Early Warning System

MIGA-14641

Banco Nacional de Panama

Early Warning System
Banco Nacional de Panama

MIGA-14641

Quick Facts

Countries	Panama
Financial Institutions	Multilateral Investment Guarantee Agency (MIGA)
Status	Proposed
Bank Risk Rating	U
Voting Date	2020-05-16
Borrower	Banco Nacional de Panama
Sectors	Finance
Investment Type(s)	Guarantee
Investment Amount (USD)	$ 589.00 million
Project Cost (USD)	$ 589.00 million

Project Description

This summary covers a Loan Facility from bank(s) yet-to-be-identified to Banco Nacional de Panama (BNP), a state-owned bank in Panama. MIGA is considering issuing guarantee(s) of up to US$589 million for a period of up to 10 years against the risk of Non-Honoring of a Financial Obligation by a State-owned Enterprise (NHFO-SOE).

In the absence of a central bank, BNP is considered systemically important and plays certain traditional central bank roles, including acting as a clearing house for the financial sector and lender to the domestic financial system. As such,the proceeds of the Loan Facility will beused to provide financing to domestic banks in response to liquidity constraints that are emerging from the COVID-19 crisis. Remaining amounts may be used to provide financing to micro, small and medium enterprises (MSMEs) and priority sector companies, either directly from BNP or indirectly through BNP's client banks. Once the acute phase of the crisis is over, the proceeds would be used to help promote economic recovery by financing MSMEs and priority sector companies, either directly or indirectly.

Investment Description

- Multilateral Investment Guarantee Agency (MIGA)

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.

- Banco Nacional de Panama (Financial Intermediary)

Private Actors Description

According to MIGA, Banco Nacional de Panama is a state-owned bank in Panama

Contact Information

ACCOUNTABILITY MECHANISM OF 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/