

 Early Warning System

FMO-63610

LoftyInc Alpha Fund LLC



Quick Facts

Financial Institutions	Netherlands Development Finance Company (FMO)
Status	Approved
Bank Risk Rating	B
Voting Date	2024-06-28
Borrower	LoftyInc Alpha Fund LLC
Sectors	Finance
Investment Type(s)	Loan
Investment Amount (USD)	\$ 7.00 million



Project Description

According to the Bank's website, the fund intends to focus on early-stage startups building tech-enabled solutions for the "everyday economy" with high growth potential and led by passionate and capable teams that can leverage the fund team's experiences and networks to ensure that the companies can scale in a holistic manner.

The intended investment in LoftyInc Alpha Fund is a strong fit with FMO's objectives to empower entrepreneurs and their local communities, to support innovation and sustainable economic development in emerging markets, and to reduce inequalities. Technology can have a huge transformative impact in Africa, which has a vast untapped source of entrepreneurial energy, but lacks the necessary funding especially at early stages. The fund will make an important contribution to closing this funding gap and driving entrepreneurship and growth in Africa.



Early Warning System Project Analysis

The fund is classified with an E&S risk rating of B. The fund will invest in early-stage technology (enabled) companies, which are associated with low E&S risk because of the limited number of employees and limited environmental impacts.



Investment Description

- Netherlands Development Finance Company (FMO)

Total FMO financing: USD 7.00 MLN

Funding: Ventures Program Asia

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.

- [LoftyInc Alpha Fund LLC](#) (Financial Intermediary)



Private Actors Description

LoftyInc Alpha Fund LLC is a pan-African generalist early-stage Venture Capital fund investing across Africa from Seed(+) – Series A stage and operates out of offices in Nigeria, Egypt and Kenya.



Contact Information

No contacts available at the time of disclosure.

Website customer/investment: <https://loftyinc.vc/>

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>