



## China, People's Republic of: CDH VGC Fund II, L.P.

Project Name	CDH VGC Fund II, L.P.		
Project Number	53185-001		
Borrower/Company	CDH VGC Fund II, L.P.		
Country	China, People's Republic of		
Location	Nation-wide		
Approval Number	7606		
Type of ADB Assistance / Amount	Ordinary capital resources	USD 30.00 million	Approved
Strategic Agendas	Inclusive economic growth		
Drivers of Change	Partnerships Private sector development		
Sector / Subsector	Finance - Finance sector development		
Gender Equity and Mainstreaming	No gender elements		
Responsible ADB Department	Private Sector Operations Department		
Responsible ADB Division	Private Sector Investment Funds & Special Initiatives Div		
Responsible ADB Officer	Teo, Yee Hean		
Project Sponsor(s)			
Description	An equity investment of up to \$40 million in CDH VGC Fund II, L.P. (_VGC Fund II_ or _the Fund_), a targeted \$500 million People's Republic of China (_PRC_) focused venture and growth capital fund designed to make equity investments in sectors focusing primarily on healthcare, supply chain and/or consumer, and artificial intelligence & technology (_AI+_).		
Objectives and Scope	The proposed investment in VGC Fund II will provide about 20 private companies with growth capital to help fast track their development. In doing so, the fund will help increase the depth and diversity of venture and growth capital business models, encourage entrepreneurship, and support the transition of the PRC economy from one focused on manufacturing to one driven increasingly by innovation and technology.		
Linkage to Country/Regional Strategy	The investment is aligned with the operational priorities of ADB Strategy 2030, including addressing remaining poverty and reducing inequalities by generating quality jobs, improving education, and achieving better health for all. Strategy 2030 also supports using private equity funds as an important modality to extend ADB's reach because of their significant leveraging and mobilizing effects, as well as to promote financial inclusion.		
<b>Safeguard Categories</b>			
Environment		FI	
Involuntary Resettlement		FI	
Indigenous Peoples		FI	
<b>Summary of Environmental and Social Aspects</b>			
Environmental Aspects			
Involuntary Resettlement			
Indigenous Peoples			
Stakeholder Communication, Participation, and Consultation			
<b>Timetable for assistance design, processing and implementation</b>			
Concept Clearance		04 Jul 2019	
Due Diligence			
Credit Committee Meeting		06 Sep 2019 to 06 Sep 2019	
Approval		18 Oct 2019	
Last PDS Update		18 Oct 2019	

Request for Information

<http://www.adb.org/forms/request-information-form?subject=53185-001>

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