Early Warning System

IFC-53449

Farmtech Agri

Early Warning System
Farmtech Agri

IFC-53449

Quick Facts

Countries	Brazil
Specific Location	States of Maranhao, Tocantins, Piaui and Bahia
Financial Institutions	International Finance Corporation (IFC)
Status	Proposed
Bank Risk Rating	B
Voting Date	2026-12-08
Borrower	Farmtech Gestão de Recursos Ltda.
Sectors	Agriculture and Forestry, Finance
Investment Type(s)	Equity
Investment Amount (USD)	$ 60.00 million
Project Cost (USD)	$ 300.00 million

Project Description

As stated by the IFC, the proposed transaction consists of an investment of up to US$60 million in Farmtech USD Agricultural Credit Feeder Fund (the “Fund”), a USD-linked closed-end FIAGRO targeting commitments of up to US$300 million. The Fund will be managed by Farmtech Gestao de Recursos Ltda., a Brazilian asset manager specializing in agribusiness credit.

The Fund will invest exclusively in senior quotas of underlying FIAGROs established and managed by Farmtech to finance the purchase of agricultural inputs and equipment by Brazilian farmers with predominantly USD-linked revenues. IFC and other investors will subscribe to the Fund’s senior quotas, while Farmtech will retain 2 percent of the Fund through subordinated quotas.

The Project will be located in Brazil. Farmtech is headquartered in Sao Paulo, and the Fund is expected to finance agricultural producers primarily in the Center-West and MATOPIBA regions, comprising the states of Maranhao, Tocantins, Piaui and Bahia.

Investment Description

- International Finance Corporation (IFC)

As stated by the IFC, the Fund is targeting total commitments of up to US$300 million. IFC proposes to invest up to US$60 million, not to exceed 20 percent of total commitments, through a subscription to the Fund's senior quotas. The remaining senior quotas are expected to be subscribed by other institutional investors, while Farmtech will retain approximately 2 percent of the Fund through subordinated quotas. The Fund will have a seven-year legal maturity.

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.

- Farmtech Gestão de Recursos Ltda. (Financial Intermediary) **is owned by** Grupo Farmtech (Parent Company)

Private Actors Description

As stated by the IFC, Farmtech Gestao de Recursos Ltda. is a Brazilian asset manager specializing in agricultural credit. Founded in 2017 and headquartered in Sao Paulo, the Company structures and manages regulated investment vehicles that finance agricultural receivables, including receivables arising from the purchase of inputs and equipment by Brazilian farmers. Farmtech uses its technology and credit capabilities to support the underwriting, monitoring and collection of receivables held by its managed vehicles. Farmtech’s parent company is owned 77 percent by its founders and executives and 23 percent by Bewater Growth Fund.

Contact Information

Financial Intermediary - Farmtech Gestao de Recursos Ltda.:

Marcela Bosch - Head of Investor Relations
Email: marcela.bosch@farmtech.com.br
Address: Avenida Brigadeiro Faria Lima, nº 4.509, Sao Paulo, Brasil
Website: www.farmtech.com.br

General IFC Inquiries - IFC Communications:

Address: 2121 Pennsylvania Avenue, NW, Washington DC 20433
Telephone: +1 202-473-3800
Fax: +1 202-974-4384

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

Other Related Projects

- IDBI-16297-01 Farmtech Feeder FIAGRO in Brazil