Early Warning System

IFC-43986

WCS Crisis Response OCB

Early Warning System

WCS Crisis Response OCB

IFC-43986

Quick Facts

Countries	Vietnam
Financial Institutions	International Finance Corporation (IFC)
Status	Approved
Bank Risk Rating	B
Voting Date	2020-06-30
Borrower	ORIENT COMMERCIAL JOINT STOCK BANK
Sectors	Finance
Ring Fence	Small & Medium Enterprises
Investment Type(s)	Loan
Investment Amount (USD)	$ 40.00 million
Loan Amount (USD)	$ 40.00 million

Project Description

The investment consists of a one-year, renewable senior loan of up to US$40 million to Orient Commercial Joint Stock Bank under the FIG COVID-19 Emergency Response WCS Envelop. The investment aims to support OCB’s working capital and trade-related lending program to small and medium-sized enterprises (“SMEs”) in Vietnam, which have been adversely by the impacted by COVID-19 pandemic. IFC’s investment will provide wholesale liquidity to OCB to facilitate the Bank’s on-lending of the proceeds towards SMEs.

The IFC has categorized this project as having a risk rating of FI-2.

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.

- WCS Crisis Response OCB (Financial Intermediary) **is owned by** Oricombank (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.

Contact Information

Orient Commercial Joint Stock Bank
Le Dang Ha Phuong
Deputy Head of Financial Institutions
+84983810985
phuongldh@ocb.com.vn
Floor 15, Vincom Center, 72 Le Thanh Ton, Ben Nghe Ward, District 1, HCMC, Vietnam
www.ocb.com.vn

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/