Early Warning System

IFC-45197

GPE Debt

Quick Facts

Countries	Ethiopia
Financial Institutions	International Finance Corporation (IFC)
Status	Proposed
Bank Risk Rating	B
Voting Date	2022-10-10
Borrower	SAFARICOM TELECOMMUNICATIONS ETHIOPIA PLC
Sectors	Communications
Investment Type(s)	Loan
Investment Amount (USD)	$ 100.00 million
Project Cost (USD)	$ 8,000.00 million

Project Description

According to the Bank's website, the Global Partnership for Ethiopia BV ("GPE") was in May 2021 announced as the sole winner of Ethiopia's unified telecommunication service license ("License") following a competitive bid process run by the Government of Ethiopia and the Ethiopian Communication Authority ("ECA"). Subsequently, the GPE formed Safaricom Telecommunications Ethiopia private limited company ("STE" or "Operating Company"), which was granted the License on 9 July 2021. The License authorizes STE to build, own and operate a nationwide public telecommunication network and offer telecommunications services. The Company and STE plans to roll out, launch and operate its 2G, 3G,4G, and 5G networks across the country, enabling it to provide increased access to quality mobile and fixed connectivity solutions for individuals, corporates, and the government.

The proposed IFC transaction comprises an up to USD 100 million long-term senior loan to the Operating Company, STE, to help fund its capex requirement. IFC's loan will support the countrywide mobile network roll-out of STE and help position the Operating Company to comply with the terms of its License, which outlines the requirement for (i) specified population and geographic coverage targets and (ii) reasonable tariffs, universal accessibility and teledensity target, amongst others. IFC will also be supporting a group of regional champions and leading global emerging market investors, including the Voda Family (Vodafone Group, Vodacom Group and Safaricom plc), Sumitomo Corporation and British International Investment (the "Consortium"), in delivering an enhanced digital economy for Ethiopia.

Investment Description

- International Finance Corporation (IFC)

Private Actor 1	Private Actor 1 Role	Private Actor 1 Sector	Relation	Private Actor 2	Private Actor 2 Role	Private Actor 2 Sector
-	-	-	-	CDC Group	Parent Company	-
-	-	-	-	Global Partnership for Ethiopia BV	Client	-
-	-	-	-	Safaricom Plc	Parent Company	-
-	-	-	-	Safaricom Telecommunications Ethiopia	Undisclosed	-
-	-	-	-	Sumitomo Corp	Parent Company	-
-	-	-	-	Vodafone Group Plc.	Parent Company	-

Contact Information

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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

Bank Documents

- Environmental & Social Review Summary (ESRS)

Other Related Projects

- IFC-44591 Global Partners