

 Early Warning System

IFC-48627

DCM ABL Consuban



Quick Facts

Countries	Mexico
Financial Institutions	International Finance Corporation (IFC)
Status	Approved
Bank Risk Rating	C
Voting Date	2024-03-15
Borrower	Consubanco, S.A.
Sectors	Finance
Investment Type(s)	Loan
Investment Amount (USD)	\$ 64.50 million
Project Cost (USD)	\$ 129.00 million



Project Description

According to the Bank's website, the investment supports a MXN2,200 million (~US\$129 million equivalent), 5-year tenor, private-listed placement of a social asset-backed securitization issued by a special purpose vehicle (the Issuing Trust) serviced by Consubanco, S.A., Institucion de Banca Multiple (CSB or the Bank). IFC played an anchor investor role through the subscription of MXN1,100 million (~US\$64.5 million equivalent) on an own account basis and played a catalytic role to mobilize MXN1,100 million (~US\$64.5 million equivalent) from other institutional investors (the Project). The Issuing Trust acquired and will hold the loans originated by CSB, to pensioners and women, and those assets are expected to be the only source of repayment for the bond.



Early Warning System Project Analysis

Considering that the use of proceeds will focus on individual's only, the E&S risks and impacts of the Project are expected to be of low nature. The Project has been categorized as FI-3 in accordance with the IFC's Sustainability Framework. Consubanco will inform IFC in the case of any change in the nature of its operation that may affect E&S risks of the supported portfolio.



Investment Description

- International Finance Corporation (IFC)

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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.

- [Consubanco S.A.](#) (Financial Intermediary)



Private Actors Description

The structure: The Issuing Trust acquired and will hold loans, originated by CSB for the Mexican Institute of Social Security ("IMSS") pensioners, ensuring that a minimum of 35% of these loans are directed towards women. The cash flows will serve as the sole source of repayment of the notes.

The Bank: CSB is a commercial bank specialized in credits payable through payroll deductions, granted mainly to employees and pensioners of the private and public sectors in Mexico. Grupo Consupago, S.A. de C.V. is the main shareholder of CSB with 99.9% of participation. 49.39% of the shares of Grupo Consupago are owned by Cubo Capital, and 40.61% are owned by various individuals. Cubo Capital is controlled by members of the Chedraui family, a well-known business family in Mexico. As of today, the Bank has 211 branches across the country which attend over 264,500 clients, representing a 2.4% of the market share in terms of client base. The Bank's largest market sector is pensioners, with a 3.2% and 66.6% in terms of market share and portfolio composition, respectively.



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>