

 Early Warning System

IADB-ME-L1190

**Second Program for the Financing of Rural Sector Production
Restructuring and Investments Projects**



Quick Facts

Countries	Mexico
Financial Institutions	Inter-American Development Bank (IADB)
Status	Approved
Bank Risk Rating	U
Voting Date	2016-06-30
Borrower	BANSEFI
Sectors	Finance
Investment Type(s)	Loan
Investment Amount (USD)	\$ 50.00 million
Project Cost (USD)	\$ 50.00 million



Project Description

The objective of the second program under the conditional credit line for investment projects (CCLIP) ME-X1021 is to help raise productivity in Mexico's rural areas by financing production restructuring, investment, and enterprise and export-development projects. Accordingly, medium and long-term credit resources will be channeled to the rural sector through FIRA (Agricultural Trust Fund)'s network of financial intermediaries to enable enterprises, particularly micro, small, and medium-sized enterprises, in the rural agribusiness, commerce, and related services sectors to carry out their production restructuring, investment, and enterprise and export-development projects. The CCLIP's objective is to promote private investment in production restructuring, investment, and enterprise and export development projects that boost productivity or promote more efficient use of natural resources, primarily in Mexico's rural sector, through long-term financing that facilitates a greater supply of credit for such investments under favorable conditions.

The loan provides resources to fund second-tier credit operations. Therefore its environmental and social impacts and risks will occur at the subloan level and cannot be foreseen ex ante.



Investment Description

- Inter-American Development Bank (IADB)

The program will have a single credit component for US\$50 million to fund investment and technology adoption projects. Eligible projects will be those submitted by rural agroindustrial, marketing, and services enterprises with the aim of investing in, e.g., machinery and processing, transport, and storage equipment; repairs or upgrading of plants, warehouses and depots; the modernization of power plants; the treatment of wastewater; and other investments geared toward raising the productivity of the beneficiaries.

The second Conditional Credit Line Program will be financed with resources from the Bank's Ordinary Capital, in U.S. dollars, up to 50 million.



Contact Information

ACCOUNTABILITY MECHANISM OF IADB

The Independent Consultation and Investigation Mechanism (MICI) is the independent complaint mechanism and fact-finding body for people who have been or are likely to be adversely affected by an Inter-American Development Bank (IDB) or Inter-American Investment Corporation (IIC)-funded project. If you submit a complaint to MICI, they may assist you in addressing the problems you raised through a dispute-resolution process with those implementing the project and/or through an investigation to assess whether the IDB or IIC is following its own policies for preventing or mitigating harm to people or the environment. You can submit a complaint by sending an email to MICI@iadb.org. You can learn more about the MICI and how to file a complaint at <http://www.iadb.org/en/mici/mici,1752.html> (in English) or <http://www.iadb.org/es/mici/mici,1752.html> (Spanish).



Bank Documents

- [ME-L1190 First period Jan-Jun 2016-Public Report](#) [Original Source]
- [Mexico. Proposal for an individual loan for the Second Program for the Financing of Rural Sector Pro](#) [Original Source]
- [Mexico. Propuesta de Préstamo para el Segundo Programa para el Financiamiento de Proyectos de Invers](#) [Original Source]
- [POD - ELink Req 2 - Plan de Monitoreo y Evaluación - ME-L1190](#)
- [Programa para el Financiamiento de Proyectos de Inversion y Reconversion Productiva - 2da operacion](#) [Original Source]
- [Second Program for the Financing of Rural Sector Production Restructuring and Investment Projects -](#) [Original Source]
- [Segundo Programa para el Financiamiento de Proyectos de Inversión y Reconversión Productiva en el Se](#) [Original Source]



Other Related Projects

- IADB-ME-X1021 Conditional Credit Line for Investment Projects