

 Early Warning System

IFC-38042

Abraaj ALAF II



## Quick Facts

<b>Countries</b>	Chile, Colombia, Mexico, Peru
<b>Financial Institutions</b>	International Finance Corporation (IFC)
<b>Status</b>	Approved
<b>Bank Risk Rating</b>	B
<b>Voting Date</b>	2016-06-16
<b>Borrower</b>	ABRAAJ LATIN AMERICA FUND II LP
<b>Sectors</b>	Finance
<b>Investment Type(s)</b>	Equity
<b>Investment Amount (USD)</b>	\$ 20.00 million
<b>Project Cost (USD)</b>	\$ 600.00 million



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## Project Description

Abraaj Latin America Fund II, L.P. (ALAF II) is raising \$600 million to make 12-15 growth equity investments in middle-market companies located in Mexico, Colombia, Peru, and Chile.

The general partner of ALAF II is Abraaj Latin America Fund II GP Limited. The investment manager is Abraaj Investment Management Limited. Both of these entities fall under The Abraaj Group, a global private equity fund manager established in 2002 that invests across Asia, Africa, Latin America, the Middle East and Turkey.

ALAF II will operate and invest in Mexico, Colombia, Peru, and Chile. ALAF II and the general partner are domiciled in the Cayman Islands. Abraaj Investment Management Limited is headquartered in Dubai.

The Fund will seek control or significant minority (with strong minority rights) positions. The Fund is sector agnostic, but will focus on the consumer sector, logistics, manufacturing, education and developing energy generating/trading assets. primarily in Chile, Mexico, Colombia and Peru. While the Fund could potentially invest in activities of high environmental and social (“E&S”) risks, the E&S risks are considered to be low to medium and mainly entail limited adverse E&S risk and impacts (management of waste/wastewater/air emissions and occupational health and safety of employees) that are few in number, generally site-specific, largely reversible and readily addressed through appropriate mitigation measures. Therefore this project has been classified as Category FI-2 according to IFC’s Environmental and Social Review Procedure.



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## Investment Description

- International Finance Corporation (IFC)

ALAF II is targeting \$600 million in total commitments. The proposed IFC equity commitment is up to \$20 million, not to exceed 20% of aggregate capital commitments.

## 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.

- [Abraaj Latin America Fund II, L.P.](#) (Financial Intermediary)



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### Private Actors Description

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