

 Early Warning System

IFC-43760

Shemu Oils



## Quick Facts

<b>Countries</b>	Ethiopia
<b>Specific Location</b>	Dire Dawa
<b>Financial Institutions</b>	International Finance Corporation (IFC)
<b>Status</b>	Proposed
<b>Bank Risk Rating</b>	B
<b>Voting Date</b>	2024-07-31
<b>Borrower</b>	SHEMU PLC
<b>Sectors</b>	Industry and Trade
<b>Investment Type(s)</b>	Loan
<b>Investment Amount (USD)</b>	\$ 10.00 million
<b>Project Cost (USD)</b>	\$ 30.00 million



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## Project Description

According to the Bank's website, the proposed investment is an A Loan of up to US\$10 million equivalent in Ethiopian Birr (ETB) to Shemu PLC, a leading manufacturer of edible oil and household goods (soap & detergent) based in Dire Dawa in eastern Ethiopia. IFC's financing will support Shemu to expand its refinery capacity to 950 TPD (tons per day) and improve operational efficiency through investing in logistical assets ("Project"). The Project may be supported by the IDA20 Private Sector Window Local Currency Facility (IDA PSW LCF), subject to obtaining the necessary internal approvals, as described in the Blended Finance section.



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### Early Warning System Project Analysis

This is a Category B project based on IFC's 2012 Policy on Environment and Social Sustainability. Based on information reviewed by IFC, the proposed project will have limited adverse environmental and social (E&S) impacts that are few, site specific, largely reversible, and readily addressed through existing mitigation measures and Good International Industry Practice (GIIP).



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## Investment Description

- International Finance Corporation (IFC)

The total project cost is expected to be approximately US\$30 million. The proposed investment is an own account A Loan of up to US\$10 million equivalent in Ethiopian Birr (“ETB”). The proposed ETB loan will be provided under the signed Framework Agreement between IFC and the National Bank of Ethiopia.



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### Private Actors Description

Shemu PLC is a private limited company incorporated in Ethiopia wholly owned by its founder Mr. Kaysay Wolday and his family.



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Private Actor 1	Private Actor 1 Role	Private Actor 1 Sector	Relation	Private Actor 2	Private Actor 2 Role	Private Actor 2 Sector
-	-	-	-	SHEMU PLC	Client	-

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## Contact Information

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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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**Bank Documents**

- [Environmental & Social Review Summary \(ESRS\)](#)