Early Warning System

IFC-47723

Indorama Eleme Fertilizer-III

Quick Facts

Countries	Nigeria
Specific Location	Port Harcourt
Financial Institutions	International Finance Corporation (IFC)
Status	Completed
Bank Risk Rating	B
Voting Date	2023-11-20
Borrower	INDORAMA ELEME FERTILIZER AND CHEMICALS LTD
Sectors	Industry and Trade, Infrastructure, Transport
Investment Type(s)	Loan
Investment Amount (USD)	$ 1,250.00 million
Loan Amount (USD)	$ 1,250.00 million
Project Cost (USD)	$ 1,250.00 million

Project Description

As stated by the IFC, the Indorama Corporation, a Singapore-based holding company, is a long standing, repeat IFC client. Over the last 3 decades, IFC has supported Indorama's entry into high-risk markets, helping it grow from a mid-sized, domestically focused business into one of the world's fastest growing petrochemical and fibre companies.

In June 2016, Indorama successfully completed a 1.4 million metric ton per annum (MMTPA) urea fertilizer facility (Line 1) in Nigeria via Indorama Eleme Fertilizer and Chemicals Limited (IFL), making it the first major fertilizer export plant in Nigeria and one of the few in Africa. For Line 1, IFC provided a US$150 million A Loan, a US$75mn B Loan and mobilized US$150 million from several development finance institutions.

IFL constructed a second urea fertilizer line located at the same site as Line 1, which increased capacity from 1.4 MMTPA to 2.8 MMTPA (Line 2). To support Line 2, IFC arranged in June 2018, financing totalling US$1 billion, comprising of US$120 millin A Loan, US$550 million B Loan, and US$330 million parallel loans. Line 2 was completed in April 2021. Both Line 1 and 2 projects are in operation, with capacity to produce a combined 2.8 MMTPA of urea.

IFC also financed the construction of a Feed Conditioning Unit, an add-on gas processing facility to Line 2. IFC provided a US$35mn A Loan and mobilized US$115mn in B/Parallel loans from commercial banks and other DFIs.

Indorama is now planning the construction of a third urea fertilizer line within the same complex as Lines 1 and 2 in Port Harcourt, Nigeria, which will increase current capacity from 2.8 MMTPA to 4.2 MMTPA (Line 3). A dedicated jetty/port terminal with sufficient capacity to export all the Line 3 urea, and to be located approximately 20 kilometres from the IFL site, is also planned (Line 3 Jetty).

Investment Description

- International Finance Corporation (IFC)

Private Actors Description

Indorama is a long standing IFC client based in Singapore, which has grown into a global business entity with US$29.6 bn in revenues. Indorama was established in 1976, and it is wholly owned by Mr. S.P. Lohia and family. Indorama manufactures polyester, polyethylene terephthalate (PET) resins and bottles, polyester intermediates, polyethylene, polypropylene, spun yarns, fabrics, disposable gloves, hygiene, and fertilizers. Indorama is the world's largest producer of polyester and PET resins as well as one of the fastest growing global petrochemical producers with a presence in 39 countries across 175 sites across Asia, Europe, Africa, and Americas.

Private Actor 1	Private Actor 1 Role	Private Actor 1 Sector	Relation	Private Actor 2	Private Actor 2 Role	Private Actor 2 Sector
INDORAMA CORPORATION PTE. LTD.	Parent Company	Industry and Trade	owns	INDORAMA ELEME FERTILIZER AND CHEMICALS LTD	Client	Industry and Trade

Contact Information

General IFC Inquiries - IFC Communications:

Address: 2121 Pennsylvania Avenue, NW, Washington DC 20433
Telephone: +1 202-473-3800
Fax: +1 202-974-4384

Client - Indorama Eleme Fertilizer & Chemicals Limited:

Mr. Rahul Moondra - Senior Manager, Finance
Phone: +2348129130097
Email: infoprojectsii@indorama.com.ng
Address: Indorama Complex, East West Expressway, Eleme, P.M.B. 5151, Port Harcourt, Rivers State, Nigeria
Website: https://www.indoramafertilizers.com/

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 and Social Review Summary

Community Documents

- Letter of concern to IFC

Campaign Documents

- Response of IFC to CSOs letter of concern 12.10.23

Other Related Projects

- IFC-38096 Indorama Port
- IFC-30967 Eleme Fertilizer
- IFC-40420 Eleme Fertilizer II
- IFC-42187 Indorama Eleme Fertilizer and Chemicals Limited
- IFC-44761 Indorama Eleme Petrochemicals Limited- Efficiency project
- DFC-ELEME Indorama Eleme Fertilizer
- AFDB-P-NG-BG0-004 Nigeria - Indorama Fertilizer & Chemicals Limited - Line III
- IFC-52224 Indorama Eleme Fertilizer-IV