

 Early Warning System

EBRD-55422

GCF GEFF Regional - Mongolia - Khan Bank II



Quick Facts

Countries	Mongolia
Financial Institutions	European Bank for Reconstruction and Development (EBRD)
Status	Approved
Bank Risk Rating	U
Voting Date	2024-04-30
Borrower	Khan Bank JSC
Sectors	Energy, Finance
Investment Type(s)	Loan
Investment Amount (USD)	\$ 7.50 million
Loan Amount (USD)	\$ 7.50 million
Project Cost (USD)	\$ 10.00 million



Project Description

According to the EBRD; the project consists of the provision of a senior unsecured GEFF loan of up to USD 10 mln (EUR 9.2 mln), of which up to USD 7.5 mln from EBRD and up to USD 2.5 mln from GCF, under the GCF Green Economy Financing Facility (GEFF) Framework. Tenor is up to 3 years, including a 1.5 year-grace period.

The proceeds of the loan will be used for financing investments in climate change mitigation and adaptation technologies and services in line with the standards and reporting requirements for the GCF-GEFF Regional Framework.

The project contributes to the objectives of the GCF-GEFF Regional Framework, supporting the Green TI quality, with 100 per cent of the use of proceeds allocated to GET activities in line with the GCF-GEFF Mongolia Policy Statement. The GEFF loan will contribute to GCF-GEFF Mongolia objective of building a green economy in Mongolia by facilitating the accelerated market penetration of climate technologies, particularly focusing on promotion of renewable energy, energy efficiency and climate resilient technologies, including solar PV, solar thermal, heat pumps and biogas technologies. Another focus area is energy efficiency measures in residential and commercial buildings.



Early Warning System Project Analysis

The EBRD categorized the project E&S risks as 'FI'.



Investment Description

- European Bank for Reconstruction and Development (EBRD)

According to the EBRD, the project cost is USD 10 million, of which up to USD 7.5 million to be provided by the EBRD and up to USD 2.5 million by the Green Climate Fund.

Financial Intermediary

Financial Intermediary: A commercial bank or financial institution that receives funds from a development bank. A financial intermediary then lends these funds to their clients (private actors) in the form of loans, bonds, guarantees and equity shares. Financial intermediaries include insurance, pension and equity funds. The direct financial relationship is between the development bank and the financial intermediary.

- [Khan Bank LLC](#) (Financial Intermediary)



Private Actors Description

As stated by the EBRD, Khan Bank JSC is the largest commercial bank in Mongolia, providing services to more than 82 per cent of the population through its digital banking channels and a network of 540 branches across the country. As of YE 2023, the bank's total assets reached USD 5.1 billion, with loan portfolio of USD 2.8 billion, and equity of USD 612.7 million. KB is currently rated "B3/stable" by Moody's and "B/stable" by Fitch, at par with the sovereign.



Contact Information

Financial Intermediary - Khan Bank JSC:

Bolortuya B. - Director of International Banking Department

Email: bolortuya.b@khanbank.com

Phone: +976 11 332 333

Fax: +976 70 117 023

Website: www.khanbank.com

Address: Khan Bank Tower, Chinggis Avenue-6, Stadium Orgil-1, Khan-Uul District, Ulaanbaatar 17010, Mongolia

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>



Other Related Projects

- EBRD-50959 GCF GEFF Regional - Mongolia - Khan Bank