Early Warning System

# FMO-53683

## ALLIANCE FINANCE COMPANY PLC

## Quick Facts

| | |
|---|---|
| **Countries** | Sri Lanka |
| **Financial Institutions** | Netherlands Development Finance Company (FMO) |
| **Status** | Active |
| **Bank Risk Rating** | B |
| **Voting Date** | 2018-12-29 |
| **Borrower** | Alliance Finance Company PLC (AFC) |
| **Sectors** | Finance |
| **Investment Type(s)** | Loan |
| **Investment Amount (USD)** | $ 10.00 million |
| **Loan Amount (USD)** | $ 10.00 million |

## Project Description

According to the bank website, the loan facility will support funding of Alliance's MSME portfolio, specifically focussed on Women (Microfinance) Entrepreneurs and green (commercial) vehicles.

### 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.

- Alliance Finance Company PLC (AFC) (Financial Intermediary)

### Private Actor Relationship

FMO NV

### Private Actors Description

According to FMO, Alliance Finance Company PLC (AFC) is Sri Lanka’s 3rd oldest finance company and a top 10 player (out of the c. 45 NBFCs in the country) based on total assets and has presence in 93 locations with a representation in all 25 districts of the country. The company's business lending portfolio consists roughly of SME leases, pledge loans, SME term loans and (women) microfinance group loans. AFC's clients use the financing for vehicles, mortgages, tractors and equipment and the remainder for general working capital purposes and consumption.

## Contact Information

**Alliance Finance Company PLC (AFC)**

https://www.alliancefinance.lk/

### 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