

 Early Warning System

IADB-RG-T4936

Public Interventions in Credit Markets for LAC's Economic Growth



Quick Facts

Financial Institutions	Inter-American Development Bank (IADB)
Status	Approved
Bank Risk Rating	U
Voting Date	2026-08-04
Borrower	IDB borrowing countries
Sectors	Finance, Technical Cooperation
Investment Type(s)	Advisory Services
Investment Amount (USD)	\$ 0.43 million
Project Cost (USD)	\$ 0.43 million



Project Description

According to the IADB, the general objective of this TC is to strengthen the knowledge base on how public interventions in credit markets enhance economic efficiency and support sustainable growth by addressing market failures and mobilizing private capital. The work will generate applied evidence on how public interventions of Development Financial Institutions (DFI)--particularly credit lines, guarantees, and risk-sharing instruments--operate across different borrower types (such as Small and Medium Enterprises (SMEs)), high growth firms, women led enterprises) and investment categories (including climate, biodiversity, and digitalization). These segments often face distinct failures--such as information asymmetries, high transaction costs, externalities, and public-good characteristics--that justify differentiated public interventions.



Investment Description

- Inter-American Development Bank (IADB)



Contact Information

No contacts available at the time of disclosure

ACCOUNTABILITY MECHANISM OF IADB

The Independent Consultation and Investigation Mechanism (MICI) is the independent complaint mechanism and fact-finding body for people who have been or are likely to be adversely affected by an Inter-American Development Bank (IDB) or Inter-American Investment Corporation (IIC)-funded project. If you submit a complaint to MICI, they may assist you in addressing the problems you raised through a dispute-resolution process with those implementing the project and/or through an investigation to assess whether the IDB or IIC is following its own policies for preventing or mitigating harm to people or the environment. You can submit a complaint by sending an email to MICI@iadb.org. You can learn more about the MICI and how to file a complaint at <http://www.iadb.org/en/mici/mici,1752.html> (in English) or <http://www.iadb.org/es/mici/mici,1752.html> (Spanish).