Early Warning System

EBRD-56686

FIF- PRS - ProCredit Bank Skopje (EFSD+2)

Quick Facts

Countries	North Macedonia
Financial Institutions	European Bank for Reconstruction and Development (EBRD)
Status	Proposed
Bank Risk Rating	U
Borrower	ProCredit Bank AD Skopje
Sectors	Finance, Industry and Trade
Investment Type(s)	Guarantee
Investment Amount (USD)	$ 28.93 million
Project Cost (USD)	$ 57.86 million

Project Description

According to the Bank’s website, the project consists of a Portfolio Risk Sharing ("PRS") in the form of an unfunded financial guarantee of up to EUR25 million EBRD's exposure that will cover the credit risk of up to 50 per cent of the aggregate amount of a granular portfolio of newly issued eligible MSME loans of up to EUR50 million originated by PCBM, denominated in EUR and MKD.

The proposed project is the first pilot PRS transaction in North Macedonia that aims to broaden spectrum of EBRD products on the market with a new and effective solution that is designed to de-risk PFIs and address the MSME financing gaps by particularly focusing on working capital and overdraft loans in the Micro, Small and Medium Enterprises ("MSME") segment.

Early Warning System Project Analysis

Categorised FI (ESP 2019). ProCredit Bank AD Skopje is an existing client with satisfactory environmental and social (E&S) performance under its current exposures. The proceeds of the Bank will be used to guarantee the MSME portfolio of PCBM in line with the eligibility criteria in the Policy Statement and 30% of the proceeds will be on-lent for green projects complying with the EBRD GET eligibility criteria. The subprojects are expected to carry low-to-medium E&S risk, primarily associated with the client's capacity to implement its Environmental and Social Management System (ESMS), potential impacts arising from the financed subloans, and related supply chain risks.

Investment Description

- European Bank for Reconstruction and Development (EBRD)

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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.

- ProCredit Bank a.d. (Financial Intermediary)

Private Actors Description

ProCredit Bank AD Skopje ("PCBM") is a universal commercial bank, the 6th largest bank on the market with 6.2% market share in terms of assets at end-Q2 2025.

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