Early Warning System

IFC-43670

GyT Sub. Debt

Quick Facts

Countries	Guatemala
Financial Institutions	International Finance Corporation (IFC)
Status	Proposed
Bank Risk Rating	B
Voting Date	2021-10-06
Borrower	BANCO G AND T CONTINENTAL S.A.
Sectors	Construction, Finance, Industry and Trade
Investment Type(s)	Loan
Investment Amount (USD)	$ 80.00 million

Project Description

The proposed IFC Investment consists of a subordinated “C” loan of up to US$80 million, (the Project) to be provided to Banco GyT Continental Guatemala S.A. (GyT or the Bank), an IFC client since 2008. The Project’s main objective is to contribute to strengthening the Bank's capital base for future business growth. The Guatemalan banking regulation includes subordinated debt as part of Tier II capital. Also, the funds of the Project will enable GyT to continue its strategic move to gain a stronger presence in the small and medium enterprises (SMEs) market, mortgage housing for individuals, and Climate Smart lending consisting of green buildings in urban areas, and energy efficiency sub-projects.

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.

- Banco G&T Continental, S.A. (Financial Intermediary)

Contact Information

ACCESS TO INFORMATION

You can submit a request for information disclosure at: https://disclosures.ifc.org/#/inquiries

If you believe that your request for information from IFC has been unreasonably denied, or that this Policy has been interpreted incorrectly, you can submit a complaint at the link above to IFC's Access to Information Policy Advisor, who reports directly to IFC's Executive Vice President.

ACCOUNTABILITY MECHANISM OF IFC/MIGA

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