

 Early Warning System

IFC-49870

DARP GICAM



Quick Facts

Countries	Bangladesh, Cambodia, India, Indonesia, Malaysia, Mongolia, Nepal, Philippines, Sri Lanka, Thailand, Vietnam
Specific Location	East Asia – Pacific; South Asia
Financial Institutions	International Finance Corporation (IFC)
Status	Proposed
Bank Risk Rating	B
Voting Date	2024-11-19
Borrower	GI Capital Management Ltd.
Sectors	Finance
Investment Type(s)	Equity
Investment Amount (USD)	\$ 30.00 million
Project Cost (USD)	\$ 300.00 million



Project Description

According to the Bank's website, the proposed project entails an IFC investment as an anchor investor in Asia Debt Opportunities Fund II (ADOF II or the Fund). The Fund will focus on distressed debt, special situations, asset-backed credit portfolios as well as single assets and will have a life of up to 8 years. ADOF II will be managed by GI Capital Management Ltd (GICAM or the Company), a Japan-based manager with US\$754 million of Assets under Management (AUM) and over 20 years of credit experience. The Fund is targeted at US\$300 million, with first close aimed at US\$100 million. IFC's investment is proposed at the lower of up to US\$30 million or up to 15% of the Fund commitments. ADOF II's geographical scope will be pan-Asia spanning across various sectors and asset classes.



Early Warning System Project Analysis

The proposed Project entails an IFC's investment in ADOF II, which will be managed by GICAM. The Fund will focus on distressed debt, special situations, asset-backed credit portfolios as well as single assets in East Asia - Pacific (Cambodia, Indonesia, Malaysia, Mongolia, Philippines, Thailand, and Viet Nam) and South Asia (Bangladesh, India, Nepal, and Sri Lanka). The Fund will invest in different sectors including commercial and residential real estate; hotels; ecommerce and fintech. The Project will not support any coal related activities such as coal mining, coal transportation, coal-fired power plants, or infrastructure services exclusively dedicated to support any of these activities, and higher risk activities that may include (a) involuntary resettlement, (b) risk of adverse impacts on Indigenous Peoples, (c) significant risks to or impacts on the environment, community health and safety, biodiversity, cultural heritage, (d) risk of significant retrenchment or (e) significant occupational health and safety risks. The Fund will not invest in palm oil related activities. The Project therefore is expected to have moderate E&S risks which can be addressed through proper mitigation measures and is categorized as FI-2 according to IFC Sustainability Policy. The key E&S risks may include environmental pollution, labor and working conditions, and impacts on communities, among others.



Investment Description

- International Finance Corporation (IFC)

The proposed investment is IFC's investment in the Fund up to the lower of US\$30 million or 15% of the Fund total commitments. The total size of the Fund is targeted at US\$300 million.

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.

- [GI Capital Management Ltd.](#) (Financial Intermediary)



Private Actors Description

GI Capital Management Ltd. (GICAM) is an alternative asset management and advisory boutique headquartered in Tokyo, Japan. Founded in 2010, GICAM has since grown into a licensed broker-dealer and multi-class asset manager with AUM of US\$754 million. GICAM has three business areas: (1) Fund placement and Distribution Business, (2) Asset Management Business, and (3) Investment Advisory and Consulting Business to Institutional Investors and Asset Managers. The Company's capital as of March 2024 is JPY50 million (~US\$ 330,000).



Contact Information

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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>