Early Warning System

IFC-47930

DCM B3T2 MREL 3

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Quick Facts

Countries	Romania
Financial Institutions	International Finance Corporation (IFC)
Status	Active
Bank Risk Rating	B
Voting Date	2023-10-02
Borrower	RAIFFEISEN BANK SA
Sectors	Finance
Investment Amount (USD)	$ 80.00 million

Project Description

As stated by the IFC, the proposed investment is to invest up to US$80 million equivalent (in Romanian New leu or euro equivalent) for IFC's own account in Minimum Requirement for Own Funds and Eligible Liabilities (MREL) eligible bonds (senior preferred, SP, and senior non-preferred, SNP) to be issued in one or more tranches, including RBRO's first-ever EUR-denominated benchmark size international bond issuance. The bonds will be listed on Luxembourg and/or Bucharest stock exchanges and issued under the Bank's Sustainability Bond Framework, approved in April 2022 which is aligned with the International Capital Market Association's Green Bond Principles, Social Bond Principles and Sustainability Bond Guidelines and, thereby supporting the growth of a sustainable economy in Romania.

Early Warning System Project Analysis

The IFC categorized the project as 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.

- Raiffeisen Bank Romania SA (Financial Intermediary) **is owned by** Raiffeisen Bank International AG (Parent Company)

Private Actors Description

As stated by the IFC, RBRO is a subsidiary of Raiffeisen Bank International (RBI) and one of the systemic banks in Romania. The Bank currently ranks 5th by total assets with 8.85% market share (as of December 31, 2022), has an extended history on the local market and offers a wide range of banking services with a nationwide presence. Raiffeisen Bank Romania serves approx. 2.3 million clients, individuals and legal entities, and has 4,919 employees in 291 outlets. The Bank holds a Long-Term Counterparty Risk Rating and a Long-Term Deposit rating of Baa1/stable outlook from Moody’s.

RBI is Austria's second-largest bank with a balance sheet total of EUR206 billion and equity of EUR17.8 billion as of June 30, 2023. RBI regards Austria, where it is a leading corporate and investment bank, as well as Central and Eastern Europe as its home market, operating in 12 countries. RBI has around 44,000 employees which service 19 million customers through around 1,800 business outlets. RBI is listed on the Vienna Stock Exchange since 2005 with a 41% free float. RBI holds a Long-Term Counterparty Risk Rating of A1/Stable outlook from Moody’s and an Issuer Credit Rating of A-/negative outlook from S&P.

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