



ADB-37909-025

Due Diligence and Capacity Development of Trade Finance Program  
Banks



# Early Warning System

## Due Diligence and Capacity Development of Trade Finance Program Banks

ADB-37909-025

### Quick Facts

Financial Institutions	Asian Development Bank (ADB)
Status	Approved
Bank Risk Rating	U
Borrower	Private
Sectors	Finance, Industry and Trade, Technical Cooperation
Investment Type(s)	Grant
Investment Amount (USD)	\$ 17.50 million



### Project Description

According to the bank website, "The importance of short-term trade finance in achieving the Global Sustainable Development Goals (SDGs) is explicitly recognised in the Addis Ababa Action Agenda on Financing for Development. Yet, ADB's Trade Finance Gaps Growth and Jobs survey of September 2017 confirmed a global trade finance gap of \$1.5 trillion, and determined that 40% of this gap is in Asia and the Pacific, with 74% of rejected trade finance transactions coming from SMEs. The Trade Finance Program (TFP) and this related technical assistance are focused on reducing market gaps for trade finance. TFP closes market gaps for trade finance by providing guarantees and loans to partner banks to support trade. In 2017 TFP supported 3,500 transactions valued at \$4.5 billion. Over 85% of TFP's transactions support SMEs. In addition to doing transactions, TFP provides capacity building (technical assistance, training, seminars, work shops), through this TA, to partner banks, which contributes to closing gaps. More information can be found at [www.adb.org/tpf](http://www.adb.org/tpf)."



### Investment Description

- Asian Development Bank (ADB)



### Contact Information

Responsible ADB Department Private Sector Operations Department

Responsible ADB Division Private Sector Financial Institutions Division

Responsible ADB Officer Beck, Steven

### ACCOUNTABILITY MECHANISM OF ADB

The Accountability Mechanism is an independent complaint mechanism and fact-finding body for people who believe they are likely to be, or have been, adversely affected by an Asian Development Bank-financed project. If you submit a complaint to the Accountability Mechanism, they may investigate to assess whether the Asian Development Bank is following its own policies and procedures for preventing harm to people or the environment. You can learn more about the Accountability Mechanism and how to file a complaint at: <http://www.adb.org/site/accountability-mechanism/main>



### Bank Documents

- Project Disclosure PDF [\[Original Source\]](#)



### Other Related Projects

- ADB-37909-024 REG: TRADE FINANCE FACILITATION PROGRAM
- ADB-37909-029 Capacity Building for Enhanced Safeguards, Anti-Corruption and Integrity Measures, Gender Equity Pol
- ADB-37909-027 Trade Finance Program (Additional Financing)
- ADB-37909-030 Due Diligence and Capacity Development of Trade Finance Program Banks (Subproject 2)
- ADB-37909-041 Trade and Supply Chain Finance Capacity Development in Asia and the Pacific
- ADB-37909-045 Trade and Supply Chain Finance Capacity Development
- ADB-37909-044 Legal Documentation Development for Trade and Supply Chain Finance Program