Early Warning System

IFC-49604

ZGH Green Loan

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Quick Facts

Countries	Croatia
Financial Institutions	International Finance Corporation (IFC)
Status	Approved
Bank Risk Rating	B
Voting Date	2025-02-14
Borrower	ZAGREBACKI HOLDING D.O.O.
Sectors	Construction, Water and Sanitation
Investment Type(s)	Loan
Investment Amount (USD)	$ 65.77 million
Loan Amount (USD)	$ 65.77 million

Project Description

According to bank's website, the approved IFC investment is an up to EUR60 million Loan to an existing IFC client, Zagrebacki Holding d.o.o. (“ZGH”, or the “Company”). ZGH is a municipal utility holding company 100% owned by the City of Zagreb. The IFC loan proceeds will support circular and smart waste management infrastructure, including lower emission trucks and auxiliary equipment for separate collection and transportation of segregated municipal, green and construction waste fractions for treatment and recycling, biowaste pre-treatment infrastructure, innovative information and communication (“ICT”) technologies to optimize waste management operations across the whole system, as well as equipment for road maintenance and green landscaping. IFC’s investment is complemented by comprehensive investment preparation engagement, which supports ZGH with developing a long-term circular waste management and digitalization strategy, designing of innovative technical solutions, improving recycling rates and enhancing operational practices.

Early Warning System Project Analysis

Environmental Category: B - Limited

Investment Description

- International Finance Corporation (IFC)

IFC plans to provide straight senior loan to ZGH for up to EUR60 million. IFC loan will finance circular and smart waste management infrastructure, including lower emission trucks and auxiliary equipment for separate collection and transportation of segregated municipal, green and construction waste fractions for treatment and recycling, biowaste pre-treatment infrastructure, innovative information and communication (“ICT”) technologies to optimize waste management operations across the whole system, as well as equipment for road maintenance and green landscaping. The holistic solution should reduce landfill disposal as well as contribute to net GHG and methane emission reduction due to lower-emission technologies, less fuel consumption in all three sectors, improved biowaste and material recycling. IFC’s investment is complemented by comprehensive investment preparation engagement which supports ZGH with developing long-term circular waste management and digitalization strategy, designing innovative technical solutions for the Project, facilitating recyclable materials offtake, exploring carbon offsetting opportunities and enhancing operational practices, including applying WBG procurement framework.

IFC's Investment as Approved by the Board: US$ 65.77 million (loan)

Private Actors Description

ZGH is a diversified multi-utility holding company fully owned by the city of Zagreb (the “City”), which provides essential municipal public services, including waste management, roads maintenance and reconstruction, landscaping, water treatment, gas supply and distribution and others.

Private Actor 1	Private Actor 1 Role	Private Actor 1 Sector	Relation	Private Actor 2	Private Actor 2 Role	Private Actor 2 Sector
-	-	-	-	Zagrebacki Holding d.o.o.	Client	Water and Sanitation

Contact Information

Zagrebacki Holding d.o.o.

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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 (English)