



## MSME Growth Innovation and Inclusive Finance Project (P151544)

SOUTH ASIA | India | Finance & Markets Global Practice |  
IBRD/IDA | Investment Project Financing | FY 2015 | Seq No: 2 | ARCHIVED on 02-Aug-2015 | ISR19880 |

Implementing Agencies: Small Industries Development Bank of India

## Key Dates

## Key Project Dates

Board Approval date:24-Feb-2015

Effectiveness Date:26-Jun-2015

Planned Mid Term Review Date:--

Actual Mid-Term Review Date:--

Original Closing Date:31-Mar-2020

Revised Closing Date:31-Mar-2020

## Project Development Objectives

Project Development Objective (from Project Appraisal Document)

The project development objective is to improve access to finance of MSMEs in manufacturing and service sectors from early to growth stage, including through innovative financial products.

Has the Project Development Objective been changed since Board Approval of the Project Objective?

No

## Components

Name

Spurring Early Stage and Risk Capital Finance:(Cost \$165.00 M)

Supporting Service Sector Financing Models:(Cost \$220.00 M)

Supporting Finance to Manufacturing Sector:(Cost \$165.00 M)

## Overall Ratings

Name	Previous Rating	Current Rating
Progress towards achievement of PDO	● Satisfactory	● Satisfactory
Overall Implementation Progress (IP)	● Satisfactory	● Satisfactory
Overall Risk Rating	● Moderate	● Moderate



## Implementation Status and Key Decisions

The loan has been made effective on June 26, 2015.

## Risks

### Systematic Operations Risk-rating Tool

Risk Category	Rating at Approval	Previous Rating	Current Rating
Political and Governance	● Low	● Low	● Low
Macroeconomic	● Low	● Low	● Low
Sector Strategies and Policies	● Low	● Low	● Low
Technical Design of Project or Program	● Moderate	● Moderate	● Moderate



Institutional Capacity for Implementation and Sustainability	● Low	● Low	● Low
Fiduciary	● Low	● Low	● Low
Environment and Social	● Moderate	● Moderate	● Moderate
Stakeholders	● Low	● Low	● Low
Other	● Low	● Low	● Low
Overall	● Moderate	● Moderate	● Moderate

## Results

### Project Development Objective Indicators

#### ► Outstanding MSME loan portfolio in risk capital financing including startups (Amount(USD), Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	136.00	--	147.00	300.00
Date	31-Mar-2014	--	31-Mar-2015	31-Mar-2020

#### ► Turnover of startups supported through the project (Amount(USD), Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	100.00
Date	31-Mar-2014	31-Mar-2014	31-Mar-2015	31-Mar-2020

#### ► Outstanding MSME loan portfolio in the manufacturing sector (Amount(USD), Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	497.00	1114.00	552.31	1283.00
Date	31-Mar-2014	31-Mar-2014	31-Mar-2015	31-Mar-2020

#### Comments

The baseline for this PDO indicator was revised from USD 1,114 million to USD 497 million as of March 31, 2014 (The previous baseline number was provided based on a file representing SIDBI entire portfolio across all sectors (including services and manufacturing) which led to an incorrect estimate of the manufacturing sector baseline). The new yearly targets are based on previous estimates of incremental changes (which were based on a different baseline). The yearly progress on this indicator will be reviewed after one year of implementation and yearly targets will be confirmed. A restructuring paper will then be submitted to record the changes in targets.



► Outstanding MSME loan portfolio in the service sector (Amount(USD), Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	346.00	--	362.49	945.00
Date	31-Mar-2014	--	31-Mar-2015	31-Mar-2020

Comments

The baseline initially recorded at USD 365 million was re-estimated based on the exchange rate of 1USD=INR 63.3 which is the exchange rate used for all other indicators.

► Total number of MSMEs beneficiaries under the credit line (Number, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	1650.00
Date	31-Mar-2014	31-Mar-2014	31-Mar-2015	31-Mar-2020

Overall Comments

**Intermediate Results Indicators**

► Number of MSMEs extended risk capital under the credit line (Number, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	330.00
Date	31-Mar-2014	31-Mar-2014	31-Mar-2015	31-Mar-2020



► Average time for processing credit for startups (Months, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	6.00	6.00	6.00	1.00
Date	31-Mar-2014	31-Mar-2014	31-Mar-2015	31-Mar-2020

► Volume of loans extended to MSMEs using innovative methods including franchising finance under the credit line (Amount(USD), Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	60.00
Date	31-Mar-2014	31-Mar-2014	31-Mar-2015	31-Mar-2020

► Non-performing loans (NPLs) of PFIs' MSME portfolio (Text, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	TBD	--	TBD	Less than 8%
Date	31-Mar-2014	31-Mar-2014	31-Mar-2015	31-Mar-2020

► Total number PFIs supported under the credit line (Number, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	8.00
Date	31-Mar-2014	31-Mar-2014	31-Mar-2015	31-Mar-2020



## ▶ Number of service sector MSMEs reached under the credit line (Number, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	480.00
Date	31-Mar-2014	31-Mar-2014	31-Mar-2015	31-Mar-2020

## ▶ Strengthened credit appraisal methods for service sector loans (Text, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	Sufficient	--	Sufficient	Strong
Date	31-Mar-2014	31-Mar-2014	31-Mar-2015	31-Mar-2020

## ▶ Number of new schemes introduced and dedicated for women-owned / managed MSMEs (Number, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	2.00
Date	31-Mar-2014	31-Mar-2014	31-Mar-2015	31-Mar-2020

## ▶ Number of MSMEs benefitting from loan extension services under the credit line (Number, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	150.00
Date	31-Mar-2014	31-Mar-2014	31-Mar-2015	31-Mar-2020



► Number of new schemes/products introduced and piloted for the manufacturing sector (Number, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	4.00
Date	31-Mar-2014	31-Mar-2014	31-Mar-2015	31-Mar-2020

► Number of women-owned / managed MSME beneficiaries under the credit line (Number, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	400.00
Date	31-Mar-2014	31-Mar-2014	31-Mar-2015	31-Mar-2020

► Number of SIDBI and PFI officials trained (cumulative and by gender) (Number, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	250.00
Date	31-Mar-2014	31-Mar-2014	31-Mar-2015	31-Mar-2020

► Number of MSMEs (other than early stage) in Low Income States benefitting from the line of credit (Number, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	400.00
Date	31-Mar-2014	31-Mar-2014	31-Mar-2015	31-Mar-2020



## ▶ Improved collaboration for information sharing with external partners (Text, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	Sufficient	--	Sufficient	Strong
Date	31-Mar-2014	31-Mar-2014	31-Mar-2015	31-Mar-2020

## ▶ Volume of Bank Support: Lines of Credit - SME (Amount(USD), Core)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	--	0.00	500.00
Date	31-Mar-2014	--	31-Mar-2015	31-Mar-2020

## Overall Comments

**Data on Financial Performance****Disbursements (by loan)**

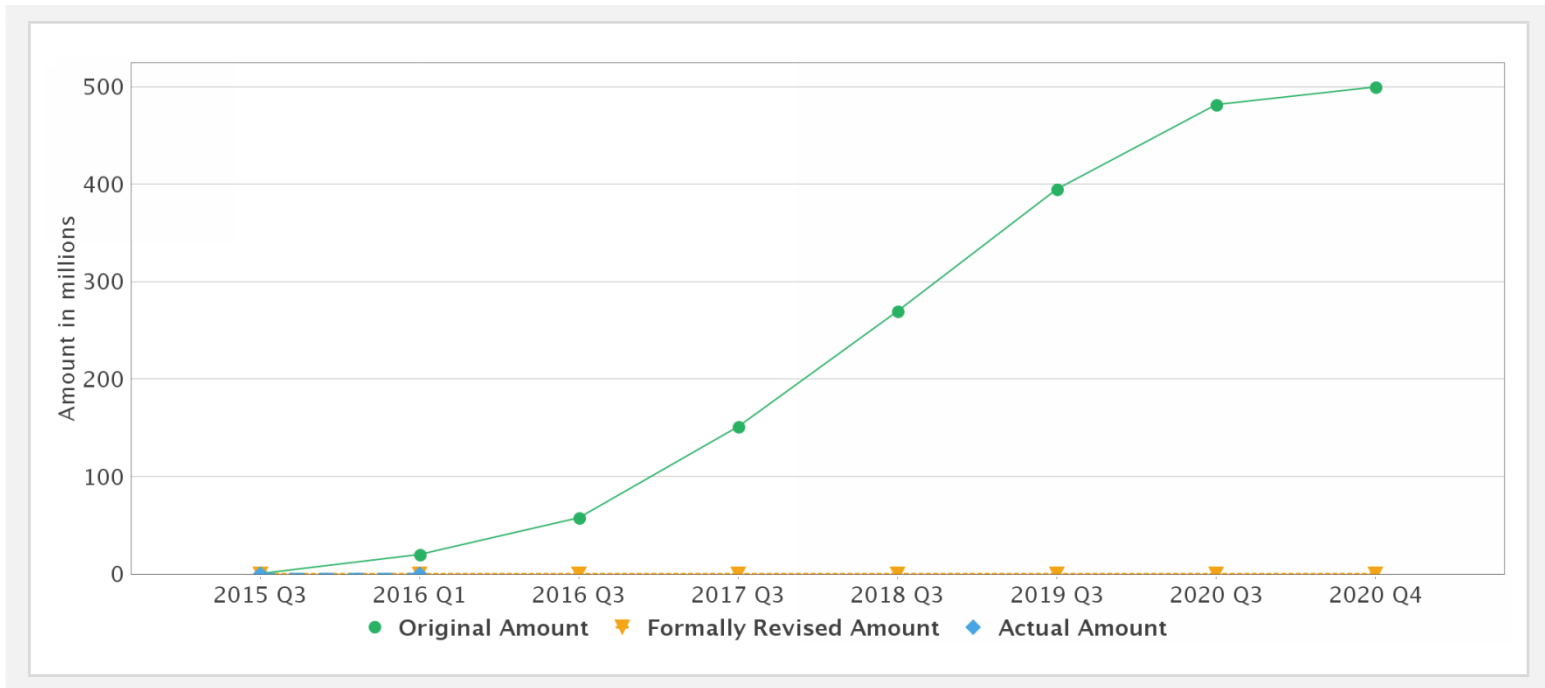
Project	Loan/Credit/TF	Status	Currency	Original	Revised	Cancelled	Disbursed	Undisbursed	Disbursed
P151544	IBRD-84710	Effective	USD	500.00	500.00	0.00	1.25	498.75	0%

**Key Dates (by loan)**

Project	Loan/Credit/TF	Status	Approval Date	Signing Date	Effectiveness Date	Orig. Closing Date	Rev. Closing Date
P151544	IBRD-84710	Effective	24-Feb-2015	31-Mar-2015	26-Jun-2015	31-Mar-2020	31-Mar-2020

**Cumulative Disbursements**





## Restructuring History

There has been no restructuring to date.

## Related Project(s)

There are no related projects.