

 Early Warning System

DFC-2024-TRADEANDDEVEL

Trade and Development Bank JSC



## Quick Facts

<b>Countries</b>	Mongolia
<b>Financial Institutions</b>	US International Development Finance Corporation (DFC)
<b>Status</b>	Active
<b>Bank Risk Rating</b>	C
<b>Borrower</b>	Trade and Development Bank of Mongolia JSC
<b>Sectors</b>	Finance, Industry and Trade
<b>Investment Type(s)</b>	Loan
<b>Investment Amount (USD)</b>	\$ 120.00 million
<b>Project Cost (USD)</b>	\$ 150.00 million



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## Project Description

As stated by the DFC, the project consists of a direct Loan of up to \$120 million to the Borrower to finance the expansion of the Borrower's on-lending program to Micro, Small and Medium-Sized Enterprises with at least 30% of Loan proceeds on lent to Qualified Climate Finance Customers in Mongolia.

According to the Bank, the Project will have a positive development impact in Mongolia by increasing access to finance for the country's growing MSME segment, including enterprises that are women-owned/led and/or seek to make investments in distributed renewable energy installations, energy efficiency improvements, and sustainable agriculture practices.



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### Early Warning System Project Analysis

DFC investments into financial institutions who will subsequently invest into MSMEs are classified as Financial Intermediary C (FI-C) for environmental and social assessment. These downstream investments are expected to result in minimal adverse environmental and social impacts. Therefore, all those downstream investments have been pre-screened as low risk and further review and consent is not required for these investments.



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## Investment Description

- US International Development Finance Corporation (DFC)

A direct Loan of up to \$120 million.

## 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.

- [Trade and Development Bank of Mongolia JSC](#) (Financial Intermediary)



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### Private Actors Description

The *Trade and Development Bank (TDB) of Mongolia* is a commercial bank located in Ulaanbaatar. It is the oldest, as well as one of the largest banks in Mongolia. It was founded in October 1990 and currently has a total of 97 branches throughout the country.



## Contact Information

*No contacts available at the time of disclosure.*

## ACCESS TO INFORMATION

Unlike many other development finance institutions, DFC does not currently have an access to information policy.

Under the United States Freedom of Information Act (FOIA), DFC is obliged to respond to reasonably formulated requests for Agency records. However, DFC may apply exemptions from release to certain types of information and may charge fees in responding to requests. DFC has a designated FOIA officer who is trained in how to respond to requests and implement the law. You can learn more about filing a FOIA request at: <https://www.dfc.gov/foia>

## ACCOUNTABILITY MECHANISM OF THE UNITED STATES INTERNATIONAL DEVELOPMENT FINANCE CORPORATION (DFC)

The Office of Accountability is an independent office that addresses complaints about environmental or social issues related to DFC-supported projects. The office provides communities an opportunity to have concerns independently reviewed and addressed. If you submit a complaint to the Office of Accountability, it may assist you by either seeking to address your problems by facilitating a problem solving dialogue between you and those implementing the project and/or investigating whether the DFC complied with its policies to prevent environmental, social, human rights, and labor harms.

You can find more information about the Office of Accountability at: <https://www.dfc.gov/who-we-are/office-accountability>



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## Bank Documents

- [Project Disclosure](#) [\[Original Source\]](#)