africa Trading Kenya Limited



### Early Warning System

### Mr Green Africa Trading Kenya Limited

#### **Quick Facts**

Countries	Kenya
Financial Institutions	US International Development Finance Corporation (DFC)
Status	Active
Bank Risk Rating	В
Borrower	Mr Green Africa Trading Kenya Limited
Sectors	Climate and Environment, Industry and Trade
Investment Type(s)	Loan
Investment Amount (USD)	\$ 5.50 million
Project Cost (USD)	\$ 25.00 million



#### **Project Description**

According to the Bank's website, the loan will support the expansion of MGA's current facility to a 20,000 metric tons per annum plastic recycling plant in Nairobi, Kenya. The project is expected to: 1) improve informal waste pickers' livelihoods and working conditions 2) reduce the amount of plastic waste ending in landfills, watersheds, or incinerated, and 3) demonstrate a scalable model for circular economy practices in East Africa.

The new facility would allow MGA torecycle 20,000 metric tons per annum of plastic, while formalizing the recycling supply chain to increase wages and protections for individual plastics suppliers.



#### **Early Warning System Project Analysis**

Loans for Projects that include construction and operation of small and medium sized industrial facilities and related commercial worksites are screened as Category B projects under DFC's environmental and social (E&S) policies because impacts are site-specific and readily mitigated. In accordance with DFC's Environmental and Social Policy and Procedures (ESPP), the Project has been classified as Special Consideration due to heightened labor risks associated with informal waste pickers (IWPs) from whom MGA sources its plastic waste, and risks of child labor in the plastic waste supply chain.

The primary E&S issues associated with the Project include the risks in the supply chain related to labor and working conditions for IWPs and child labor. The Project's environmental issues include worker safety (including life and fire safety) and controlling environmental releases to acceptable levels. Climate related risks that will be addressed include: preparations for wildfires, ensuring water availability especially during droughts, the use of non-combustible building materials, and proper fuel management.



#### **Investment Description**

• US International Development Finance Corporation (DFC)

A \$5.5 million loan guaranty, 5 year tenor.



#### **Private Actors Description**

Mr Green Africa (MGA) recycles plastic waste into plastic granules and sells them to fast moving consumer goods brand owners in Kenya.



Private Actor Private Actor Private Actor Private Actor

Private Actor 1	Private Actor 1 Role	Private Actor 1 Sector	Relation	Private Actor 2	Private Actor 2 Role	Private Actor 2 Sector
-	-	-	-	Mr Green Africa Trading Kenya Limited	Client	-



#### **Contact Information**

No contacts available at the time of disclosure.

#### 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