Early Warning System

IFC-42053

DCM XP Investimentos II

Early Warning System

DCM XP Investimentos II

IFC-42053

Quick Facts

Countries	Brazil
Financial Institutions	International Finance Corporation (IFC)
Status	Proposed
Bank Risk Rating	C
Voting Date	2019-02-11
Borrower	XP INVESTIMENTOS S.A.
Sectors	Finance
Ring Fence	No Restrictions
Investment Type(s)	Loan
Investment Amount (USD)	$ 85.00 million
Project Cost (USD)	$ 85.00 million

Project Description

The Project consists of an A/B loan of up to US$85 million, of which up to US$5 million in the form of an A loan and up to US$80 million as a B loan to XP. The purpose of the IFC Loan is to finance the expansion of XP's operations, more specifically to increase the number of clients and IFAs (Independent Financial Advisors) throughout the country.

Investment Description

- International Finance Corporation (IFC)

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.

- XP Investimentos S.A. (Financial Intermediary) **is owned by** XP Investimentos (Parent Company)

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.

Private Actor 1	Private Actor 1 Role	Private Actor 1 Sector	Relation	Private Actor 2	Private Actor 2 Role	Private Actor 2 Sector
Arteris	Parent Company	Transport	owns	Arteris Bond Facility 2017	Client	Transport
Atlantic Energias Renováveis	Parent Company	Energy	owns	Santa Vitoria do Palmar Wind Complex (207MW) Additional Facility 2018	Client	Energy
ENEVA	Parent Company	Energy	owns	Eneva Additional Facility II 2020	Client	Energy
Rumo Logistica	Parent Company	Transport	owns	Norte-Sul Railroad (1537KM) PPP	Client	Transport
SPVias	Parent Company	Transport	owns	SPVias Bond Facility 2018	Client	Transport
XP Investimentos	Investor	Finance	invests in	Aguas De Cuiaba	Parent Company	Water and Sanitation
XP Investimentos	Investor	Finance	invests in	Aguas Guariroba SA	Parent Company	Water and Sanitation
XP Investimentos	Investor	Finance	invests in	Alsol Energias Renovaveis SA	Parent Company	Energy
XP Investimentos	Investor	Finance	invests in	Alupar Investimento SA	Parent Company	Energy
XP Investimentos	Investor	Finance	invests in	Arteris	Parent Company	Transport
XP Investimentos	Investor	Finance	invests in	Arteris Bond Facility 2017	Client	Transport
XP Investimentos	Investor	Finance	invests in	Atlantic Energias Renováveis	Parent Company	Energy
XP Investimentos	Investor	Finance	invests in	Atvos Agroindustrial Participacoes SA	Parent Company	Industry and Trade
XP Investimentos	Investor	Finance	invests in	Belagricola Comercio e Representacoes de Produtos Agricolas Ltda	Parent Company	Agriculture and Forestry
XP Investimentos	Investor	Finance	invests in	Cia de Saneamento Basico do Estado de Sao Paulo	Parent Company	Water and Sanitation
XP Investimentos	Investor	Finance	invests in	Cia de Saneamento de Minas Gerais Copasa MG	Parent Company	Water and Sanitation
XP Investimentos	Investor	Finance	invests in	Cia Energetica do Maranhao {Cemar}	Parent Company	Energy
XP Investimentos	Investor	Finance	invests in	Concessionaria Rota Das Bandeiras SA	Parent Company	Transport
XP Investimentos	Investor	Finance	invests in	Contour Global do Brasil Participacoes Ltda	Parent Company	Energy
XP Investimentos	Investor	Finance	invests in	Csn Steel Corp	Parent Company	Mining

Private Actor 1	Private Actor 1 Role	Private Actor 1 Sector	Relation	Private Actor 2	Private Actor 2 Role	Private Actor 2 Sector
XP Investimentos	Investor	Finance	invests in	Diana Bioenergia Avanhandava Sa	Parent Company	Energy
XP Investimentos	Investor	Finance	invests in	Energisa Transmissao de Energia SA	Parent Company	Energy
XP Investimentos	Investor	Finance	invests in	ENEVA	Parent Company	Energy
XP Investimentos	Investor	Finance	invests in	Eneva Additional Facility II 2020	Client	Energy
XP Investimentos	Investor	Finance	invests in	Itarema Geracao de Energia SA	Parent Company	Energy
XP Investimentos	Investor	Finance	invests in	Light Servicos de Eletricidade SA	Parent Company	Energy
XP Investimentos	Investor	Finance	invests in	Minerva Luxembourg SA	Parent Company	Agriculture and Forestry
XP Investimentos	Investor	Finance	invests in	Norte-Sul Railroad (1537KM) PPP	Client	Transport
XP Investimentos	Investor	Finance	invests in	Odebrecht Ambiental Sumare SA	Parent Company	Water and Sanitation
XP Investimentos	Investor	Finance	invests in	Restoque Comercio e Confeccoes de Roupas SA	Parent Company	Industry and Trade
XP Investimentos	Investor	Finance	invests in	Rodovias Integradas do Oeste SA	Parent Company	Transport
XP Investimentos	Investor	Finance	invests in	Rumo Logistica	Parent Company	Transport
XP Investimentos	Investor	Finance	invests in	Santa Vitoria do Palmar Energias Renovaveis SA	Parent Company	Energy
XP Investimentos	Investor	Finance	invests in	Santa Vitoria do Palmar Wind Complex (207MW) Additional Facility 2018	Client	Energy
XP Investimentos	Investor	Finance	invests in	SPVias	Parent Company	Transport
XP Investimentos	Investor	Finance	invests in	SPVias Bond Facility 2018	Client	Transport
XP Investimentos	Investor	Finance	invests in	Usina Coruripe Acucar e Alcool	Parent Company	Agriculture and Forestry

Contact Information

XP Investimentos S.A.
Deborah Rodrigues
Communications Officer
+55 11 3292-6591
deborah.rodrigues@xpi.com.br
Avenida Brigadeiro Faria Lima, 3600, 10th floor, Sao Paulo-SP, 04538-132, Brazil
www.xpi.com.br

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/