

 Early Warning System

EBRD-55780

OT Liquidity



Quick Facts

Countries	Mongolia
Specific Location	South Gobi
Financial Institutions	European Bank for Reconstruction and Development (EBRD)
Status	Proposed
Bank Risk Rating	B
Voting Date	2024-11-20
Borrower	Oyu Tolgoi LLC (Rio Tinto PLC)
Sectors	Mining
Investment Type(s)	Loan
Investment Amount (USD)	\$ 100.00 million
Loan Amount (USD)	\$ 100.00 million
Project Cost (USD)	\$ 350.00 million



Project Description

According to the EBRD, the project consists of the provision of an unsecured revolving loan of up to US\$ 100 million for the development of Oyu Tolgoi copper mine.

The project will provide liquidity support for the ramp up and completion of the Oyu Tolgoi underground mine.

The proposed transaction will aim to address OT's working capital and liquidity needs, allowing the Company to stay on track with the development of its underground mine. Once completed, OT is expected to be the fourth largest copper mine in the world at full capacity. Copper is a critical mineral for the ongoing green transition; copper demand is expected to double to about 50 million tonnes annually by 2035 as the world transitions to cleaner energy. Timely development of the project will help secure copper supply globally and strengthen Mongolia's competitive position as a leading producer.

The Bank's additionality derives from (i) offering a financing not readily available in the market with similar terms and (ii) enabling OT to release capital towards mitigating carbon transition risks and advancing OT's decarbonisation strategy.



Investment Description

- European Bank for Reconstruction and Development (EBRD)



Private Actors Description

As stated by the EBRD, Oyu Tolgoi, 66 per cent owned by Rio Tinto PLC (RT) and 34 per cent by the Government of Mongolia, is developing and operating a US\$ 26bn copper and gold project, consisting of an open pit mine (in production since 2013) and an underground mine (containing an estimated 80 per cent of the project value; in sustainable production since March 2023), expected to be the world's fourth-largest copper mine (when in operation at full capacity) and to contribute to approximately 30 per cent of Mongolia's GDP. RT is the project manager.



Private Actor 1	Private Actor 1 Role	Private Actor 1 Sector	Relation	Private Actor 2	Private Actor 2 Role	Private Actor 2 Sector
Rio Tinto PLC	Parent Company	Mining	owns	Oyu Tolgoi LLC	Client	Mining



Contact Information

Client - Oyu Tolgoi LLC:

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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>



Community Documents

- [Joint Statement on IFC and EBRD new financing for Oyu Tolgoi mine](#)



Other Related Projects

- EBRD-41158 Oyu Tolgoi
- IFC-50384 Oyu Tolgoi WCF