Early Warning System

IDBI-15329-01

Arauco: Sucuriu Greenfield Project in Brazil

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Quick Facts

Countries	Brazil
Specific Location	Inocência, Mato Grosso do Sul
Financial Institutions	IDB Invest (IDBI)
Status	Active
Bank Risk Rating	A
Voting Date	2025-07-07
Borrower	Celulosa Arauco y Constitucion SA
Sectors	Agriculture and Forestry, Construction, Industry and Trade
Investment Type(s)	Loan
Investment Amount (USD)	$ 500.00 million
Loan Amount (USD)	$ 500.00 million
Project Cost (USD)	$ 4,600.00 million

Project Description

As stated by the IDB Invest, Sucuriu (the "Project") is an integrated development for the construction and operation of a pulp mill located 50 km from the municipality of Inocencia, in the state of Mato Grosso do Sul, Brazil. The Project will be executed by Celulosa Arauco y Constitucion SA ("Arauco"), a leading Chilean company in forestry and timber products, headquartered in Santiago. The investment planned for the Project is US$4.6 billion to establish one of the largest pulp plants in the world, with an estimated annual production capacity of 3.5 million tons of short fiber pulp. Construction is expected to begin in 2025, with operations beginning in late 2027. The plant will be supplied by 400,000 hectares of sustainable eucalyptus plantations owned by Arauco.

The transaction will be structured as an A/B Financing Loan of up to US$500 million, with a term of up to 10 years and a grace period of up to 5 years. The resources will be allocated to construction, specific development of the Project's infrastructure, management of plantations and implementation of renewable energy facilities, promoting sustainability through water reuse, energy efficiency and emissions reduction.

Early Warning System Project Analysis

People Affected By This Project

Investment Description

- IDB Invest (IDBI)

Private Actor Relationship

Private Actors Description

As stated by Bloomberg, Celulosa Arauco y Constitucion S.A. manufactures wood products. The Company produces wooden cellulose, coated and naked boards, laminated beams, and moldings. Celulosa Arauco y Constitucion serves customers worldwide.

Private Actor 1	Private Actor 1 Role	Private Actor 1 Sector	Relation	Private Actor 2	Private Actor 2 Role	Private Actor 2 Sector
-	-	-	-	Celulosa Arauco y Constitucion S.A.	Client	Agriculture and Forestry

Contact Information

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ACCESS TO INFORMATION

You can submit a request for information disclosure at: https://www.iadb.org/en/access-information/information-request

ACCOUNTABILITY MECHANISM OF IDB / IDB INVEST

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 (IDB Invest)-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 IDB Invest 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

- 1- VOLUME I - CARACTERIZAÇÃO DO EMPREENDIMENTO R01 (03ARA0423)
- 2 VOLUME II (TOMO I) ÁREAS DE INFLUÊNCIA E DIAGNÓSTICO MEIO FÍSICO (03ARA0423)
- 3 VOLUME II (TOMO II) DIAGNÓSTICO MEIO BIÓTICO (03ARA0423)
- 4 - VOLUME II (TOMO III) MEIO SOCIOECONÔMICO (03ARA0423)
- 5 - VOLUME III - IMPACTOS, PROGRAMAS E PROGNÓSTICO (03ARA0423)
- 6 VOLUME IV - APÊNDICES E ANEXOS
- 7 VOLUME V- EAR, APP, PGR E PAE R00 (03ARA0423) ANEXOCERTO
- EIA RIMA SUCURIU ARAUCO
- ESS - ARAUCO SUCURIU PROJECT FINAL [Original Source]
- RELATÓRIO AMBIENTAL SIMPLIFICADO RAS - FERROVIA ARAUCO