

 Early Warning System

FMO-64391
Inerco Trade S.A.



Quick Facts

Countries	Ukraine
Financial Institutions	Netherlands Development Finance Company (FMO)
Status	Approved
Bank Risk Rating	A
Voting Date	2024-12-13
Borrower	Inerco Trade S.A. (Kernel Group)
Sectors	Agriculture and Forestry, Industry and Trade
Investment Type(s)	Loan
Investment Amount (USD)	\$ 16.00 million
Loan Amount (USD)	\$ 16.00 million



Project Description

As stated on the project disclosure page, FMO joined Kernel's Pre-Export Facility with a USD 25 million participation, led by Dutch Rabobank and ING Bank and supported by another development finance institution, the Black Sea Trade and Development Bank. The funds of the Pre-Export Facility will be used for the procurement of sunflower, rapeseed, and soybean seeds from local farmers for subsequent processing and exporting of vegetable oils and meals to global markets.

This marks FMO's first direct investment in Ukraine since the onset of the full-scale war, signifying a major milestone in our commitment to support Ukraine during these challenging times. The Ukraine agri-sector constitutes approximately 10% of Ukraine's GDP and employs one in six Ukrainian workers. By investing in this vital sector, we aim to help Ukraine earn hard currency and support the country's trade balance. The FMO Green Label is obtained for 70% of the transaction size because of ISCC plus certification, a voluntary certification scheme designed to support the transition to a circular economy and bioeconomy.



Early Warning System Project Analysis

The FMO categorized the project E&S risks as B+, and stated that no ESAP applies.



Investment Description

- Netherlands Development Finance Company (FMO)



Private Actors Description

As stated by the FMO, Inerco Trade S.A. a trading company of Kernel Group, which is a global leader in sunflower oil production and exports and the largest grain exporter from Ukraine.



Private Actor 1	Private Actor 1 Role	Private Actor 1 Sector	Relation	Private Actor 2	Private Actor 2 Role	Private Actor 2 Sector
-	-	-	-	Black Sea Trade and Development Bank	Investor	Finance
-	-	-	-	Coöperatieve Rabobank U.A.	Investor	Finance
-	-	-	-	ING Bank N.V.	Investor	Finance
Kernel Holding S.A.	Parent Company	Agriculture and Forestry	owns	Inerco Trade S.A.	Client	Industry and Trade



Contact Information

Borrower - Inenco Trade S.A. (Kernel Group):

Address: 3 T. Shevchenka Lane, Kyiv, 01001

Phone: 800-501-483

Email: hotline@kernel.lu

Website: <https://www.kernel.ua/>

ACCESS TO INFORMATION

As part of FMO's ex-ante disclosure (disclosure of transactions before contracting), you can send requests or questions for additional information to: disclosure@fmo.nl

ACCOUNTABILITY MECHANISM OF FMO

Communities who believe they will be negatively affected by a project funded by the Dutch Development Bank (FMO) may be able to file a complaint with the Independent Complaints Mechanism, which is the joint independent accountability mechanism of the Dutch Development Bank (FMO) and the German Investment Corporation (KfW). A complaint can be filed in writing, by email, post, or online. The complaint can be filed in English or any other language of the complainant. The Independent Complaints Mechanism is comprised of a three-member Independent Expert Panel and it can provide either problem-solving, compliance review or both, in either order. Additional information about this accountability mechanism, including a guide and template for filing a complaint, can be found at: <https://www.fmo.nl/independent-complaints-mechanism>