

 Early Warning System

IFC-42472

ARVAND SL LCY



## Quick Facts

<b>Countries</b>	Tajikistan
<b>Financial Institutions</b>	International Finance Corporation (IFC)
<b>Status</b>	Proposed
<b>Bank Risk Rating</b>	C
<b>Voting Date</b>	2019-07-22
<b>Borrower</b>	LLC MDO ARVAND
<b>Sectors</b>	Finance
<b>Investment Type(s)</b>	Loan
<b>Investment Amount (USD)</b>	\$ 2.50 million
<b>Project Cost (USD)</b>	\$ 2.50 million



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## Project Description

According to the Bank's website, this project provides funding to LLC MDO Arvand, a microfinance institution in Tajikistan, in order to provide micro-housing loans to individuals in rural areas of Tajikistan and financing for micro and small enterprises.



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## Investment Description

- International Finance Corporation (IFC)

## 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.

- [Incofin Investment Management](#) (Financial Intermediary)
- [LLC MDO Arvand](#) (Financial Intermediary)
- [Triodos Investment Management BV](#) (Financial Intermediary)



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## Private Actors Description

According to the IFC, Arvand was founded in 2002 as a Centre for Development and Support of Microentrepreneurs (MDTM), a part of a regional microfinance project in Ferghana Valley conducted by ACDI/VOCA. It went through a transformation after adoption of Law on Microfinance Organizations in 2005 by becoming a Micro Credit Foundation and later it was transformed into a Microcredit Deposit Organization (MDO) in 2008. Currently, Arvand is the 3rd largest MDO in Tajikistan in terms of assets and loan portfolio, serving more than 38,000 borrowers.

Arvand is owned by 5 legal entities: ACDI/VOCA through MCF “MicroInvest Tajikistan and LLC MCC “Frontiers” Kyrgyzstan, Rural Impulse Fund II S.A. and SICAV-SIF Belgium run by Incofin Investment Management, and Triodos Custody B.V. Netherlands and Triodos SICAV II – Triodos Microfinance Fund Netherlands run by Triodos Investment Management and 7 individual entities: participants of ESOP concept.



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Private Actor 1	Private Actor 1 Role	Private Actor 1 Sector	Relation	Private Actor 2	Private Actor 2 Role	Private Actor 2 Sector
-	-	-	-	ACDI/VOCA	Investor	-
-	-	-	-	Rural Impulse Fund II SA	Investor	-
-	-	-	-	Rural Impulse Fund II SICAV-SIF Belgium	Investor	-
-	-	-	-	Triodos Custody BV Netherlands	Investor	-
-	-	-	-	Triodos SICAV II	Investor	-

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## Contact Information

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## ACCOUNTABILITY MECHANISM OF IFC

The Compliance Advisor Ombudsman (CAO) is the independent complaint mechanism and fact-finding body for people who believe they are likely to be, or have been, adversely affected by an IFC or MIGA- financed project. If you submit a complaint to the CAO, they may assist you in resolving a dispute with the company and/or investigate to assess whether the IFC is following its own policies and procedures for preventing harm to people or the environment. If you want to submit a complaint electronically, you can email the CAO at [CAO@worldbankgroup.org](mailto:CAO@worldbankgroup.org). You can learn more about the CAO and how to file a complaint at <http://www.cao-ombudsman.org/>