Early Warning System

EBRD-55922

Incom bond issuance

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Quick Facts

Countries	Slovenia
Financial Institutions	European Bank for Reconstruction and Development (EBRD)
Status	Approved
Bank Risk Rating	B
Voting Date	2024-12-03
Borrower	Incom d.o.o.
Sectors	Agriculture and Forestry, Industry and Trade
Investment Type(s)	Loan
Investment Amount (USD)	$ 5.25 million
Project Cost (USD)	$ 28.38 million

Project Description

As stated by the EBRD, the project consists of a participation of EUR5 million in a EUR27 million local bond issuance by Incom. The proceeds from the Bond issuance will be utilised for (i) capex investments, (ii) working capital and (iii) refinancing of the existing financial indebtedness. The Bond is listed on Ljubljana Stock Exchange and publicly traded.

The main objective of the Project is to support the Company's investment program and further strengthen its balance sheet.

Early Warning System Project Analysis

As stated by the EBRD, the Company sources cocoa and palm oil which can be linked to deforestation. Currently, the Company sources 30% of cocoa products certified by Rainforest Alliance and will increase this to 50% by 2030. Palm oil procured is 100% RSPO certified. In preparation for compliance with EU Deforestation Regulation the Company is developing a formal policy on deforestation and will finalise it in 2025. The Company has already issued relevant letters to its suppliers requesting tracing and certifications. The Company is developing a traceability system that sufficiently mitigates risks associated with deforestation in its supply chain. The Client procures from commodity traders with robust policies and systems in place: Cargill and Olam. The Company sources the powder milk from 6 EU based producers (77% from Netherlands, over 21% from Poland and the rest from Italy).

Investment Description

- European Bank for Reconstruction and Development (EBRD)

Private Actors Description

As stated by the EBRD, Incom d.o.o. is a limited liability company incorporated in Slovenia and one of the leading ice-cream producers.

Private Actor 1	Private Actor 1 Role	Private Actor 1 Sector	Relation	Private Actor 2	Private Actor 2 Role	Private Actor 2 Sector
-	-	-	-	Incom d.o.o.	Client	Industry and Trade
Cargill Inc	Contractor	Agriculture and Forestry	contracts with	Incom d.o.o.	Client	Industry and Trade
Olam Group	Contractor	Agriculture and Forestry	contracts with	Incom d.o.o.	Client	Industry and Trade

Contact Information

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ACCESS TO INFORMATION

You can request information by emailing: accessinfo@ebrd.com or by using this electronic form: https://www.ebrd.com/eform/information-request

ACCOUNTABILITY MECHANISM OF EBRD

The Project Complaint Mechanism (PCM) is the independent complaint mechanism and fact-finding body for people who have been or are likely to be adversely affected by an European Bank for Reconstruction and Development (EBRD)-financed project. If you submit a complaint to the PCM, it may assess compliance with EBRD's own policies and procedures to prevent harm to the environment or communities or it may assist you in resolving the problem that led to the complaint through a dialogue with those implementing the project. Additionally, the PCM has the authority to recommend a project be suspended in the event that harm is imminent.

You can contact the PCM at: pcm@ebrd.com or you can submit a complaint online using an online form at: http://www.ebrd.com/eform/pcm/complaint_form?language=en

You can learn more about the PCM and how to file a complaint at: http://www.ebrd.com/work-with-us/project-finance/project-complaint-mechanism.html

Other Related Projects

- EBRD-48501 Direct Finance Framework non SME