Early Warning System

MIGA-14621

Ethiopia Turaco FMCG Project

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Quick Facts

Countries	Ethiopia
Financial Institutions	Multilateral Investment Guarantee Agency (MIGA)
Status	Active
Bank Risk Rating	B
Voting Date	2021-06-13
Borrower	Turaco
Sectors	Agriculture and Forestry, Industry and Trade
Investment Type(s)	Guarantee
Investment Amount (USD)	$ 34.10 million

Project Description

According to the Bank’s website, MIGA issued guarantees for US$34.1 million in total against the risks of Expropriation and Transfer Restriction to cover Turaco for its equity investments and shareholder loans into Health Care Food Manufacturers Share Company (HCFM) and ZAK Ethiopia Manufacturing and Trading PLC (ZAK).

The project involves supporting the existing operations of HCFM and ZAK, the scaling up and diversification of HCFM's operations through the expansion of its existing facilities both on refining capacity and on vertically integrating the business. Plans include the addition of a 300 tons per day (tpd) refining capacity, and the construction of a new solvent extraction plant with a 200 tpd oil seed extraction capacity in Ethiopia.

Both HCFM and ZAK are wholly owned by Turaco of Mauritius through its intermediate holding companies. HCFM manufactures and distributes edible sunflower oil, and soya bean oil at its processing facility in Addis Ababa under the brand name of 'Tena'. ZAK produces laundry soaps and detergents and personal care cleaning products including handwash and body soaps, under the brand names of '555' and the newly established 'Aura' and "Progard" brands.

Investment Description

- Multilateral Investment Guarantee Agency (MIGA)

Private Actor 1	Private Actor 1 Role	Private Actor 1 Sector	Relation	Private Actor 2	Private Actor 2 Role	Private Actor 2 Sector
-	-	-	-	54 Capital	Parent Company	-

Contact Information

Turaco Head Office

10th Floor Noah Office Building

Airport Road

Addis Ababa, Ethiopia

ACCESS TO INFORMATION

You can submit a request for information disclosure at: https://www.miga.org/contact/access_to_information

You can also request general information about MIGA and for information on guarantees by emailing: migainquiry@worldbank.org

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

- Blue Bird Holding Ltd. Integrated Management System Manual. December 2020 [Original Source]
- Environmental and Social Action Plan, March 2021 [Original Source]
- Environmental and Social Impact Assessment, HCFM Solvent Extraction Plant, May 2021. [Original Source]
- Human Resources Administration Manual. January 2021 [Original Source]