Early Warning System

DFC-ALLOY Alloy (Mexico)



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Quick Facts

Countries Mexico

Financial Institutions US International Development Finance Corporation (DFC)

Status Approved

Bank Risk Rating C

Borrower Alloy MF Mexico, S. de R.L. de C.V. and Alloy MF Gestion, S. de R.L. de C.V.

Sectors Finance Investment Type(s) Loan

Investment Amount (USD) \$ 15.00 million Project Cost (USD) \$ 39.74 million

Project Description

OPIC's loan of up to \$15 million will be used to expand Alloy's portfolio of equipment leases, factoring transactions and loans to OPIC Eligible SME borrowers in Mexico (the "Project"). The expected development impacts of this transaction will contribute to OPIC's longstanding objective of closing the credit gap in Mexico. While improvements in financial deepening and access to credit have transpired in the last decade, credit depth in Mexico continues to lag behind that of advanced economies and its Latin America and Caribbean peers.



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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.

• Alloy Merchant Finance (Financial Intermediary)

Private Actors Description

Alloy is an unregulated specialty finance company created in 2015 to provide Mexican SMEs with financing solutions primarily through leasing, factoring and loans. Alloy currently has an office in Mexico City and an office in Houston, Texas in the United States.