



Project Summary Information

Date of Document Updating: September 1, 2024

Project Name	International Finance Corporation Emerging Asia Fund
Project Number	P000031
AIIB Member	Multi-country
Sector/Subsector	Multi-sector
Status of Financing	Approved
Project Description	<p>The International Finance Corporation (IFC) Emerging Asia Fund (the Fund) is being formed to provide investors with the opportunity to invest in IFC's proprietary pipeline of investments in Emerging Asia. The Fund intends to make non-controlling equity, quasi-equity, and equity-related investments in companies, entities or other arrangements to build a diversified portfolio of investments across Emerging Asia.</p> <p>The Fund is an Emerging Asia growth-focused private equity fund with a returns-driven strategy, selectively investing growth capital across multiple sectors with IFC over a five-year period. The Fund seeks to build a diversified portfolio of investments across Emerging Asia through geographic and industry diversification. The target sectors of the Fund are: (i) infrastructure; (ii) financial institutions; and (iii) manufacturing, agribusiness and services.</p> <p>The Fund investment is well-aligned with the Bank's mandate to: (i) foster sustainable economic development, create wealth and improve infrastructure connectivity in Asia by investing in infrastructure and other productive sectors; and (ii) promote regional cooperation and partnership in addressing development challenges by working in close collaboration with other multilateral development institutions such as IFC.</p>
Objective	<p>The objective is to facilitate private equity investments in companies, entities or other arrangements in Emerging Asia, which generate attractive risk-adjusted returns and achieve high developmental impact. Key target markets include established markets (China, India), developing markets (such as Indonesia, Philippines), and frontier markets (such as Bangladesh, Cambodia, Myanmar, Sri Lanka and Viet Nam). The Bank will be excused from making an advance to the Fund for any proposed investment in a country that is not a member of the Bank.</p>

	Private equity funds can have a significant impact on company growth and job creation in emerging markets. Investing through private equity funds can: (i) have positive impacts on economic activity and promote job creation by providing capital and expertise to selected companies; (ii) promote the development of the private equity asset class in emerging markets; (iii) stimulate emerging areas (e.g. in renewable energy, infrastructure); and (iv) in the case of the Bank, broaden its reach to the region's least developed countries. Each investment is intended to generate both financial returns and positive and measurable development impact.
Environmental and Social Category	FI
Environmental and Social Information	The Project is categorized FI, because the financing structure involves the provision of funds through a financial intermediary, whereby the Bank delegates the decision-making on the use of the Bank funds, including the selection, appraisal, approval and monitoring of investments. The Fund is a subsidiary of IFC and is required to follow IFC's Policy on Environmental and Social Sustainability and Performance Standards in matters of environmental and social due diligence. The Fund will screen and categorize investments as Category A, B, C or FI, and review, conduct due diligence on, and monitor the environmental and social risks and impacts associated with the investments. IFC's Policy and Performance Standards are consistent with the Bank's Articles of Agreement, and materially consistent with the provisions of the Bank's Environmental and Social Policy and relevant Environmental and Social Standards. Moreover, the monitoring procedures that IFC has in place to ascertain compliance with its Policy and Performance Standards are considered consistent with the Environmental and Social Policy of the Bank. The Fund will comply with the IFC Exclusion List as well as with limitations on financing fossil fuel power generation investments as described in the Bank's Energy Sector Strategy. The Bank will monitor the environmental and social aspects of Fund investments in cooperation with IFC.
AIIB Commitment	USD 150 million
Fund Manager	IFC
Date of First Disbursement	October 2017

Contact Points	AIIB		IFC Emerging Asia Fund
Name	Rusu Lee	Shi Min Png	Andrew Yee
Title	Senior Investment Officer	Investment Analyst	Head, IFC Emerging Asia Fund

Email Address	rusu.lee@aiib.org	shimin.png@aiib.org	ayee1@ifc.org
Date of Concept Review Decision	June 7, 2017		
Date of Final Review Decision	August 16, 2017		
Date of Financing Approval	September 27, 2017		

Independent Accountability Mechanism	<p>The Project-affected People's Mechanism (PPM) has been established by the AIIB to provide an opportunity for an independent and impartial review of submissions from Project-affected people who believe they have been or are likely to be adversely affected by AIIB's failure to implement its Environmental and Social Policy in situations when their concerns cannot be addressed satisfactorily through Project-level Grievance Redress Mechanisms or AIIB Management's processes.</p> <p>For information on the PPM, please visit Policy on the Project-affected People's Mechanism - Operational Policies & Directives - AIIB.</p>
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