Early Warning System

IFC-37719

FDC III

Quick Facts

Countries	El Salvador
Financial Institutions	International Finance Corporation (IFC)
Status	Approved
Bank Risk Rating	B
Voting Date	2017-02-08
Borrower	Federacion de Cajas de Credito y de Bancos de los Trabajadores SC de RL
Sectors	Finance
Investment Type(s)	Loan
Investment Amount (USD)	$ 15.00 million
Loan Amount (USD)	$ 15.00 million
Project Cost (USD)	$ 50.00 million

Project Description

According to IFC website, the project consists of a $50 million remittance-backed funding transaction with Federación de Cajas de Crédito y de Bancos de los Trabajadores, S.C. de R.L. de C.V. (“Fedecredito” or “FDC”) an existing client, intended to support FDC’s growing portfolio of consumer, MSMEs and housing loans that are provided through its 55 member institutions. IFC will participate with $15 million for its own account, and the remaining $35 million will be provided by international investors.

Investment Description

- International Finance Corporation (IFC)

IFC will participate with $15 million for its own account, and the remaining $35 million will be provided by international investors. The proposed investment is remittance-backed lending of up to $50 million for up to 7 years.

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.

- Fedecredito de C.V. (Financial Intermediary)

Private Actors Description

Fedecrédito is a co-operative with limited liability and variable capital. It is owned by 55 member institutions. The member institutions are owned by their cooperative members (944,000 members as of June 2016).

Contact Information

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ACCOUNTABILITY MECHANISM OF IFC

The Compliance Advisor Ombudsman (CAO) is the independent complaint mechanism and fact-finding body for people who believe they are likely to be, or have been, adversely affected by an IFC or MIGA- financed project. If you submit a complaint to the CAO, they may assist you in resolving a dispute with the company and/or investigate to assess whether the IFC is following its own policies and procedures for preventing harm to people or the environment. If you want to submit a complaint electronically, you can email the CAO at CAO@worldbankgroup.org. You can learn more about the CAO and how to file a complaint at http://www.cao-ombudsman.org/