Early Warning System

FMO-31818

LA FAYETTE MICROFINANCE BANK

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Quick Facts

Countries	Nigeria
Specific Location	Oyo State
Financial Institutions	Netherlands Development Finance Company (FMO)
Status	Approved
Bank Risk Rating	C
Voting Date	2012-01-27
Borrower	La Fayette Microfinance Bank Ltd (Advans Nigeria)
Sectors	Finance
Investment Type(s)	Equity
Investment Amount (USD)	$ 1.12 million

Project Description

According to FMO website, the FMO provides high-risk finance to enable the start up of new microfinance institutions, therewith enhancing access to finance in Nigeria. MSMEs have almost no access to finance in Nigeria, despite playing a crucial rule in employment generation and wealth creation. Advans Nigeria will provide means to the bottom of the pyramid, empowering them to progress out of poverty.

Investment Description

- Netherlands Development Finance Company (FMO)

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.

- La Fayette Microfinance Bank Ltd (Advans Nigeria) (Financial Intermediary) **is owned by** Advans Group (Parent Company)
- KfW (Investor) **invests in** La Fayette Microfinance Bank Ltd (Advans Nigeria) (Financial Intermediary)

Private Actors Description

As stated on the company's website, La Fayette Microfinance Bank Ltd (Advans Nigeria) is a financial institution that promotes private sector-led economic and social development in Nigeria. The company is owned by Advans SA (88.5%) and KFW (11.5%).

Contact Information

No project contact information provided at the time of disclosure.

Financial Intermediary - La Fayette Microfinance Bank Ltd (Advans Nigeria):

Address: 2, Adekunle Fajuyi Road, Dugbe, Ibadan, Oyo State
Phone: +234 (0) 7000238267
Website: https://www.advansnigeria.com/

ACCOUNTABILITY MECHANISM OF FMO

Communities who believe they will be negatively affected by a project funded by the Dutch Development Bank (FMO) may be able to file a complaint with the Independent Complaints Mechanism, which is the joint independent accountability mechanism of the Dutch Development Bank (FMO) and the German Investment Corporation (KfW) . A complaint can be filed in writing, by email, post, or online. The complaint can be filed in English or any other language of the complainant. The Independent Complaints Mechanism is comprised of a three-member Independent Expert Panel and it can provide either problem-solving, compliance review or both, in either order. Additional information about this accountability mechanism, including a guide and template for filing a complaint, can be found at: https://www.fmo.nl/independent-complaints-mechanism.

Bank Documents

- Project Information