

 Early Warning System

**FMO-53903**

**CITIZENS DEVELOPMENT BUSINESS FINANCE PLC**



## Quick Facts

<b>Countries</b>	Sri Lanka
<b>Financial Institutions</b>	Netherlands Development Finance Company (FMO)
<b>Status</b>	Approved
<b>Bank Risk Rating</b>	C
<b>Voting Date</b>	2018-11-29
<b>Borrower</b>	Citizens Development Business Finance Plc (CDB)
<b>Sectors</b>	Finance
<b>Investment Type(s)</b>	Loan
<b>Investment Amount (USD)</b>	\$ 25.00 million
<b>Loan Amount (USD)</b>	\$ 25.00 million



---

## Project Description

According to the bank website, the senior unsecured loan facility will support funding of CDB's MSME portfolio, specifically focussed on Women 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.

- [Citizens Development Business Finance Plc](#) (Financial Intermediary)



---

## Private Actor Relationship

FMO NV

## Private Actors Description

According to FMO, Citizens Development Business Finance Plc (CDB) is a regulated deposit taking NBFC, incorporated in 1995 and listed on the Colombo Stock Exchange. Sponsor and main shareholder (~36%) is Ceylinco Life Insurance Ltd, the largest life insurance company in Sri Lanka. CDB (TA USD 491mln, equity USD 46.5mln, RoAA 2.2%), is the 6th largest NBFC and primarily a MSME asset backed lender. Main products are loans (25%) and financial leases (68%) of mainly vehicles. Besides this the company offers a wide financial product gamma including deposits, savings, (VISA) debit cards etc. CDB serves its 83.500 borrowers through a national network of 71 branches and employs just over 1500 staff.



---

## 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-606612 Citizens Development Bank Sri Lanka