

 Early Warning System

IFC-38993

DARP Itau



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## Quick Facts

<b>Countries</b>	Brazil
<b>Financial Institutions</b>	International Finance Corporation (IFC)
<b>Status</b>	Proposed
<b>Bank Risk Rating</b>	B
<b>Voting Date</b>	2017-04-30
<b>Borrower</b>	DARP SPV Itau
<b>Sectors</b>	Finance
<b>Investment Type(s)</b>	Equity
<b>Investment Amount (USD)</b>	\$ 200.00 million



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## Project Description

The Project consists of an IFC investment of up to US\$200 million to acquire non-performing loans or distressed assets (Portfolios) sold by Itaú Unibanco S.A. ("Itaú") in Brazil. For this purpose, Itaú and IFC will be co-investors in a special purpose vehicle ("SPV"). Recovery do Brasil Consultoria S.A. (the "Company" or "Recovery"), market leader in asset resolution, will service the Portfolios acquired.



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## People Affected By This Project

- Economic Development. The Project will continue to support the development of the non-performing loans or distressed assets market in Brazil. So far, IFC's DARP investments through the existing platform have (i) allowed Brazilian banks to off-load in excess of BRL30 billion face value non-performing loans or distressed assets, and (ii) built infrastructure for distressed assets ("DA") resolution in Brazil.
- Access to Finance. The Project will continue to facilitate the normalization of obligations of households and SMEs, preventing a large number of them from losing their assets, regaining access to formal credit, and preserving jobs.



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## Investment Description

- International Finance Corporation (IFC)

The proposed project consists of an IFC investment of up to US\$200 million, in the form of debt and equity, earmarked at financing the acquisition of Portfolios originated by Itaú.



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## Contact Information

FOR INQUIRIES ABOUT THE PROJECT:

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FOR INQUIRIES AND COMMENTS ABOUT IFC:

General IFC Inquiries

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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/>