Early Warning System

IFC-40680

Lighthouse India Fund III Limited

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Quick Facts

Countries	India
Financial Institutions	International Finance Corporation (IFC)
Status	Active
Bank Risk Rating	B
Voting Date	2018-01-09
Borrower	Lighthouse Funds LLC
Sectors	Finance
Investment Type(s)	Equity
Investment Amount (USD)	$ 20.00 million
Project Cost (USD)	$ 200.00 million

Project Description

IFC proposes an equity investment of up to US$20 million in Lighthouse India Fund III, Limited (the “Fund”), a Mauritius based public company limited by shares, with limited life. The Fund seeks to invest in lower mid-market companies in India spanning sectors such as consumer goods (personal care & lifestyle and food & beverage), agriculture, building materials, healthcare and financial services.

Investment Description

- International Finance Corporation (IFC)

The Fund is seeking to raise US$200 million in capital commitments. IFC proposes an equity investment of up to US$20 million (not to exceed 20% of total commitments) in the Fund. IFC AMC is also considering a parallel investment of up to US$25 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.

- Lighthouse India Fund III, Limited (Financial Intermediary) **is owned by** Lighthouse Funds LLC (Parent Company)

Private Actors Description

According to Pitchbook, the Lighthouse India Fund III is a private equity growth and expansion fund managed by Lighthouse Funds. The fund is located in Mumbai, Maharashtra.

According to the IFC, MUSE Capital Advisors, Limited (“Investment Advisor”), will be engaged by the Fund to serve as its investment advisor, in accordance with the Mauritius Securities Act 2005. Lighthouse Advisors (India) Private Limited (“Lighthouse” or the “Sub-advisor”), will provide non-binding investment advisory services to the Investment Advisor. The Fund’s sponsor is Lighthouse Funds LLC (“Sponsor”), which is wholly owned by founding partners of Lighthouse – Mukund Krishnaswami and William Sean Sovak and their affiliates. The Investment Advisor also advises India 2020, Limited (“Fund I”), a 2008 vintage US$92.7 million fund; and India 2020 Fund II Limited (“Fund II”), a 2013 vintage US$134 million fund.

Contact Information

MUSE Capital Advisors, Limited; Investment Advisor to Lighthouse India Fund III, Limited
Mukund Krishnaswami
mk@lhfunds.com
C/o SGG Fund Services (Mauritius) Ltd, 33, Edith Cavell Street, Port Louis, Mauritius
http://www.lhfunds.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. You can learn more about the CAO and how to file a complaint at http://www.cao-ombudsman.org/

Bank Documents

- Pitchbook: Lighthouse India Fund III