

 Early Warning System

DFC-2023-HORIZONCAPITAL
Horizon Capital Growth Fund IV, LP ("HCGF IV")



Quick Facts

Countries	Moldova, Ukraine
Financial Institutions	US International Development Finance Corporation (DFC)
Status	Approved
Bank Risk Rating	C
Borrower	Horizon Capital
Sectors	Finance, Industry and Trade
Investment Type(s)	Equity
Investment Amount (USD)	\$ 25.00 million
Project Cost (USD)	\$ 250.00 million



Project Description

As stated by the DFC, the Fund is expected to have a positive development impact in Ukraine and Moldova by providing investments into growth-stage companies in the technology sector. The Russian invasion has caused significant economic damage to Ukraine, and uncertainty caused by the war has made capital scarce for growth-stage businesses in Ukraine while the influx of refugees has strained resources in Moldova. Nevertheless, the technology sector has been a bright spot for the economy, representing the only major sector experiencing growth for Ukraine in 2022.

The Fund will fill an important gap by providing much-needed capital to companies in a resilient sector that can drive job creation and economic growth for Ukraine, while also supporting the nascent start-up sector in conflict-affected Moldova.

The Fund will focus on high-growth, later-stage technology and export-oriented companies in Ukraine and Moldova across a range of sectors, including eCommerce, fintech, IT products and services, and consumer retail.



Early Warning System Project Analysis

As stated by the DFC, equity investments into funds are screened as a **Category D** activity for the purposes of environmental and social assessment. Based on DFC's due diligence, the Fund's downstream investments are anticipated to pose limited environmental and social risks that are site specific and can be readily mitigated through the application of sound environmental and social management practices.



Investment Description

- US International Development Finance Corporation (DFC)

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.

- [HORIZON CAPITAL](#) (Financial Intermediary)



Private Actors Description

As stated by the DFC, Horizon Capital Growth Fund IV, L.P. is incorporated in Wilmington, Delaware. The Fund will be managed by Horizon Capital Associates IV, LLC, operating from its office in Kyiv, Ukraine.

As stated on the company's website, Horizon Capital is a leading private equity firm in Emerging Europe, backed by over 40 institutional investors. We have a tenure of over 29 years in the region and manage six funds with assets under management of over \$1.6 billion.



Contact Information

No project contacts provided at the time of disclosure.

Financial Intermediary - Horizon Capital:

Address: Pavla Zahrebelnoho Street, 4 (at 13/2 John McCain Str.) Kyiv, 01042, Ukraine

Phone: +380 44 490 5580

Website: <https://horizoncapital.com.ua/>

ACCESS TO INFORMATION

Unlike many other development finance institutions, DFC does not currently have an access to information policy.

Under the United States Freedom of Information Act (FOIA), DFC is obliged to respond to reasonably formulated requests for Agency records. However, DFC may apply exemptions from release to certain types of information and may charge fees in responding to requests. DFC has a designated FOIA officer who is trained in how to respond to requests and implement the law. You can learn more about filing a FOIA request at: <https://www.dfc.gov/foia>

ACCOUNTABILITY MECHANISM OF THE UNITED STATES INTERNATIONAL DEVELOPMENT FINANCE CORPORATION (DFC)

The Office of Accountability is an independent office that addresses complaints about environmental or social issues related to DFC-supported projects. The office provides communities an opportunity to have concerns independently reviewed and addressed. If you submit a complaint to the Office of Accountability, it may assist you by either seeking to address your problems by facilitating a problem solving dialogue between you and those implementing the project and/or investigating whether the DFC complied with its policies to prevent environmental, social, human rights, and labor harms.

You can find more information about the Office of Accountability at: <https://www.dfc.gov/who-we-are/office-accountability>



Bank Documents

- [Project Disclosure](#)



Other Related Projects

- EBRD-53400 Horizon Capital Growth Fund IV
- FMO-61413 Horizon Capital Growth Fund IV, L.P
- EIB-20230284 HORIZON CAPITAL GROWTH FUND IV