

 Early Warning System

ADB-58135-001

Promoting Inclusive and Green Housing Finance



Quick Facts

Countries	Kazakhstan
Financial Institutions	Asian Development Bank (ADB)
Status	Proposed
Bank Risk Rating	C
Borrower	Government of Kazakhstan - Otbasny Bank JSC
Sectors	Finance
Investment Type(s)	Grant, Loan
Investment Amount (USD)	\$ 200.50 million
Loan Amount (USD)	\$ 200.00 million
Grant Amount (USD)	\$ 0.50 million



Project Description

According to the Bank's website, the project will promote affordable residential mortgage loans to women and the development and funding of benchmark green mortgage products in Kazakhstan via Otbasyl Bank. This will enable them to target segments of the population that are significantly underserved in the market by the private sector by providing: (i) qualified women sub-borrowers with long-term, fixed rate subloans (mortgages) in local currency to acquire or renovate housing; and (ii) qualified low-to-moderate income population sub-borrowers with long-term, fixed rate subloans (green mortgages) in local currency to acquire green, energy efficient housing or for the renovation of existing housing to improve energy efficiency.

Kazakhstan faces the challenge of sustainable and affordable housing development and finance. There is a lack of affordable housing, low quality housing, limited access to land for construction, rising housing prices, and a lack of framework conditions for energy modernization of the old housing stock and the finance of green, energy efficient new housing. According to the Ministry of Industry and Infrastructure Development (MIID), more than 651,960 Kazakhstanis are on the waiting list for housing as of April 2024 under state programs. This number increases by about 10% yearly.



Early Warning System Project Analysis

Environment: C

Involuntary Resettlement: C

Indigenous Peoples: C



Investment Description

- Asian Development Bank (ADB)

Loan (Ordinary capital resources): US\$ 200.00 million

Grant (Technical Assistance Special Fund): US\$ 500,000.00

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.

- [Otbasy Bank JSC](#) (Financial Intermediary)



Private Actors Description

The Government prioritizes housing finance and affordable housing development through various key strategic plans and has developed several housing programs. Those programs are implemented through **Otbasy Bank** that is fully owned by Baiterek Holding, a state holding company. Otbasy Bank has a mandate to provide mortgages for affordable housing to the low-to-moderate income and vulnerable population segments.



Contact Information

No contacts available at the time of disclosure.

ACCESS TO INFORMATION

You can submit an information request for project information at: <https://www.adb.org/forms/request-information-form>

ADB has a two-stage appeals process for requesters who believe that ADB has denied their request for information in violation of its Access to Information Policy. You can learn more about filing an appeal at: <https://www.adb.org/site/disclosure/appeals>

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>.