Early Warning System

WB-P156766

Access to Long Term Finance

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Quick Facts

Countries	Ukraine
Financial Institutions	World Bank (WB)
Status	Closed
Bank Risk Rating	U
Voting Date	2017-05-02
Borrower	Ukrexim Bank
Investment Type(s)	Loan
Investment Amount (USD)	$ 150.00 million
Loan Amount (USD)	$ 150.00 million
Project Cost (USD)	$ 150.00 million

Project Description

According to bank documents, two project components will provide a total of US$150 million to be intermediated by UkrEximbank through on- lending to banks and by direct lending targeting export oriented SMEs and LEs with domestic value chains. The credit line, guaranteed by the Ukrainian government, will be intermediated by UkrEximbank, which will be the Borrower and implementing agency for this project.

Under Component 1 (US$100 million), UkrEximbank will on-lend funds through PFIs. UkrEximbank will select PFIs pursuant to criteria agreed with the World Bank, and subject to no objection by the World Bank. The selected PFIs will, in turn, provide sub-finance to private export oriented LEs and SMEs, the final beneficiaries of the credit line. The PFIs will assume the credit risk of the sub-borrowers that will be selected based on agreed upon eligibility criteria. UkrEximbank will have exposure only to the selected PFIs and will assume the credit risk for on-lending funds to PFIs. Sub-finance will be for longer term capital investment and working capital financing (to accommodate the nature of export finance, potential delays in the payments for goods sold and services provided in an uncertain macro-financial environment, as well as, more generally, to provide flexibility to smaller size enterprises).

Under Component 2 (US$50 million), UkrEximbank will act as a PFI. UkrEximbank will lend directly to export oriented SMEs only, assuming the credit risk of sub-finance to the sub-borrowers. The eligibility criteria of sub-finance and for sub-borrowers will be different under Component 1 and 2 to reflect the differences in financing models. UkrEximbank direct lending will be more targeted (e.g. in terms of targeting only SMEs, longer maturity, etc.).

Investment Description

- World Bank (WB)

International Bank For Reconstruction And Development: USD 150,000,000.00

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.

- Ukreximbank JSC (The State Export-Import Bank of Ukraine) (Financial Intermediary)

Contact Information

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ACCOUNTABILITY MECHANISM OF WORLD BANK

The World Bank Inspection Panel is the independent complaint mechanism and fact-finding body for people who believe they are likely to be, or have been, adversely affected by a World Bank-financed project. If you submit a complaint to the Inspection Panel, they may investigate to assess whether the World Bank is following its own policies and procedures for preventing harm to people or the environment. You can contact the Inspection Panel or submit a complaint by emailing ipanel@worldbank.org. You can learn more about the Inspection Panel and how to file a complaint at: http://ewebapps.worldbank.org/apps/ip/Pages/Home.aspx.

Bank Documents

- Appraisal Project Information Document-Integrated Safeguards Data Sheet - Access to Long Term Financ [Original Source]
- Concept Integrated Safeguards Data Sheet-Integrated Safeguards Document - Access to Long Term Financ [Original Source]
- Minutes of meeting of the Executive Directors of the Bank and IDA and the Boards of Directors of IFC
- Official Documents- Disbursement Letter for Loan 8727-UA (Closing Package) (English)
- Official Documents- Loan Agreement for Loan 8727-UA (Closing Package) (English)
- Official Documents- Loan Agreement for Loan 8727-UA (Closing Package) (English)
- Official Documents- Supplemental Letter No. 1 Ref. Financial and Economic Data for Loan 8727-UA (Clo
- Official Documents- Supplemental Letter No. 2 Ref. Performance Monitoring Indicators for Loan 8727-U
- Official Documents- Supplemental Letter No. 3 Ref. Representations for Loan 8727-UA (Closing Package
- Ukraine - Access to Long Term Finance Project : chair summary (English)
- Ukraine - Access to Long Term Finance Project : chair summary (English) [Original Source]
- Ukraine - Access to Long Term Finance Project : environmental assessment : Environmental and social [Original Source]

Other Related Projects

- WB-P175927 Ukraine Access to Long Term Finance COVID-19 Additional Financing