

## **PROJECT ABSTRACT**

<b>Project name:</b>	Banco Ficohsa Green Facility
<b>Project number:</b>	HO-L1067
<b>Country:</b>	Honduras
<b>Facility Type:</b>	Senior
<b>Department:</b>	Structured and Corporate Finance (SCF)
<b>Division:</b>	Financial Markets (FMK)

### **I. PROJECT DESCRIPTION**

The proposed project consists of a financing facility (the “Facility”) for Banco Financiera Comercial Hondureña, S.A. (“Ficohsa”) to support the development of an environmentally sustainable, “green”, loan portfolio of small and medium enterprises (“SMEs”), mid-size corporates and projects. The Facility would be for a total amount of US\$20 million, with a US\$10 million senior A loan to be provided by the IDB for up to 5 years and, subject to market demand, the IDB will try to syndicate a senior B loan of approximately US\$10 million.

The proposed Facility would be the first IDB green facility in Honduras and it would support Banco Ficohsa, the third largest bank in the country, with long-term financing that will serve to develop a portfolio of environmentally sustainable projects in Honduras, particularly in the areas of renewable energy, energy efficiency, agriculture and sustainable agribusiness, as well as with SMEs. The longer-term credit will facilitate investment and foster sustained economic growth in the country.