

 Early Warning System

IIC-11946-04

SolarCity Mexico Green Securitization



Quick Facts

Countries	Mexico
Financial Institutions	IDB Invest (IDBI)
Bank Risk Rating	U
Voting Date	2016-12-13
Borrower	A special purpose vehicle to be incorporated under Mexican law ("Warehousing Trust")
Sectors	Finance
Investment Type(s)	Loan



Project Description

According to the Inter-American Development Bank Invest (IDB Invest), formerly the Inter-American Investment Corporation (IIC), the objective of the proposed transaction is to raise financing from the capital markets for the purchase of photovoltaic systems in Mexico, including small-scale residential, commercial and industrial solar rooftop facilities. The average solar installation size is estimated to be 310kW.



Investment Description

- IDB Invest (IDBI)

The transaction will provide a revolving loan facility to a special purpose vehicle (the "Warehousing Trust"), which transaction will be structured to be refinanced through a securitization for which the IIC will provide a Partial Credit Guarantee. Iliosson S.A. de C.V., a Mexican subsidiary of SolarCity Corporation, or a subsidiary thereof will originate, sell, operate, maintain and service the photovoltaic systems on residential, industrial and commercial properties in Mexico.

The IIC Project financing will be provided in two steps: (i) an Accumulation Stage, in which the IDB and IIC will provide a senior revolving loan, which is expected to include a revolving B loan, to the Warehousing Trust with the aim of purchasing and accumulating credit rights arising from the purchased PV systems (the "Warehousing Loan"); and (ii) a Mobilization Stage, in which the IIC will provide one or more Partial Credit Guarantees (PCGs) to support the securitization of these credit rights in local capital markets. The PCGs will support the issuance of up to three Securitization Cycles: one issuance every 24 months.

The Project may receive financial support from the Clean Technology Fund (CTF) in the form of a Partial Credit Guarantee to support the Warehousing Loan during the Accumulation Stage.



Private Actors Description

Tesla Energy Operations, Inc. was formerly called SolarCity Corporation and changed its name in January 2018.



Private Actor 1	Private Actor 1 Role	Private Actor 1 Sector	Relation	Private Actor 2	Private Actor 2 Role	Private Actor 2 Sector
-	-	-	-	Iliosson S.A. de C.V.	Contractor	-
-	-	-	-	Iliosson S.A. de C.V.	Subsidiary	-
-	-	-	-	Tesla Energy Operations, Inc.	Client	-



Contact Information

ACCOUNTABILITY MECHANISM OF IIC

The Independent Consultation and Investigation Mechanism (MICI) is the independent complaint mechanism and fact-finding body for people who have been or are likely to be adversely affected by an Inter-American Development Bank (IDB) or Inter-American Investment Corporation (IIC)-funded project. If you submit a complaint to MICI, they may assist you in addressing the problems you raised through a dispute-resolution process with those implementing the project and/or through an investigation to assess whether the IDB or IIC is following its own policies for preventing or mitigating harm to people or the environment. You can submit a complaint by sending an email to MICI@iadb.org. You can learn more about the MICI and how to file a complaint at <http://www.iadb.org/en/mici/mici,1752.html> (in English) or <http://www.iadb.org/es/mici/mici,1752.html> (Spanish).