



**IFC**

International  
Finance Corporation  
WORLD BANK GROUP

*Creating Markets, Creating Opportunities*

# IFC'S ECONOMIC RESILIENCE ACTION PROGRAM FOR UKRAINE

REBUILDING UKRAINE FORUM, HELSINKI

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# IFC: A MEMBER OF THE WORLD BANK GROUP



## IBRD

International Bank  
for Reconstruction  
and Development

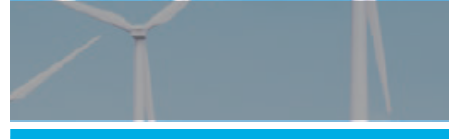
Loans to middle-income  
and creditworthy low-income  
country governments



## IDA

International  
Development  
Association

Interest-free loans and  
grants to governments  
of the poorest countries



**IFC**  
International  
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Corporation

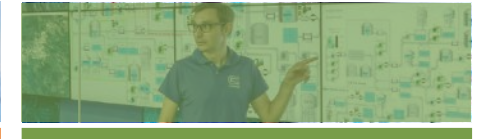
← SOLUTIONS IN  
PRIVATE SECTOR  
DEVELOPMENT →



## MIGA

Multilateral  
Investment  
Guarantee Agency

Guarantees of foreign  
direct investment's  
non-commercial risks



## ICSID

International Centre  
for Settlement of  
Investment Disputes

Conciliation and  
arbitration of investment  
disputes

# INTERNATIONAL FINANCE CORPORATION

*Six decades of experience in emerging markets*

Leveraging the full range of  
**World Bank Group (WBG)**  
capabilities

More than **US\$321 Billion** invested in Emerging Markets worldwide since our founding in 1956



**AAA** Credit Rating;  
Owned by **186**  
countries

Provider of loans,  
bonds, equity,  
**Technical & Advisory**  
programs

IFC offices  
in **100** countries

**IFC is the largest  
global  
development  
institution focused  
on the private  
sector in emerging  
markets.**

# OUR PRESENCE



OFFICES IN  
**100 COUNTRIES**  
WORLDWIDE

Local presence, global knowledge

# IFC: WHAT WE OFFER

Sustainable finance	<b>LOANS</b>	<ul style="list-style-type: none"><li>▪ Project and corporate financing</li><li>▪ On-lending through intermediary institutions</li></ul>
	<b>EQUITY</b>	<ul style="list-style-type: none"><li>▪ Direct equity investments</li><li>▪ Private equity funds</li></ul>
	<b>DERIVATIVES &amp; STRUCTURED FINANCE</b>	<ul style="list-style-type: none"><li>▪ Derivative products to hedge interest rate, currency, or commodity-price exposures of IFC clients</li></ul>
	<b>TRADE &amp; COMMODITY FINANCE</b>	<ul style="list-style-type: none"><li>▪ Guarantee of trade-related payment obligations of approved financial institutions</li></ul>
	<b>SYNDICATIONS</b>	<ul style="list-style-type: none"><li>▪ Capital mobilization to serve developmental needs</li><li>▪ Over 60 co-financiers: banks, funds, DFIs</li></ul>
	<b>BLENDED FINANCE</b>	<ul style="list-style-type: none"><li>▪ Using donor funds to crowd in private financing</li></ul>



# IFC VALUE-ADD: HOW WE SUPPORT BUSINESSES IN AFRICA



## Reduced Political Risk & IFC Privileges

1

- **Preferred creditor status:** preferential access to foreign currency in the event of a country foreign exchange crisis
- **No withholding tax on IFC loans**
- **Government relations**
- **Enhanced profile vis-à-vis local authorities and partners**



## Global Industry Expertise

2

- **Global IFC investment team** dedicated to different sectors in emerging markets
- **Senior Sector and Industry specialists** focused on various subsectors with deep technical expertise
- **Senior economists** dedicated to infrastructure, financial markets, agribusiness, manufacturing, and services



## EH&S Standards and Advisory Programs

3

- **IFC's Environmental, Health & Social (EH&S) Equator Principles** were adopted by over 90 financial institutions
- **Best practices advice** in Sustainability, Decarbonization and Climate, Gender amongst others
- **Identifying and implementing climate-friendly investments** that improve bottom-line performance



## Global Presence & Regional Assets

4

- **Global base of 2,000+ clients** spread across the five continents
- **Investment professionals** in regional hubs and large-country offices, with **over half of IFC's staff** based in emerging markets



## Long-term Funding & Local Currency

5

- **Longer investment horizon** that many commercial banks and less cyclical than most financial investors: up to 10–12 years
- **Local currency financing** in 59 currencies
- **One-stop shop for financing:** equity, debt, structured finance, etc.



## Working Upstream

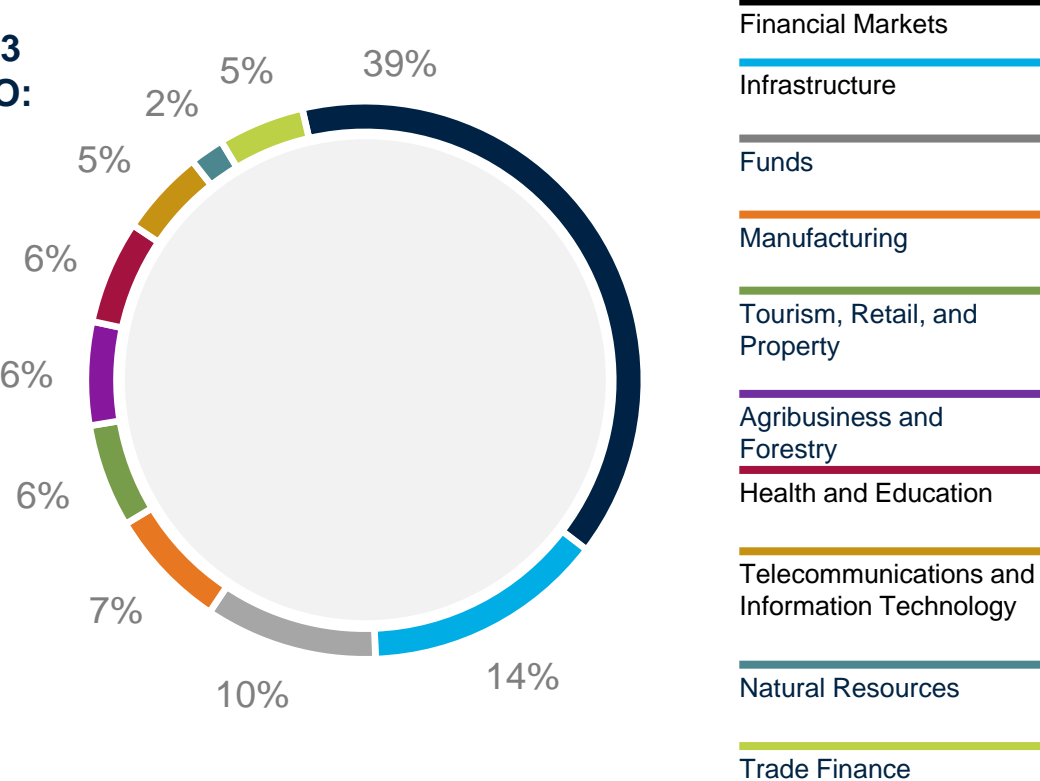
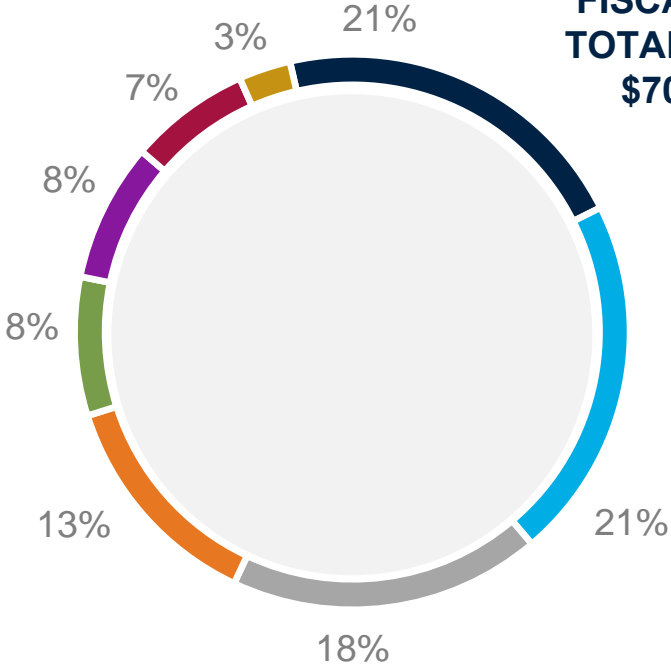
6

- **Proactively helping to stimulate and create conditions** that result in the movement of capital into **productive investment**
- **Early-stage engagement** to **unlock long-term pipeline of projects**

# PORTFOLIO EXPOSURE BY REGION AND INDUSTRY

**FISCAL YEAR 2023  
TOTAL PORTFOLIO:  
\$70.1 BILLION**

- Africa
- Latin America and the Caribbean
- East Asia and the Pacific
- South Asia
- Europe
- Central Asia and Türkiye
- Global
- Middle East



- Financial Markets
- Infrastructure
- Funds
- Manufacturing
- Tourism, Retail, and Property
- Agribusiness and Forestry
- Health and Education
- Telecommunications and Information Technology
- Natural Resources
- Trade Finance

## ANTICIPATED IMPACT FROM FY23 PROJECTS

**2.2 MILLION**

Additional outstanding micro, small and medium enterprise (MSME) loans

**\$24.6 BILLION**

Additional outstanding MSME loans

**11.5 MILLION**

Tons of annual CO<sub>2</sub> greenhouse gas emissions reduction

**2.2 – 3.1 MILLION**

Estimated number of direct and indirect jobs created

**496,000**

Additional farmers reached

**34.5 MILLION**

Number of additional direct fixed/mobile internet connections



# IFC's Economic Resilience Action (ERA) Program for Ukraine



# WBG REPORT: PRIVATE SECTOR OPPORTUNITIES FOR A GREEN AND RESILIENT RECONSTRUCTION IN UKRAINE

**Under a non-reform scenario**, private investment to address reconstruction needs is estimated at **\$73 bn** (18% of the \$411 bn needed for coming 10 years according to RDNA2 as of Feb 2023).

**Under the 2nd scenario**, reforms would generate private investments of **\$130 bn** (32%) to address reconstruction needs and stimulate additional private sector opportunities totaling \$282 bn.

	Addressing RDNA2 needs*		Additional opportunities*
	Non-reform scenario	Reform scenario	
Agriculture	24.2	29.7	4.9
Industry and commerce	17.8	18.1	11.5
Tourism	0	0	5.1
Finance and banking	4.3	4.3	22.7
Housing	22.5	30.2	60.4
Telecom	1.4	4.3	4.8
Energy & extractives	2.2	35.6	131.7
Transport	0.2	6.6	40.7
Health	0	0	0.2
Education	0	0	0.3
Water & Sanitation	0	0	0.3
<b>Total</b>	<b>73</b>	<b>130</b>	<b>282</b>



*The most prospective sectors for private sector participation*

# \$2 BILLION ERA PROGRAM TO SAFEGUARD RESILIENCE OF THE PRIVATE SECTOR

## Phase 1: Resilience during the invasion and preparation for reconstruction

### 1 Sustaining economic activity and supply of essential goods

1

- Preservation of businesses via access to risk & working capital
- Trade finance for critical goods
- Food security & agribusiness
- Supporting companies and suppliers of construction materials

### 2 Supporting essential infrastructure

2

- Transport & logistics bottlenecks
- Emergency energy stability and supply
- Critical telecom infrastructure and services

### 3 Supporting displaced people and affected municipalities

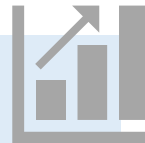
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- Restoration of municipal infrastructure and provision of essential services
- Access to finance for forcibly displaced

## Phase 2: Reconstruction & Recovery

### Economic Recovery

Finance & Banking | Technology | Agriculture, industry and commerce



### Infrastructure Rebuild

Housing & Municipal services | Transport | Energy and extractives | Telecommunications



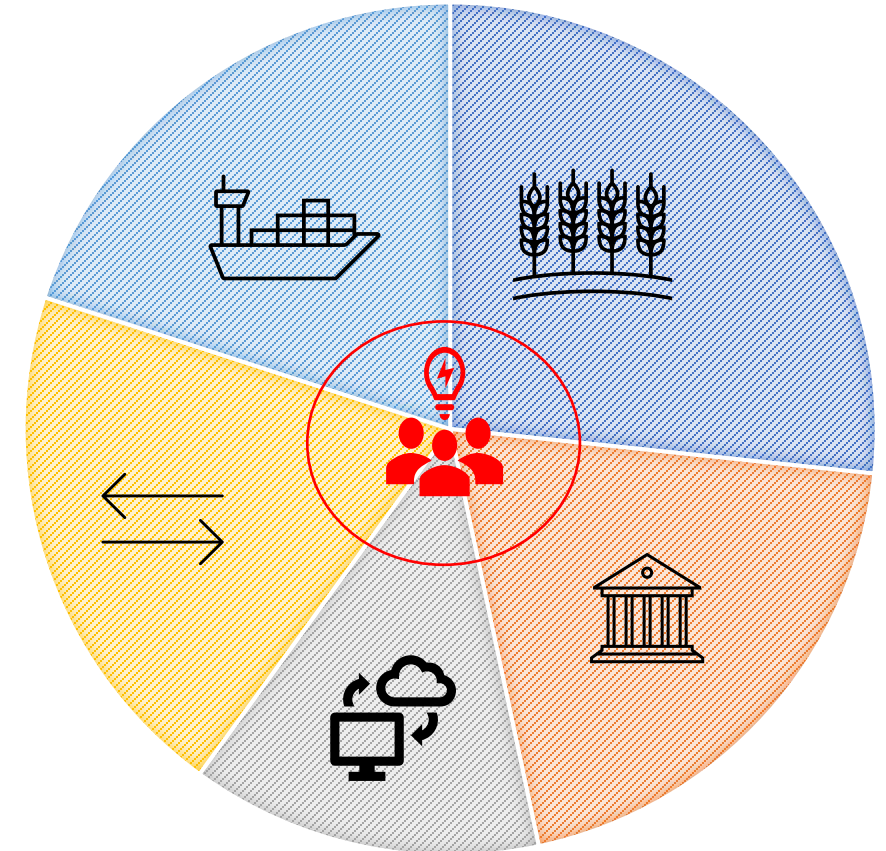
# IFC'S SUPPORT FOR PRIVATE SECTOR SINCE INVASION

## Investment

- Risk-sharing facilities with financial intermediaries to support SMEs
- Guarantees & working capital across sectors
- Capex support to support corporates
- Long-term financing and equity investments

## PRIORITY SECTORS

■ Agriculture ■ Finance & Banking ■ Tech ■ Trade ■ Transport ■ SMEs



Over \$1 billion, incl. own commitments & mobilization

## Upstream

(Investment project preparation work)

- Recovery of agribusiness value chains & developing value-added agri processing
- Improving alternative trading routes for food commodities
- Preparing modular solar energy solutions
- Modernization options for river transport fleet
- Introduction of asset-based finance solutions for SMEs

## Advisory

- SMEs access to finance
- Access to finance for forcibly displaced/refugees
- Work with municipalities on housing for internally displaced people and residential stock repairs
- Development of Fintech market
- PPPs in infrastructure, energy, and social sectors

## Analytical work

- Comprehensive analytical work to identify key policy measures to unlock private sector opportunities for Ukraine's reconstruction



# INVESTMENT PROJECTS | AGRICULTURE

**\$69 million** to support global agri trader for Ukraine's operations



**\$5 million** investment to support reconstruction of the agri plant



**\$130 mn** investment to help MHP, Ukraine's leading poultry producer, sustain productivity and expand its waste-to-energy plant (*enabled by FCDO support*)



# INVESTMENT PROJECTS | FINANCE AND BANKING

**\$50 million** investment in three RSFs with the Ukrainian FIs to support SMEs (incl. farmers and women-owned businesses)



IFC takes up to **50% credit risk** on the up to \$100m portfolio of SME loans.



These are the **first risk-sharing facilities in Ukraine** under IFC's Small Loan Guarantee Program, supported by the European Commission





# INVESTMENT PROJECTS | TRADE FINANCE

**\$260 million +** in guarantees to ensure imports of natural gas and diesel for agri machinery, agri equipment and other staples



**\$70 million** for grain exports



Guarantees for Ukrainian partner banks on their cross-border payments to VISA and Mastercard



# INVESTMENT PROJECTS | TECH

**\$60 million** equity investment in Horizon to support fast-growing tech companies in Ukraine and Moldova



**\$5.5 million** investment in Preply, on-line language school



**\$5 million** investment in Miratech, software producer



# CURRENT PROGRAM | ADVISORY & UPSTREAM PROJECTS

## Agriculture



### Agri Resilience Program

Comprehensive analysis of agrifood value chains | Assistance in developing bankable investment projects in sustainable farming, value-added food processing and agri commodities trade

### Agriculture Capital Markets Project

Promotion of Electronic Crop Receipts to improve smaller farmers' access to finance and provide a secure asset class for investors

## Energy & Extractives



Work with Scatec to introduce the containerized **solar panels and battery solutions**

## Financing & Banking

### Digital Financial Services

Support with reforms implementation in digital finance and FinTech

## Transport



Private sector engagement for **modernization of the Danube Shipping Company**

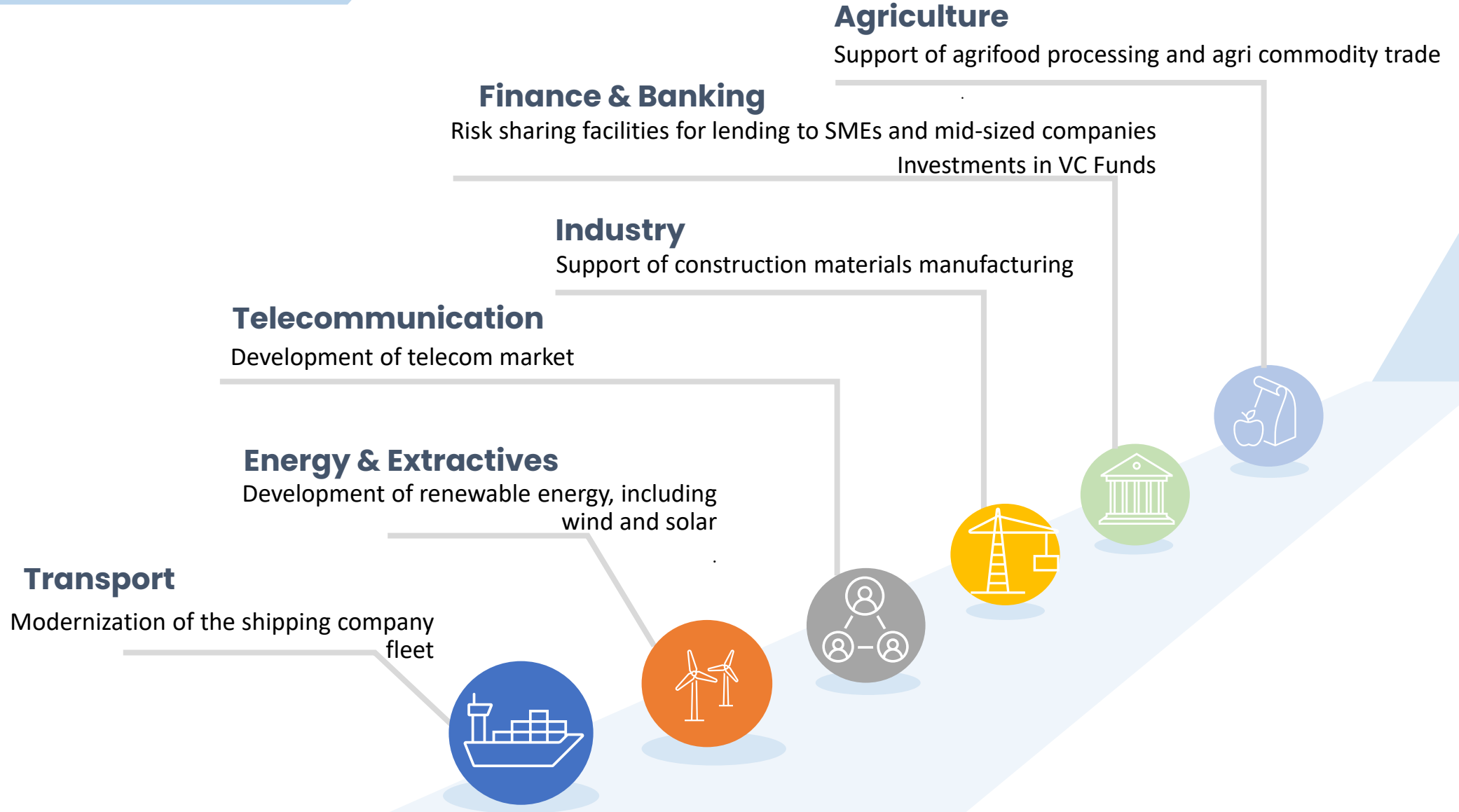
Key advisory role in PPP project for **modernization of the Chornomorsk port**

## Social sectors

Development of the **PPP** model for modernization of the specialized children's medical rehabilitation center

# IFC HAS A MATURE PIPELINE BY MID-2025

*Over \$1.5 billion,  
incl. own commitments & mobilization*



# WORLD BANK GROUP: THIRD RAPID DAMAGE AND NEEDS ASSESSMENT

[WHO WE ARE](#)[WHAT WE DO](#)[WHERE WE WORK](#)[UNDERSTANDING POVERTY](#)[WORK WITH US](#)[Understanding Poverty](#) / [Research & Publications](#) / [Documents & Reports](#)This page in: [English](#) | [Español](#) | [Français](#) | [Português](#) | [Русский](#) | [العربية](#) | 

## Ukraine - Third Rapid Damage and Needs Assessment (RDNA3) February 2022 – December 2023 (English)

This third Rapid Damage and Needs Assessment (RDNA3)—undertaken jointly by the World Bank, the Government of Ukraine, the European Commission, and the United Nations and supported by other partners—takes stock of almost two years of the ongoing war, estimating damage and losses along with recovery and reconstruction needs for 10 years. Beyond physical and financial impacts that are more readily quantified, the RDNA3 provides a...

[See More](#)

### DETAILS

Author	<a href="#">World Bank</a>
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#### COMPLETE REPORT

Official version of document (may contain signatures, etc)  
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