

 Early Warning System

EBRD-54652

RLF-Galnaftogaz Biofuel



Quick Facts

Countries	Ukraine
Financial Institutions	European Bank for Reconstruction and Development (EBRD)
Status	Approved
Bank Risk Rating	B
Voting Date	2024-06-12
Borrower	Lan-Oil LLC
Sectors	Energy, Industry and Trade
Investment Type(s)	Loan
Investment Amount (USD)	\$ 64.48 million
Project Cost (USD)	\$ 118.22 million



Project Description

According to the Bank's website, the project consists of an EUR 60 million senior secured loan in favour of Lan-Oil LLC, a limited liability company established in Ukraine. The loan will enable the Company to build the first greenfield, privately owned, biofuels project in the Ukrainian energy sector since the beginning of the war. The Project is sponsored by JSC Concern Galnaftogaz and OKKO Group, a leading distributor of transportation fuels in Ukraine.

The Project will contribute to Ukraine's energy security and energy sector decarbonisation by building a domestic source of fuel supply with 70% lower GHG emissions vs traditional fuel. The biofuel produced as a result of the Project is expected to be compliant with the EU Renewable Energy Directive (RED III).



Early Warning System Project Analysis

Category B (2019 ESP). The construction of a biofuels plant similarly carries EHS risks which are well known to the Bank and which can be managed through effective risk management strategies.



Investment Description

- European Bank for Reconstruction and Development (EBRD)

EBRD Finance Summary: EUR 60,000,000.00 (senior secured loan)

Total Project Cost: EUR 110,000,000.00



Private Actors Description

Lan-Oil LLC is part of OKKO Group and is focusing on future biofuels operations. JSC Concern Galnaftogaz, the Project sponsor, is Ukraine's largest transportation fuels retail company in terms of sales volume. As of December 2023, JSC Concern Galnaftogaz owned and operated 396 OKKO-branded filling stations.



Private Actor 1	Private Actor 1 Role	Private Actor 1 Sector	Relation	Private Actor 2	Private Actor 2 Role	Private Actor 2 Sector
-	-	-	-	JSC Concern Galnaftogaz	Investor	-
-	-	-	-	Lan-Oil LLC	Client	-
-	-	-	-	OKKO Group	Parent Company	-



Contact Information

COMPANY 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>



Bank Documents

- [Translation: RLF-Galnaftogaz Biofuel \(Ukrainian\)](#)



Other Related Projects

- EBRD-53662 Resilience and Livelihoods Framework