Early Warning System

IFC-49726

CIB Sub. Debt II

Quick Facts

Countries	Egypt
Financial Institutions	International Finance Corporation (IFC)
Status	Approved
Bank Risk Rating	A
Voting Date	2024-08-08
Borrower	Commercial International Bank SAE
Sectors	Finance
Investment Type(s)	Guarantee, Loan
Investment Amount (USD)	$ 200.00 million
Loan Amount (USD)	$ 150.00 million
Project Cost (USD)	$ 200.00 million

Project Description

According to the IFC, the proposed project consists of a Basel II compliant Tier II (B2T2) subordinated loan of up to US$150 million to Commercial International Bank (CIB or the Bank), a long standing IFC client, the third largest bank in Egypt and the leading private sector bank by total assets. The proposed loan will help maintain the Bank's sound capital position as it goes through major macroeconomic adjustments and continues its expansion of its MSME portfolio, including WMSMEs. The loan will be coupled with a trade guarantee limit of up to US$50 million for supporting the Bank's trade finance activities under IFC's Global Trade Finance Program (GTFP).

Early Warning System Project Analysis

As stated by the IFC, the Project has been classified as Category FI-1 according to IFC's Sustainability Policy. CIB's portfolio highest sectors of exposure are petroleum, power, construction, real estate, tourism, and food and beverage.

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.

- COMMERCIAL INTERNATIONAL BANK SAE (Financial Intermediary)
- Fairfax Financial Holdings Ltd (Investor) **invests in** COMMERCIAL INTERNATIONAL BANK SAE (Financial Intermediary)

Private Actors Description

As stated by the IFC, CIB is listed on the Egyptian Exchange (EGX) and has a free float of 69%. The two largest shareholders, through direct and indirect holdings, are Alpha Oryx Ltd. – a subsidiary of ADQ-, with a shareholding of 18.4%, and Fairfax Financial Holdings Ltd, holding 6.4%.

Contact Information

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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