Early Warning System

ADB-48015-002

Supporting the Credit Guarantee System for Economic Diversification and Employment Project

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Quick Facts

Countries	Mongolia
Financial Institutions	Asian Development Bank (ADB)
Status	Approved
Bank Risk Rating	C
Voting Date	2015-11-27
Borrower	Government of Mongolia
Sectors	Finance, Industry and Trade
Investment Type(s)	Advisory Services, Loan
Investment Amount (USD)	$ 60.80 million
Loan Amount (USD)	$ 60.00 million
Grant Amount (USD)	$ 0.80 million

Project Description

According to ADB website, the ADB is working with Mongolia to improve access to finance for small and medium sized enterprises—which make up over 90% of all registered businesses in the country. The project is providing new financing guarantee products for the Credit Guarantee Fund of Mongolia, making it easier for smaller businesses to source long-term funds from banks. The impact of the project will be Job creation in nonmining-related sectors increased (SME Development Program, 2014 2016).

Early Warning System Project Analysis

The ADB categorized the project risks as follows:

Environment - FI;
Involuntary Resettlement - FI-C;
Indigenous Peoples - FI-C.

Investment Description

- Asian Development Bank (ADB)

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.

- Capitron Bank (Mongolia) (Financial Intermediary)

Private Actors Description

As stated on the company's Facebook profile, GrapeCity Mongolia LLC is an IT solution provider based in Mongolia, offering Core Banking and Digital Finance Solutions.

As stated on the company's website, Capitron Bank started operations in 2001 with an authorized capital of 3.0 billion MNT along with 17 employees.

Private Actor 1	Private Actor 1 Role	Private Actor 1 Sector	Relation	Private Actor 2	Private Actor 2 Role	Private Actor 2 Sector
-	-	-	-	Credit Guarantee Fund of Mongolia	Undisclosed	Finance
-	-	-	-	GrapeCity Mongolia LLC	Contractor	Communications

Contact Information

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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

- Attached Technical Assistance [Original Source]
- Contribution to the ADB Results Framework [Original Source]
- Country Economic Indicators [Original Source]
- Development Coordination [Original Source]
- Economic Analysis [Original Source]
- Ediin zasgiig torolzhuulekh bolon azhlyn bairyg nemegduulekhed zeeliin batlan daaltyn togtoltsoog be [Original Source]
- Eligibility Criteria for Participating Financial Institutions [Original Source]
- Environmental and Social Management System Arrangements [Original Source]
- Financial Analysis [Original Source]
- Loan Agreement (Ordinary Operations) for Loan 3338-MON: Supporting the Credit Guarantee System for E [Original Source]
- Prohibited Investment Activities List [Original Source]
- Project Administration Manual
- Project Agreement for Loan 3338-MON: Supporting the Credit Guarantee System for Economic Diversifica [Original Source]
- Project Disclosure PDF [Original Source]
- Risk Assessment and Risk Management Plan [Original Source]
- Sector Assessment (Summary): Small and Medium-Sized Enterprises [Original Source]
- Summary Poverty Reduction and Social Strategy [Original Source]
- Supporting the Credit Guarantee System for Economic Diversification and Employment Project: Environm [Original Source]
- Supporting the Credit Guarantee System for Economic Diversification and Employment Project: Initial [Original Source]
- Supporting the Credit Guarantee System for Economic Diversification and Employment Project: Project [Original Source]
- Supporting the Credit Guarantee System for Economic Diversification and Employment Project: Report a [Original Source]

Other Related Projects

- ADB-48015-001 Supporting the Credit Guarantee System for Economic Diversification and Employment Project