Early Warning System

EBRD-56117

FIF - PRS - BDC (EFSD+2)

Quick Facts

Countries	Egypt
Financial Institutions	European Bank for Reconstruction and Development (EBRD)
Status	Proposed
Bank Risk Rating	U
Borrower	BANQUE DU CAIRE SAE - BDC
Sectors	Finance, Industry and Trade
Investment Type(s)	Guarantee
Investment Amount (USD)	$ 47.30 million
Project Cost (USD)	$ 94.60 million

Project Description

According to the Bank’s website, the project consists of the provision of a Portfolio Risk Sharing ("PRS") limit in the form of an unfunded financial guarantee with an aggregate amount of up to EUR 40 million equivalent, in two tranches, where Tranche A will be up to EUR 25 million and Tranche B of up to EUR 15 million, covering up to 50% of the aggregate amount of a granular portfolio of newly issued eligible sub-loans to micro, small, and medium enterprises ("MSMEs") of up to EUR 80 million (the "Covered Portfolio") originated by Banque du Caire ("BDC") for up to 5 years.

The project aims to support local eligible SMEs across Egypt, providing greater access to financial resources and opportunities, by releasing the bank's risk-taking capacity.

Early Warning System Project Analysis

Categorised FI (ESP 2019): BDC is an existing client of the Bank and has been reporting on its E&S performance under existing exposure.

Investment Description

- European Bank for Reconstruction and Development (EBRD)

Provision of a Portfolio Risk Sharing ("PRS") limit in the form of an unfunded financial guarantee with an aggregate amount of up to EUR 40 million equivalent, in two tranches, where Tranche A will be up to EUR 25 million and Tranche B of up to EUR 15 million, covering up to 50% of the aggregate amount of a granular portfolio of newly issued eligible sub-loans of up to EUR 80 million originated by the client for up to 5 years.

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.

- Banque du Caire (Financial Intermediary)

Private Actors Description

Banque du Caire SAE - BDC is a full-service commercial bank in Egypt. It is the 6th largest bank in Egypt with total assets of ca. USD 9.4bn as of YE2024. The bank operates the third largest branch network in Egypt, with 249 branches spread across 27 governorates. BDC is ultimately owned by Banque Misr, the second largest bank in Egypt.

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

- PSD Translation (Arabic)