Early Warning System

EBRD-55120

FIF - Tanmeyah - MSME Loan

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Quick Facts

Countries	Egypt
Financial Institutions	European Bank for Reconstruction and Development (EBRD)
Status	Approved
Bank Risk Rating	U
Voting Date	2023-12-12
Borrower	Tanmeyah Micro Enterprise Services SAE
Sectors	Finance, Industry and Trade
Investment Type(s)	Loan
Investment Amount (USD)	$ 5.00 million
Loan Amount (USD)	$ 5.00 million
Project Cost (USD)	$ 5.00 million

Project Description

According to the EBRD, the project consists of the provision of a senior unsecured loan to Tanmeyah Micro Enterprise Services under the Financial Intermediaries Framework of up to USD 5.0m (EUR 4.6m) equivalent in EGP. Envisaged tenor for the facility is 3 years including a 1 year grace period for principal repayment.

The facility will enable Tanmeyah to further expand its lending to Egyptian MSMEs with a focus focus on underserved segments, whose access to finance remain restricted. The project will address financing gaps in the Egyptian market by allocating 50% of the EBRD's loan to women-led or owned businesses in a gender-responsive manner, building on the success of the WiB loan extended by the EBRD to Tanmeyah in 2019.

Investment Description

- European Bank for Reconstruction and Development (EBRD)

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.

- Tanmeyah (Financial Intermediary)

Private Actors Description

As stated by the EBRD, Tanmeyah Micro Enterprise Services SAE is one of the oldest and most well-established companies in the Egyptian microfinance market, with over 14 years of operations. It has achieved rapid growth to become a leading entity in the field of working capital financing for low-income clients, being the 2nd largest company in terms of YE2022 outstanding portfolio, with ca. 11% market share and a total asset base of ca. EGP 4.4bn (USD 180m) as of December 2022.

With 306 branches nationwide located in rural and urban areas across 25 governorates, largely in the Delta and Upper Egypt' regions, Tanmeyah offers individual loans and ancillary financial services to income-generating microenterprises with no access to traditional banking sector products, and presents a strong focus on women borrowers. It serves ca. 350,000 clients whilst employing 4,200 staff.

Contact Information

Financial Intermediary - Tanmeyah Micro Enterprise Services SAE:

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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

Other Related Projects

- EBRD-54994 FIF - Tanmeyah - Green Agribusiness Loan