

 Early Warning System

IFC-50329

Kostal



Quick Facts

Countries	Bulgaria, North Macedonia, Poland, Ukraine
Financial Institutions	International Finance Corporation (IFC)
Status	Proposed
Bank Risk Rating	B
Borrower	Kostal Mobility Holding SE
Sectors	Industry and Trade



Project Description

According to the Bank's website, the proposed investment is a senior, unsecured, sustainability-linked A loan of up to €150 million, committed in two tranches: (1) Tranche 1: up to €100 million, and (2) Tranche 2: up to €50 million to KOSTAL Mobility Holding SE. The Company is a Tier I player in the global automotive industry, known for innovative electronic solutions and leading the mobility transition. The Company is a fully owned subsidiary of Leopold Kostal GmbH & Co. KG (the Kostal Group), a German family business that develops high-quality electronic and mechatronic systems for automotive and industrial use. Founded in 1912, KOSTAL Group operates in 64 locations across 24 countries. In 2024, the KOSTAL Group employed over 20,000 people. IFC's proposed €150 million loan investment consists of: (i) Tranche 1, which will support the Company's capital expenditures and working capital needs in Bulgaria, North Macedonia, Poland, and Ukraine for 2025 - 2027, including research and development, product upgrades, and investments in energy-efficient machinery and specialized equipment; and (ii) Tranche 2, which is intended to help restart and grow the production in Ukraine once conditions allow, expected to be committed at a subsequent stage, but no later than December 2027.



Early Warning System Project Analysis

The project is a Category B project. Key E&S issues and risks associated with the Project include: (i) Kostal corporate's E&S management and monitoring systems, (ii) management of labor and working conditions for the company's direct and contracted workers, (iii) gender-based violence and harassment (iv) OHS and life and fire safety, (v) resource efficiency and management of wastes and effluents; and (vi) contractor management. In North Macedonia, additional issues and risks in relation to biodiversity and cultural heritage were considered.



Investment Description

- International Finance Corporation (IFC)



Private Actors Description

Kostal Mobility Holding SE is a fully owned subsidiary of *Leopold Kostal GmbH & Co. KG* (the Group), a German family business that develops high-quality electronic and mechatronic systems for automotive and industrial use. Founded in 1912, KOSTAL Group operates in 64 locations across 24 countries. In 2024, the KOSTAL Group employed over 20,000 people.



Private Actor 1	Private Actor 1 Role	Private Actor 1 Sector	Relation	Private Actor 2	Private Actor 2 Role	Private Actor 2 Sector
-	-	-	-	Kostal Mobility Holding SE	Client	-
-	-	-	-	Leopold Kostal GmbH & Co. KG	Parent Company	-



Contact Information

Leopold Kostal GmbH & Co. KG

Group Treasury

Group Treasury

+49 (0) 2351 16-0

info@kostal.com

An der Bellmerlei 1058513 Lüdenscheid, Germany

<https://www.kostal.com/en/>

ACCESS TO INFORMATION

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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 \(ESRS\)](#)