Early Warning System

FMO-50637

ACLEDA MFI MYANMAR CO LTD

Quick Facts

Countries	Myanmar
Financial Institutions	Netherlands Development Finance Company (FMO)
Status	Approved
Bank Risk Rating	C
Voting Date	2020-04-09
Borrower	Microfinance Myanmar (AMM)
Sectors	Finance
Investment Amount (USD)	$ 3.00 million
Project Cost (USD)	$ 3.00 million

Project Description

FMO's local currency loan will be used by AMM to further expand its lending operations to microfinance clients in urban and rural areas of Myanmar, who currently have limited or no access to capital.

The project is envisaged to have high impact which derives from providing LT capital to a well-established microfinance institution in Myanmar, a country which has been isolated for more than 50 years and where more than 80 percent of the population has no access to financial services.

Investment Description

- Netherlands Development Finance Company (FMO)

Microfinance Myanmar (AMM) is the newest subsidiary of ACLEDA Bank PLc. Cambodia (ABC), a well-reputed client and long-lasting relationship of FMO. AMM started operations in February 2013. With support from its shareholders- ABC (55%), IFC (15%), KFW (15%) and COFIBRED (15%), it has become a top 5 microfinance institution in Myanmar. AMM has built a loan portfolio of USD 13.5 million, a balance sheet of USD 14.7 million and it serves 44,516 clients. AMM provides mainly microfinance loans up to USD 5000.

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.

- Microfinance Myanmar (AMM) (Financial Intermediary)

Contact Information

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

Other Related Projects

- IFC-35963 ACLEDA Group loan