

 Early Warning System

IFC-37802

LAAD IV



---

## Quick Facts

<b>Financial Institutions</b>	International Finance Corporation (IFC)
<b>Status</b>	Approved
<b>Bank Risk Rating</b>	FI
<b>Voting Date</b>	2016-08-05
<b>Borrower</b>	Latin American Agribusiness Development Corp S.a
<b>Sectors</b>	Finance
<b>Investment Type(s)</b>	Loan
<b>Investment Amount (USD)</b>	\$ 50.00 million
<b>Loan Amount (USD)</b>	\$ 50.00 million



---

## Project Description

According to IFC website, the investment consists of long-term loan to Latin American Agribusiness Development Corporation S.A. (LAAD) and its fully owned subsidiary LAAD Americas N.V. to support growth of its portfolio of medium and long-term loans to agribusiness SMEs in Latin America and the Caribbean. This project is expected to have development impact in the following areas:

- (i) Support access to finance to agricultural SMEs, mostly of these family-owned businesses, which have traditionally been underserved due to high perceived risks;
- (ii) Positive impact on rural communities in the region; in FY15 LAAD supported 291 projects in 14 countries which created over 9,000 new jobs; and
- (iii) Support to a unique and very successful business model which has consistently grown in a financially and developmentally sustainable way.



---

### People Affected By This Project

- (i) Support access to finance to agricultural SMEs, mostly of these family-owned businesses, which have traditionally been underserved due to high perceived risks;
- (ii) Positive impact on rural communities in the region; in FY15 LAAD supported 291 projects in 14 countries which created over 9,000 new jobs; and
- (iii) Support to a unique and very successful business model which has consistently grown in a financially and developmentally sustainable way.



---

## Investment Description

- International Finance Corporation (IFC)

The proposed IFC investment consists of an IFC A Loan for up to US\$50 million.

## 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.

- [Latin American Agribusiness Development Corporation S.A.](#) (Financial Intermediary)



---

### Private Actors Description

Latin American Agribusiness Development Corporation S.A. (LAAD) , an IFC investee company and portfolio client, is a non-bank financial institution specialized in lending to agribusiness SMEs in LAC. LAAD was incorporated in 1969 by a number of major multinational companies engaged in the agribusiness supply chain and financial services with the goal to increase prosperity among rural communities in the region.

LAAD's shareholders include Monsanto, Cargill, Rabobank, Bank of America, Deere & Company, DEG, Dole, Nestle, Goodyear, JP Morgan, Unilever and IFC, all with equal shares (8.33%).



---

## Contact Information

Latin American Agribusiness Development Corporation S.A.

Office Address: 2800 Ponce de Leon Blvd, Suite 1200, Coral Gables, FL 33134

Telephone No.: (305) 445-1341

Fax No.: (305) 446-8447

Email Address: <mailto:laad@laadsa.com>

Website: <http://www.laadsa.com>

## 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](mailto:CAO@worldbankgroup.org). You can learn more about the CAO and how to file a complaint at <http://www.cao-ombudsman.org/>