Early Warning System

IIC-12273-01

Riverwood Latin America Fund

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Quick Facts

Countries	Argentina, Brazil, Chile, Colombia, Mexico, Peru
Financial Institutions	IDB Invest (IDBI)
Status	Hold
Bank Risk Rating	B
Voting Date	2018-07-31
Borrower	Riverwood Capital Partners Latam L.P.
Sectors	Finance
Investment Type(s)	Equity
Investment Amount (USD)	$ 10.00 million
Project Cost (USD)	$ 10.00 million

Project Description

According to the IIC website, this project will consist of an Equity Investment for up to US$10 million as a limited partner in Riverwood Capital Partners Latam L.P. Riverwood Capital LLC is a private equity fund targeting investments in businesses in the global technology, technology-enabled and related industries, including businesses in the financial services, consumer and services sectors where the use of information, digital, software and similar technologies can contribute to value creation. The investments are expected to consist primarily (but not exclusively) of investments in growth, expansion or later stage businesses.

Early Warning System Project Analysis

The Bank has classified this project as FI-2, which corresponds to a medium risk or B rating. It states that the majority of investments through this fund will be classified as Category C, with some possibility for Category B investments. Category A sub-projects will be excluded from the Fund’s financing.

Riverwood will be required to evaluate, manage and monitor environmental and social risks across the Fund through the application of an Environmental and Social Management System (ESMS), which will include application of the exclusion list, local law, and IFC Performance Standards where applicable. The ESMS will also include an overarching policy, categorization guide, criteria and sector checklists (with focus on likely impacts), and a definition of roles and responsibilities. The Fund will be required to appoint an Environmental Manager who will oversee all issues related to E&S evaluation, management, monitoring and reporting

Investment Description

- IDB Invest (IDBI)

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.

- Riverwood Capital LLC (Financial Intermediary)

Private Actors Description

Riverwood Capital LLC is a private equity firm specializing in divisional carve outs, expansion and growth equity financing, industry roll ups, recapitalizations, and buyout transactions. The firm invests in middle market private companies.

Contact Information

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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).

Bank Documents

- environmental-and-social-review-750-en