Early Warning System

EBRD-54156

Western Balkans GEFF III - ProCredit Bank Macedonia

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Quick Facts

Countries	North Macedonia
Financial Institutions	European Bank for Reconstruction and Development (EBRD)
Status	Approved
Bank Risk Rating	U
Voting Date	2022-11-22
Borrower	ProCredit Bank Skopje
Sectors	Finance
Investment Amount (USD)	$ 1.55 million
Project Cost (USD)	$ 1.55 million

Project Description

PROJECT DESCRIPTION

Provision of a senior unsecured loan of up to EUR 1.5 million to be provided in one tranche under the Western Balkans GEFF III - REpower Residential ("GEFF III" or the"Programme").

PROJECT OBJECTIVES

The loan is intended to provide sub-loans to help finance investments in high-performance energy efficiency technologies, materials and solutions undertaken in or in relation to privately owned residential dwellings or buildings, construction of GET-eligible High energy Performance Residential Buildings (HPRBs) and eligible Energy Efficiency (EE) and/or Renewable Energy (RE) projects in the Public Sector. 100% of the use of proceeds will be related to Green Economy Transition ("GET") investments.

TRANSITION IMPACT

ETI score: 70

The project will contribute to the overall Programme objectives and support theGreenTI qualitywith100%of the use of proceeds allocated to Green Economy Transition activities.

Green

TI quality

CLIENT INFORMATION

PROCREDIT BANK AD

ProCredit Bank Skopje("PCBM") is a universal commercial bank, currently the 6th largest on the Macedonian market, with participation of 6.2% in terms of total assets and 7.5% in terms of customer loans as of end-2021. It is considered systemic by the National Bank of the Republic of North Macedonia ("NBRNM").

ProCredit Bank Skopje

ADDITIONALITY

Additionality is achieved by combining the necessary long-term financing with TC, targeted investment incentives and policy dialogue into a package that promotes residential green economy investments in North Macedonia.

ENVIRONMENTAL AND SOCIAL SUMMARY

Categorised FI (2019 ESP). PCBM is an existing client and has provided satisfactory Annual E&S Reports to the Bank to date. PCBM will be required to continue to implement the Environmental and Social Risk Management Procedures for Micro, SME and Corporate loans; continue to comply with the EBRD's Performance Requirements 2, 4 and 9, including adherence to the expanded EBRD E&S Exclusion List and Referral List introduced with ESP 2019. As applicable, sub-loans under the GEFF III facility will need to comply with the E&S Eligibility Procedures for wind, hydro, solar, geothermal or biomass projects. In light of the recent reported forced labour concerns in the solar supply chain, solar PV technologies produced by high risk manufacturers will not be eligible for financing under this GEFF Facility until the Bank is satisfied with the integrity of those manufacturers. Any on-lending involving solar PV technologies will undergo screening through use of the Green Technology Selector (GTS) from which suppliers and technologies with reported links to potential forced labour issues have been removed. If a supplier not listed in the GTS is proposed, further assessments of suitability of supply chain risk assessment and mitigation

Investment Description

- European Bank for Reconstruction and Development (EBRD)

Contact Information

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ACCESS TO INFORMATION

You can request information by emailing: accessinfo@ebrd.com or by using this electronic form: https://www.ebrd.com/eform/information-request

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 at: 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