Early Warning System

ADB-50074-001

Rural Financial Inclusion Project

Early Warning System
Rural Financial Inclusion Project

ADB-50074-001

Quick Facts

Countries	Armenia
Financial Institutions	Asian Development Bank (ADB)
Status	Approved
Bank Risk Rating	C
Voting Date	2016-12-07
Borrower	Finca Armenia UCO CJSC (FIAR)
Sectors	Agriculture and Forestry, Finance
Investment Type(s)	Loan
Investment Amount (USD)	$ 6.00 million
Loan Amount (USD)	$ 6.00 million
Project Cost (USD)	$ 6.20 million

Project Description

This project finances Finca Armenia UCO CJSC as a financial intermediary to invest in micro, small and medium-sized enterprises based outside of Yerevan. This funding is also to be used in the agriculture sector.

The ADB is also providing a technical assistance project to fund the development of a credit scoring system and SMART certification of Finca Armenia.

Early Warning System Project Analysis

The ADB categorized the project E&S risks as follows:

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

Investment Description

- Asian Development Bank (ADB)

Up to 75% of ADB's funding will go to micro, small and medium-sized enterprises outside of Yerevan.
Up to 70% will be used to onlend to agri-borrowers.

The associated technical assistance amount is US$200,000.

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.

- Finca Armenia UCO CJSC (Financial Intermediary)

Private Actors Description

FINCA Armenia is the Armenian subsidiary of the FINCA Group, a provider of financial services.

Contact Information

No contacts available

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

- Initial Poverty and Social Analysis: Senior Loan to FINCA Armenia Rural Financial Inclusion [Original Source]
- Project Disclosure PDF
- Rural Financial Inclusion Project: Report and Recommendation of the President [Original Source]

Other Related Projects

- ADB-50074-002 Ameriabank CJSC: Capacity Building for Ameriabank