

 Early Warning System

IFC-39086

SocGen EF Brazil



## Quick Facts

|                                |   |
|--------------------------------|---|
| <b>Countries</b>               | Brazil                                  |
| <b>Financial Institutions</b>  | International Finance Corporation (IFC) |
| <b>Status</b>                  | Proposed                                |
| <b>Bank Risk Rating</b>        | U                                       |
| <b>Voting Date</b>             | 2017-05-30                              |
| <b>Borrower</b>                | SOCIETE GENERALE EQUIPMENT FINANCE      |
| <b>Sectors</b>                 | Finance                                 |
| <b>Ring Fence</b>              | Climate                                 |
| <b>Investment Type(s)</b>      | Loan                                    |
| <b>Investment Amount (USD)</b> | \$ 50.00 million                        |



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## Project Description

The project involves providing an up to US\$ 50 million BRL equivalent A loan to SG Equipment Finance S.A. Arrendamento Mercantil (“SGEF Brazil” or the “Company”). The funds will be used to provide financing, mainly through leasing, to climate smart transactions (the “Project”). The Project counts on Credit Enhanced Loan Transaction (“CELT”) guarantee issued by Société Générale Group in France (“SGG”) which covers all commercial credit risk with the exclusion of certain country risk events. Supporting climate-change mitigation investments through financial intermediaries is a key pillar of IFC’s strategy.



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### People Affected By This Project

- Positive Climate Change Mitigation. Through climate smart financing, SGEF Brazil's activities will have a direct impact in lowering greenhouse emissions and encouraging efficient management and re-use of scarce resources.
- Contribute to the confidence in the leasing sector in Brazil. By providing its first loan to a leasing company in Brazil and the first within SGEF entities, in the midst of an economic contraction, the Project will help address a potential confidence crises and increase market confidence in SGEF Brazil and in the leasing sector in Brazil.



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## Investment Description

- International Finance Corporation (IFC)

The Project sponsor is SGEF Brazil, a leasing company operating within the Société Générale Equipment Finance (“SGEF”) group and mainly focused on equipment and vendor finance, both local and international. The Company is a wholly owned subsidiary of Banco Société Générale Brasil, which, in turn, is a 100% subsidiary of SGG. SGG has no parent company and its ownership structure as of December 2016 is as follows: free float (88.39%) of which BlackRock Institutional Trust Company (5.58%); Group employee share ownership plan (6.61%); Shareholders with more than 1.5% of the capital or voting rights (3.97%); Share buybacks (1.02%).

## 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.

- [SOCIETE GENERALE EQUIPMENT FINANCE](#) (Financial Intermediary) **is owned by** [Societe Generale](#) (Parent Company)



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## Private Actor Relationship

There is often limited information publicly available about what development banks are funding through financial intermediaries. In 2021, the Early Warning System partnered with Oxfam International to incorporate information on high-risk projects being funded by financial intermediaries receiving funding from the International Finance Corporation (IFC) and the Dutch Development Bank (FMO).

The information listed below describes the relationship between the different private actors linked to high-risk sectors and subprojects of IFC and FMO's financial intermediary investments and/or the financial intermediary's parent companies made from 2017 through 2020, including any associated ring fences.

The database, however, does not explicitly or implicitly imply that IFC or FMO have material exposure to or are contractually or legally accountable to the sub-projects financed by their financial intermediaries or the financial intermediary's parent companies. It only shows a seemingly financial relationship among the different private actors, the financial intermediaries, and IFC or FMO.

An extended list of private actors is available [in a separate file](#).



| Private Actor 1           | Private Actor 1 Role | Private Actor 1 Sector   | Relation | Private Actor 2               | Private Actor 2 Role | Private Actor 2 Sector   |
|---------------------------|----------------------|--------------------------|----------|-------------------------------|----------------------|--------------------------|
| A & D Pharma Holdings Nv  | Parent Company       | Education and Health     | owns     | A & D Pharma Hldg Srl         | Client               | Education and Health     |
| ACS                       | Parent Company       | Construction             | owns     | Dragados SA                   | Client               | Construction             |
| ACS                       | Parent Company       | Construction             | owns     | Hochtief AG                   | Client               | Construction             |
| Advent International Corp | Parent Company       | Construction             | owns     | Circet SAS                    | Client               | Construction             |
| Agricereales SA           | Parent Company       | Construction             | owns     | Mecatherm SA                  | Client               | Construction             |
| Akira Holding Foundation  | Parent Company       | Agriculture and Forestry | owns     | Louis Dreyfus Co Asia Pte Ltd | Client               | Agriculture and Forestry |
| Akira Holding Foundation  | Parent Company       | Agriculture and Forestry | owns     | Louis Dreyfus Co Brasil SA    | Client               | Agriculture and Forestry |
| Apax Partners LLP         | Parent Company       | Agriculture and Forestry | owns     | Europe Snacks                 | Client               | Agriculture and Forestry |
| Apollon Holding AS        | Parent Company       | Construction             | owns     | Verallia France SA            | Client               | Construction             |
| Ardian SAS                | Parent Company       | Agriculture and Forestry | owns     | Cerelia SAS                   | Client               | Agriculture and Forestry |
| Ardian SAS                | Parent Company       | Communications           | owns     | eDreams Odigeo SA             | Client               | Communications           |
| Ardian SAS                | Parent Company       | Education and Health     | owns     | Inula NV                      | Client               | Education and Health     |
| Attis 2 Sas               | Parent Company       | Agriculture and Forestry | owns     | Gascogne SA                   | Client               | Agriculture and Forestry |
| Aurora Capital Group      | Parent Company       | Construction             | owns     | Restaurant Technologies Inc   | Client               | Construction             |
| Bacardi & Co Ltd          | Parent Company       | Agriculture and Forestry | owns     | Bacardi Ltd                   | Client               | Agriculture and Forestry |
| Bain Capital LP           | Parent Company       | Construction             | owns     | Consolis SAS                  | Client               | Construction             |
| BPCE SA                   | Parent Company       | Construction             | owns     | Loire-Atlantique Telecom &    | Client               | Construction             |
| Broadcom Inc              | Parent Company       | Communications           | owns     | Broadcom Corp                 | Client               | Communications           |
| BSA International SA      | Parent Company       | Agriculture and Forestry | owns     | Groupe Lactalis SA            | Client               | Agriculture and Forestry |
| BSA SAS                   | Parent Company       | Agriculture and Forestry | owns     | Groupe Lactalis SA            | Client               | Agriculture and Forestry |



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|-------------------------------|----------------------|--------------------------|----------|-------------------------------|----------------------|--------------------------|
| Bunge Ltd                     | Parent Company       | Agriculture and Forestry | owns     | Bunge Finance Europe          | Client               | Agriculture and Forestry |
| Caisse Federale Credit Mutuel | Parent Company       | Construction             | owns     | Circet SAS                    | Client               | Construction             |
| Caisse Federale Credit Mutuel | Parent Company       | Agriculture and Forestry | owns     | Routin Sasu                   | Client               | Agriculture and Forestry |
| Cargill Inc                   | Parent Company       | Agriculture and Forestry | owns     | Cemoi Group                   | Client               | Agriculture and Forestry |
| Carlsberg A/S                 | Parent Company       | Agriculture and Forestry | owns     | Carlsberg Breweries A/S       | Client               | Agriculture and Forestry |
| Charterhouse Capital Partners | Parent Company       | Communications           | owns     | Sagemcom Broadband SAS        | Client               | Communications           |
| Chengdu Tianqi Industry Group | Parent Company       | Construction             | owns     | Windfield Holdings Pty Ltd    | Client               | Construction             |
| Clayton Dubilier & Rice Hldg  | Parent Company       | Construction             | owns     | Brand Energy & Infrastructure | Client               | Construction             |
| CNH Industrial NV             | Parent Company       | Construction             | owns     | CNH Global NV                 | Client               | Construction             |
| Cobehold SA                   | Parent Company       | Communications           | owns     | Exclusive Networks SAS        | Client               | Communications           |
| Coca-Cola HBC AG              | Parent Company       | Agriculture and Forestry | owns     | Coca Cola HBC Finance BV      | Client               | Agriculture and Forestry |
| COFCO Corp                    | Parent Company       | Agriculture and Forestry | owns     | COFCO (Hong Kong) Ltd         | Client               | Agriculture and Forestry |
| COFCO Corp                    | Parent Company       | Agriculture and Forestry | owns     | Cofco Agri Ltd                | Client               | Agriculture and Forestry |
| COFCO Corp                    | Parent Company       | Agriculture and Forestry | owns     | Nidera BV                     | Client               | Agriculture and Forestry |
| Compagnie des Minquiers SAS   | Parent Company       | Agriculture and Forestry | owns     | Cofigeo SA                    | Client               | Agriculture and Forestry |
| CTP Ltd                       | Parent Company       | Construction             | owns     | Ctpk W Srl                    | Client               | Construction             |
| CVC Capital Partners Ltd      | Parent Company       | Education and Health     | owns     | Doc Generici Srl              | Client               | Education and Health     |
| DCH International A/S         | Parent Company       | Agriculture and Forestry | owns     | Premium Porc SRL              | Client               | Agriculture and Forestry |
| Dentressangle Initiatives SAS | Parent Company       | Communications           | owns     | Tessi SA                      | Client               | Communications           |
| ECOM Agroindustrial Corp Ltd  | Parent Company       | Agriculture and Forestry | owns     | ECOM Agroindustrial Asia Ltd  | Client               | Agriculture and Forestry |





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|------------------------------|----------------------|--------------------------|----------|-------------------------------|----------------------|--------------------------|
| Endurance Intl Grp Hldg Inc  | Parent Company       | Communications           | owns     | Endurance Intl Group Inc      | Client               | Communications           |
| Eurazeo SE                   | Parent Company       | Communications           | owns     | Fintrax Group Holdings Ltd    | Client               | Communications           |
| Eurazeo SE                   | Parent Company       | Education and Health     | owns     | Novacap SAS                   | Client               | Education and Health     |
| Ferrero International SA     | Parent Company       | Agriculture and Forestry | owns     | Ferrara Candy Co Inc          | Client               | Agriculture and Forestry |
| Ferrero International SA     | Parent Company       | Agriculture and Forestry | owns     | Ferrara Pan Candy Co Inc      | Client               | Agriculture and Forestry |
| Fimave NV                    | Parent Company       | Agriculture and Forestry | owns     | Siat SA                       | Client               | Agriculture and Forestry |
| Fondation Pierre Fabre       | Parent Company       | Education and Health     | owns     | Pierre Fabre SA               | Client               | Education and Health     |
| France Air Holding SA        | Parent Company       | Construction             | owns     | France Air SA                 | Client               | Construction             |
| Francisco Partners Mgmt Lp   | Parent Company       | Communications           | owns     | Ichor Systems Inc             | Client               | Communications           |
| Francisco Partners Mgmt Lp   | Parent Company       | Communications           | owns     | Sandvine Corp                 | Client               | Communications           |
| Freixenet SA                 | Parent Company       | Agriculture and Forestry | owns     | Yvon Mau(Freixenet SA)        | Client               | Agriculture and Forestry |
| Garfield Weston Foundation   | Parent Company       | Agriculture and Forestry | owns     | Associated British Foods PLC  | Client               | Agriculture and Forestry |
| General Mills Inc            | Parent Company       | Agriculture and Forestry | owns     | Yoplait SAS                   | Client               | Agriculture and Forestry |
| Gibraltar Industries Inc     | Parent Company       | Construction             | owns     | Florence Corp                 | Client               | Construction             |
| GoDaddy Inc                  | Parent Company       | Communications           | owns     | PlusServer GmbH               | Client               | Communications           |
| Gs Engineering & Constr Corp | Parent Company       | Construction             | owns     | GS Saigon Dvlp One-Member LLC | Client               | Construction             |
| HDL Development SAS          | Parent Company       | Construction             | owns     | Assystem SA                   | Client               | Construction             |
| HIG Capital Partners LP      | Parent Company       | Agriculture and Forestry | owns     | Arctic Glacier Inc            | Client               | Agriculture and Forestry |
| HNA Technology Co Ltd        | Parent Company       | Communications           | owns     | Ingram Micro Inc              | Client               | Communications           |
| ICG PLC                      | Parent Company       | Construction             | owns     | Gerflor SAS                   | Client               | Construction             |



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|--------------------------------|----------------------|--------------------------|----------|--------------------------------|----------------------|--------------------------|
| IK Investment Partners Ltd     | Parent Company       | Communications           | owns     | EXXELIA Group                  | Client               | Communications           |
| Ilim Holding SA                | Parent Company       | Agriculture and Forestry | owns     | Ilim Group JSC                 | Client               | Agriculture and Forestry |
| Imperial Brands PLC            | Parent Company       | Agriculture and Forestry | owns     | Imperial Brands Finance PLC    | Client               | Agriculture and Forestry |
| Inmobiliaria Carso SA de CV    | Parent Company       | Construction             | owns     | Azincourt Investment           | Client               | Construction             |
| Inmobiliaria Carso SA de CV    | Parent Company       | Construction             | owns     | FCC                            | Client               | Construction             |
| Jacobs Foundation              | Parent Company       | Agriculture and Forestry | owns     | Barry Callebaut AG             | Client               | Agriculture and Forestry |
| Japan Tobacco Inc              | Parent Company       | Agriculture and Forestry | owns     | Japan Tobacco International SA | Client               | Agriculture and Forestry |
| Japan Tobacco Inc              | Parent Company       | Agriculture and Forestry | owns     | JT International BV            | Client               | Agriculture and Forestry |
| Kenes International Ltd        | Parent Company       | Agriculture and Forestry | owns     | Caroli Foods Group             | Client               | Agriculture and Forestry |
| KKR & Co Inc                   | Parent Company       | Education and Health     | owns     | Envision Healthcare Corp       | Client               | Education and Health     |
| KKR & Co LP                    | Parent Company       | Agriculture and Forestry | owns     | Upfield Nederland BV           | Client               | Agriculture and Forestry |
| L'Arche Green NV               | Parent Company       | Agriculture and Forestry | owns     | Heineken International BV      | Client               | Agriculture and Forestry |
| Latour Capital SAS             | Parent Company       | Construction             | owns     | Sogetrel SA                    | Client               | Construction             |
| Limagrain SCA                  | Parent Company       | Agriculture and Forestry | owns     | VILMORIN & CIE SA              | Client               | Agriculture and Forestry |
| Mayroy SA                      | Parent Company       | Education and Health     | owns     | Ipsen SA                       | Client               | Education and Health     |
| MBWS                           | Parent Company       | Agriculture and Forestry | owns     | Marie Brizard et Roger Intl SA | Client               | Agriculture and Forestry |
| Montagu Private Equity LLP     | Parent Company       | Education and Health     | owns     | Laboratoires Arkopharma SA     | Client               | Education and Health     |
| Montagu Private Equity LLP     | Parent Company       | Agriculture and Forestry | owns     | St Hubert SASU                 | Client               | Agriculture and Forestry |
| Nidda Healthcare GmbH          | Parent Company       | Education and Health     | owns     | STADA Arzneimittel AG          | Client               | Education and Health     |
| Ontario Teachers' Psn Plan Brd | Parent Company       | Communications           | owns     | MapleCo                        | Client               | Communications           |



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|-------------------------------|----------------------|--------------------------|----------|-------------------------------|----------------------|--------------------------|
| Orpar SA                      | Parent Company       | Agriculture and Forestry | owns     | Remy Cointreau SA             | Client               | Agriculture and Forestry |
| PAI Partners SAS              | Parent Company       | Education and Health     | owns     | Ethypharm SA                  | Client               | Education and Health     |
| PAI Partners SAS              | Parent Company       | Construction             | owns     | M Group Services Ltd          | Client               | Construction             |
| Perceva Capital SAS           | Parent Company       | Agriculture and Forestry | owns     | Furic Maree Ocelliance SAS    | Client               | Agriculture and Forestry |
| Permira Holdings Ltd          | Parent Company       | Education and Health     | owns     | Cambrex Corp                  | Client               | Education and Health     |
| Rolls-Royce Holdings PLC      | Parent Company       | Construction             | owns     | Rolls-Royce PLC               | Client               | Construction             |
| Sequana SA                    | Parent Company       | Agriculture and Forestry | owns     | Antalis International SA      | Client               | Agriculture and Forestry |
| Spherea Test & Svcs SAS SPV   | Parent Company       | Construction             | owns     | Spherea Test & Services SAS   | Client               | Construction             |
| SPIE SA SPV                   | Parent Company       | Construction             | owns     | Spie SA                       | Client               | Construction             |
| Thai Beverage PCL             | Parent Company       | Construction             | owns     | Walker Corp Pty Ltd           | Client               | Construction             |
| The Carlyle Group Inc         | Parent Company       | Construction             | owns     | Jfk Intl Airport Terminal One | Client               | Construction             |
| The Carlyle Group LP          | Parent Company       | Agriculture and Forestry | owns     | Arctic Glacier Inc            | Client               | Agriculture and Forestry |
| Triskalia SCA                 | Parent Company       | Agriculture and Forestry | owns     | Eureden SAS                   | Client               | Agriculture and Forestry |
| Union Invivo USCA             | Parent Company       | Agriculture and Forestry | owns     | Invivo Grp                    | Client               | Agriculture and Forestry |
| Volkswagen AG                 | Parent Company       | Construction             | owns     | Traton SE                     | Client               | Construction             |
| Votorantim SA                 | Parent Company       | Construction             | owns     | Votorantim Cimentos SA        | Client               | Construction             |
| Weinberg Capital Partners SAS | Parent Company       | Construction             | owns     | Financiere Climater SAS       | Client               | Construction             |
| WH Group Ltd                  | Parent Company       | Agriculture and Forestry | owns     | Smithfield Foods Inc          | Client               | Agriculture and Forestry |
| Woodbridge Co Ltd             | Parent Company       | Communications           | owns     | Refinitiv                     | Client               | Communications           |
| Yinson Holdings Bhd           | Parent Company       | Construction             | owns     | Yinson Prodn (W Africa) Pte   | Client               | Construction             |



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## Contact Information

### 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/>

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