

 Early Warning System

FMO-64908

Lendable MSME Fintech Credit Fund II SCSp SICAV-RAIF



Quick Facts

Financial Institutions	Netherlands Development Finance Company (FMO)
Status	Approved
Bank Risk Rating	C
Voting Date	2025-07-24
Borrower	Lendable MSME Fintech Credit Fund 2
Sectors	Finance, Industry and Trade
Investment Type(s)	Loan
Investment Amount (USD)	\$ 10.00 million



Project Description

According to the Bank's website, FMO invests USD 10 million through MASSIF in Class B shares (first-loss tranche) of the Fund. This investment plays a critical anchoring and catalytic role, enabling the Fund to mobilize investments from development finance institutions (DFIs) and commercial investors into more senior tranches. The investment supports a fund structure that blends public and commercial capital to expand access to credit for fintechs targeting underserved MSMEs.

The Fund will provide senior secured and unsecured loans to a diverse range of socially impactful fintechs such as MSME lenders, payment platforms, and asset-backed financiers that serve low-income and underserved populations. The Fund has strong additionality, as it supports FMO's fintech strategy by enabling investments into both early-stage and mature fintechs that may be ineligible for direct lending. It qualifies for FMO's 100% Reducing Inequalities label due to its 2X Challenge eligibility for gender impact. Furthermore, the Fund offers technical assistance and incentives to fintech borrowers to improve their ESG and customer protection standards. In addition, FMO's first-loss participation will be crucial in attracting senior DFI and commercial capital, thereby helping to scale an impactful investment platform.



Early Warning System Project Analysis

The Fund has been categorized as E&S Category C. Lendable has developed a strong Environmental and Social Management System (ESMS), co-developed with FMO and BIO, which is applied at the fund level. The ESMS ensures environmental and social (E&S) impacts and consumer protection principles (CPPs) are integrated throughout the investment cycle. The ESMS is managed by a dedicated ESG lead and is aligned with FMO's best practices. Inherent CPP risks are due to the nature of the Fund's projected fintech clients, which primarily serve MSMEs, including consumers (max 25%), and some operate without regulatory oversight.



Investment Description

- Netherlands Development Finance Company (FMO)

USD 10 million through MASSIF in Class B shares (first-loss tranche) of the Fund.

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.

- [Dynolabs Asset Management Ltd.](#) (Financial Intermediary)



Private Actors Description

Lendable MSME Fintech Credit Fund 2 (“LMFCF2”) is a new debt fund managed by *DynoLabs Asset Management Ltd*, a wholly-owned subsidiary of Lendable Inc. which has been a long-standing partner of FMO. Lendable is an impact-focused asset manager that provides funding to fintech lenders in emerging markets. LMFCF2 is the successor to Lendable’s first MSME (micro-, small-, and medium-sized enterprise) fintech fund and will continue providing credit to fintechs operating across Africa and Asia while also adding Latin America.



Contact Information

<https://lendable.io/>

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>