

 Early Warning System

IIC-12125-01

Jamaica Broilers



Quick Facts

Countries	Haiti, Jamaica
Financial Institutions	IDB Invest (IDBI)
Bank Risk Rating	B
Voting Date	2017-12-11
Borrower	Jamaica Broilers Group Limited
Sectors	Agriculture and Forestry
Investment Type(s)	Loan
Investment Amount (USD)	\$ 16.00 million
Loan Amount (USD)	\$ 16.00 million
Project Cost (USD)	\$ 16.00 million



Project Description

According to IIC website, the proposed operation consists of the following financing facilities:

1. IIC Guarantee: The IIC will issue a local currency guarantee for up to an equivalent amount of US\$11 million in favor of Sagicor to provide competitive financing to Jamaica Broilers Group Limited in local currency. In turn, Sagicor will provide JBGL a 3-year tenor senior loan in local currency for up to an equivalent amount of US\$10 million to finance its working capital needs, which consist in chicks, feeds, services and financing provided to farmers, in order to support the Company's growth.
2. IDB Senior Loan I: The IDB will provide to Haiti Broilers S.A. a 2-year senior loan in local currency for up to an equivalent amount of US\$2 million to provide working capital financing to small and medium farmers (of broilers and layers) that supply HB. The local currency will be offered by using the exchange rate hedge offered by TCX.
3. IDB Senior Loan II: The IDB will provide to HB an 8-year senior loan in local currency for up to an equivalent amount of US\$3 million to finance the acquisitions of the land where HB currently has its chicken houses. The local currency will be offered by using the exchange rate hedge offered by TCX.



Investment Description

- IDB Invest (IDBI)

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.

- [Sagicor Financial Corporation](#) (Financial Intermediary)



Private Actors Description

The IDB Invest lists the following private actor description:

"Jamaica Broilers Group Limited (JBGL) began operations 60 years ago and is the leading poultry manufacturer in Jamaica with an estimated market share of 40% and the largest poultry producer in the Caribbean. JBGL is a vertically integrated company producing and selling chicken meat and processed chicken meat products, table eggs, fertile eggs, baby chicks, animal feed, and other agricultural products. In the year ended in April 2017, JBGL sold 45 million tons of poultry, 155 million tons of animal feed and 15 million chicks, having revenues for around US\$345 million.

The Company has grown over the years expanding its operations to United States and Haiti, establishing HB in 2010 in a joint venture with Haiti Partners S.A., a local Haitian partner. HB established its production facilities in 2012, focused on table eggs, broiler meat, chicks and feed. Currently, accounts for 4,0% of JBGL's consolidated revenues, totaling US\$12.6 million in the year ended in April 2017."



Private Actor 1	Private Actor 1 Role	Private Actor 1 Sector	Relation	Private Actor 2	Private Actor 2 Role	Private Actor 2 Sector
-	-	-	-	Haiti Broilers S.A.	Client	-
-	-	-	-	Jamaica Public Service Company Limited	Client	-



Contact Information

Project Contact: Ian Parsard
Executive Vice President, JBGL
Phone number: (876) 943-4376
Email Address: iparsard@jabgl.com

ACCOUNTABILITY MECHANISM OF IIC

The Independent Consultation and Investigation Mechanism (MICI) is the independent complaint mechanism and fact-finding body for people who have been or are likely to be adversely affected by an Inter-American Development Bank (IDB) or Inter-American Investment Corporation (IIC)-funded project. If you submit a complaint to MICI, they may assist you in addressing the problems you raised through a dispute-resolution process with those implementing the project and/or through an investigation to assess whether the IDB or IIC is following its own policies for preventing or mitigating harm to people or the environment. You can submit a complaint by sending an email to MICI@iadb.org. You can learn more about the MICI and how to file a complaint at <http://www.iadb.org/en/mici/mici,1752.html> (in English) or <http://www.iadb.org/es/mici/mici,1752.html> (Spanish).



Bank Documents

- [environmental_and_social_action_plan_esap-jamaica_broilers.pdf](#)

Campaign Documents

- [Business and Human Rights Resource Centre: Jamaica Broilers Group](#)
- [Business and Human Rights Resource Centre: Sagicor](#)