Early Warning System

IFC-49872

DCM Banco GyT DPR

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Quick Facts

Countries	Guatemala
Specific Location	Ciudad de Guatemala
Financial Institutions	International Finance Corporation (IFC)
Status	Active
Bank Risk Rating	B
Voting Date	2025-10-15
Borrower	SPV Banco GyT DPR
Sectors	Energy, Finance, Industry and Trade, Infrastructure, Water and Sanitation
Investment Type(s)	Loan
Investment Amount (USD)	$ 200.00 million
Loan Amount (USD)	$ 200.00 million
Project Cost (USD)	$ 200.00 million

Project Description

According to the IFC, the proposed project consists of a sustainable Diversified Payments Rights (“DPR”) notes issuance of up to US$200 million by Banco G&T Continental (“GTC”), an IFC client since 2008, in Guatemala. The investment will be executed under the Bank’s existing DPR program and through a Special Purpose Corporation (Titularizadora Centro Americana de DPRs or the “SPC”). The sustainable notes will be collateralized by US-denominated DPRs originated by GTC and will have a tenor of 7 years, with a 2-year grace period. The use of proceeds of the investment is to support GTC’s loan portfolio growth in:

(i) climate-related assets, including green buildings and energy-efficiency sub-projects;
(ii) Small and Medium Enterprises (“SMEs”) in accordance with IFC’s definition and applicable local regulation; and
(iii) low-income housing, with a specific carve out to support women home ownership. The aforementioned use of proceeds will comply with applicable Guatemalan Regulations, including E&S requirements.

The project will support SMEs, mortgage housing for women and other individuals, and Climate Smart lending consisting of green buildings, energy and water efficiency, and solar power sub-projects in urban areas.

Investment Description

- International Finance Corporation (IFC)

As stated by the IFC, the proposed transaction consists of a 7-year (2-year grace period) senior loan for IFC's own account of up to US$200 million to the SPC, serviced by GTC. The SPC owns any existing and future-generated Diversified Payment Rights immediately upon their generation. The collections of such DPRs are expected to be the only repayment source of IFC’s investment. The funds of the Project will enable GTC to continue its strategy implementation to grow a stronger presence in the SME segment, residential mortgages, and climate lending.

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.

- Banco G&T Continental, S.A. (Financial Intermediary)

Private Actors Description

As stated by the IFC, GTC was established in 2001, as a result of a merger between Banco Granai & Townson and Banco Continental. Based in Guatemala, the Bank is the third largest player in the banking sector. It operates as a universal bank with a focus on the large corporate segment and is a strong player in the remittance business. GTC supports its operations through a network of agencies and service points that provide coverage across the country.

The Group is composed of the following entities: Banco G&T Continental, S.A.; Financiera G&T Continental, S.A.; Casa de Bolsa G&T Continental, S.A.; Asesoria en Valores, S.A.; and Seguros G&T, S.A.

GTC Investments LTD (based in Cayman Islands) has a direct ownership of 99.9% in the Bank and all the subsidiaries, with most beneficial shareholders being leading, well-reputed Guatemalan business groups and families, active in various sectors of the economy.

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