

Early Warning System

# EBRD-54402

## AB Loan National Bank of Egypt

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### Quick Facts

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| **Countries** | Egypt |
| **Financial Institutions** | European Bank for Reconstruction and Development (EBRD) |
| **Status** | Approved |
| **Bank Risk Rating** | FI |
| **Voting Date** | 2023-07-12 |
| **Borrower** | NATIONAL BANK OF EGYPT |
| **Sectors** | Finance |
| **Investment Type(s)** | Loan |
| **Investment Amount (USD)** | $ 100.00 million |

## Project Description

According to the Bank’s website, the project consists of the provision of a senior unsecured loan to National Bank of Egypt (NBE) under an A/B loan structure, comprising an A Loan of up to USD 100 million (EUR 93 million) for EBRD's own account and a B Loan for the accounts of participants to be mobilized on a best-efforts basis in several tranches.

The proceeds of the Loan will be used by NBE for on-lending to private Egyptian micro, small and medium size enterprises (MSMEs) with half the proceeds expected to be on-lent to regions outside of Cairo and Alexandria. Half the funds will be specifically channelled to women led and/or owned and young entrepreneurs led and/or owned enterprises, particularly underserved in Egypt.

## Early Warning System Project Analysis

**Categorised FI (2019).** NBE is an existing client of the Bank and is required to continue to comply with EBRD's Performance Requirements (PRs) 2, 4, and 9 and apply the EBRD's relevant E&S Risk Management Procedures. NBE's E&S performance will be monitored through the review of annual reports.

## Investment Description

- European Bank for Reconstruction and Development (EBRD)

Provision of a senior unsecured loan to National Bank of Egypt (NBE) under an A/B loan structure, comprising an A Loan of up to USD 100 million (EUR 93 million) for EBRD's own account and a B Loan for the accounts of participants to be mobilized on a best-efforts basis in several tranches.

## 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.

- National Bank of Egypt (Financial Intermediary)

### Private Actors Description

NATIONAL BANK OF EGYPT - NBE, a commercial bank organised as a joint-stock company and incorporated under the laws of Egypt. NBE is the largest bank in Egypt with total consolidated assets of ca. EUR 165 billion as of end-December 2022 and market shares of ca. 38%, 41% and 38% by assets, loan portfolio and deposits respectively. NBE relies on an extensive network of 615 branches, digital channels to serve 18 million customers and advance its digitalisation and financial inclusion agenda, as well as presence in the UK, the USA, China, South Africa, the UAE, Sudan, South Sudan, and Ethiopia.

## Contact Information

COMPANY CONTACT INFORMATION

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ACCESS TO INFORMATION

You can request information by emailing: accessinfo@ebrd.com or by using this electronic form: https://www.ebrd.com/eform/information-request

ACCOUNTABILITY MECHANISM OF EBRD

The Project Complaint Mechanism (PCM) is the independent complaint mechanism and fact-finding body for people who have been or are likely to be adversely affected by an European Bank for Reconstruction and Development (EBRD)-financed project. If you submit a complaint to the PCM, it may assess compliance with EBRD's own policies and procedures to prevent harm to the environment or communities or it may assist you in resolving the problem that led to the complaint through a dialogue with those implementing the project. Additionally, the PCM has the authority to recommend a project be suspended in the event that harm is imminent.

You can contact the PCM at: pcm@ebrd.com or you can submit a complaint online using an online form at: http://www.ebrd.com/eform/pcm/complaint_form?language=en

You can learn more about the PCM and how to file a complaint at: http://www.ebrd.com/work-with-us/project-finance/project-complaint-mechanism.html

**Bank Documents**

- Translation: AB Loan National Bank of Egypt (Arabic)