Early Warning System

FMO-60277

CAPITAL BANK OF JORDAN NASIRA PORTF

Quick Facts

Countries	Jordan
Financial Institutions	Netherlands Development Finance Company (FMO)
Status	Approved
Bank Risk Rating	B
Voting Date	2021-10-04
Borrower	Capital Bank of Jordan
Sectors	Finance
Investment Type(s)	Loan
Investment Amount (USD)	$ 18.58 million
Loan Amount (USD)	$ 18.58 million

Project Description

According to bank provided information, FMO has supported CBoJ with a USD 20mln in JOD equivalent unfunded revolving Risk Sharing Facility (“RSF”). The RSF covers loans to COVID-19 affected MSMEs and young entrepreneurs in Jordan. The Guaranteed Portfolio is earmarked to loans originated through alternative MSME lenders (Liwwa and Sanadcom) increasing their ability to get access to funding from a local Tier 1 bank.

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.

- Capital Bank Jordan (Financial Intermediary)

Private Actor Relationship

FMO NV

Private Actors Description

Capital Bank of Jordan (“CBoJ”) is the #7 largest bank in Jordan, with the largest growing SME portfolio of Jordan (20% of loan portfolio). Total Assets amount to ~USD 4 billion. Together with its subsidiaries in Dubai (100%) and Iraq (61.85%), Capital Bank Group offers commercial and investment banking services and solutions tailored to the needs of individual, SME and corporate clients alike. CBoJ is committed to become the #1 digitally enabled bank of Jordan that can offer the most (cost) efficient services to its clients. With the support of a variety of partnerships, the CBoJ aims to grow and capture an increasing (MSME) market share. CBoJ’s strategy is to serve multiple market segments by setting up partnerships with fintechs, MSME lenders, etc. As such, it broadens its target market while ensuring it can serve its clients in an efficient and dedicated way.

Contact Information

Contact information not provided at the time of disclosure

ACCESS TO INFORMATION

As part of FMO's ex-ante disclosure (disclosure of transactions before contracting), you can send requests or questions for additional information to: disclosure@fmo.nl

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