Early Warning System

EBRD-51011

Indorama Agro Working Capital Loan

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Quick Facts

Countries	Uzbekistan
Financial Institutions	European Bank for Reconstruction and Development (EBRD)
Status	Approved
Bank Risk Rating	A
Voting Date	2021-02-10
Borrower	FE INDORAMA AGRO LLC
Sectors	Agriculture and Forestry
Investment Type(s)	Loan
Investment Amount (USD)	$ 70.00 million
Loan Amount (USD)	$ 70.00 million
Project Cost (USD)	$ 285.00 million

Project Description

Project Description

According to EBRD website, it will be allocated two loans of up to US$70 million, in aggregate, to FE Indorama Agro LLC to support its capital expenditure and working capital needs.

Project Objectives

The main idea of the project is based on supporting a significant private sector investment into the cotton farming sector in Uzbekistan. It will promote mechanized cotton harvesting and bring significant environmental and operational improvements including:

- Land leveling and alternative irrigation systems to optimize water use;
- Effective application of fertilizers;
- Upgrades of water delivery and melioration systems;
- Improvement of crops stock management.

The project is expected to strengthen competitiveness and enhance economic inclusion. The project includes significant operational restructuring in crop farming to facilitate improved operational efficiency and aims to introduce internationally accredited standards similar or equivalent to the Better Cotton Initiative for sustainable cotton farming in Uzbekistan.

Investment Description

- European Bank for Reconstruction and Development (EBRD)

Private Actors Description

FE Indorama Agro LLC is owned by Indorama Holdings B.V., a subsidiary of Singapore-domiciled Indorama Corporation Pte. Ltd. (IRC).

IRC is the holding company of Indorama Group, one of Asia's leading industrial conglomerates with wide interests in petrochemicals, fertilizers & related downstream businesses. IRC is wholly-owned for the benefit of Mr. S.P Lohia & his family. Indorama Group was established in 1975 in Indonesia.

Private Actor 1	Private Actor 1 Role	Private Actor 1 Sector	Relation	Private Actor 2	Private Actor 2 Role	Private Actor 2 Sector
-	-	-	-	Indorama Agro	Client	-
-	-	-	-	INDORAMA CORPORATION PTE. LTD.	Parent Company	-
-	-	-	-	Indorama Holdings B.V.	Parent Company	-

Contact Information

1.ACCOUNTABILITY MECHANISM OF EBRD

The Project Complaint Mechanism (PCM) is the independent complaint mechanism and fact-finding body for people who have been or are likely to be adversely affected by an European Bank for Reconstruction and Development (EBRD)-financed project. If you submit a complaint to the PCM, it may assess compliance with EBRD's own policies and procedures to prevent harm to the environment or communities or it may assist you in resolving the problem that led to the complaint through a dialogue with those implementing the project. Additionally, the PCM has the authority to recommend a project be suspended in the event that harm is imminent. You can contact the PCM at pcm@ebrd.com or you can submit a complaint online using an online form, http://www.ebrd.com/eform/pcm/complaint_form?language=en. You can learn more about the PCM and how to file a complaint at http://www.ebrd.com/work-with-us/project-finance/project-complaint-mechanism.html.

2.Company Contact Information

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Bank Documents

- Translation: Indorama Agro Working Capital Loan (Russian)
- Translation: Indorama Agro Working Capital Loan (Uzbek)

Other Related Projects

- IFC-42352 Indorama Cotton