

 Early Warning System

FMO-63514

JSC CREDO BANK-Nasira portfolio



## Quick Facts

<b>Countries</b>	Georgia
<b>Financial Institutions</b>	Netherlands Development Finance Company (FMO)
<b>Status</b>	Approved
<b>Bank Risk Rating</b>	C
<b>Voting Date</b>	2024-07-24
<b>Borrower</b>	JSC Credo Bank
<b>Sectors</b>	Finance, Industry and Trade
<b>Investment Type(s)</b>	Loan
<b>Investment Amount (USD)</b>	\$ 0.45 million



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## **Project Description**

According to the Bank's website, FMO offers this risk sharing facility to Credo Bank to ensure funding to a new micro and SME loan portfolio of people from Georgia and to support their income-generating business activities.

FMO shares directly the risk of the loan portfolio of people and their enterprises with Credo Bank. As a result, the risk sharing facility increases Credo Bank's risk appetite and incentivizes the financing of underserved and marginalized communities in Georgia.



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### Early Warning System Project Analysis

The project has been categorized as E&S Category C in accordance with FMO's Sustainability Policy. The project's activities are deemed to have minimal or no adverse environmental and social risks and/or impacts. As part of the project, JSC Credo Bank will be required to apply the EDFI Exclusion List and Georgia's environmental and social (E&S) laws and regulations.



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## Investment Description

- Netherlands Development Finance Company (FMO)

A risk sharing facility in the amount of GEL 1.23 MLN (US\$ 0,45 MLN)

Funding: MASSIF

## 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.

- [JSC Credo Bank](#) (Financial Intermediary)



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### Private Actors Description

JSC Credo Bank is a Georgian bank which operates under a banking license since March 2017. The bank serves approximately 355,000 customers and has a loan portfolio of around USD 700 million as of 2023Q3. It has a wide regional outreach via more than 80 branches and specialized products serving the needs of Georgian micro, small and medium-sized (MSME) businesses mostly active in agriculture and rural areas.



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## Contact Information

*No contacts available 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](mailto: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>