Early Warning System

EBRD-56566

FIF - ProCredit Bank Serbia - Sustainability Sub Debt

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Quick Facts

Countries	Serbia
Financial Institutions	European Bank for Reconstruction and Development (EBRD)
Status	Approved
Bank Risk Rating	U
Voting Date	2025-07-01
Borrower	ProCredit Bank AD Belgrade
Sectors	Finance, Industry and Trade
Investment Type(s)	Loan
Investment Amount (USD)	$ 14.18 million
Project Cost (USD)	$ 14.18 million

Project Description

According to the Bank’s website, the project consists of the provision of a subordinated Tier 2 loan of up to RSD 1.4 billion (EUR12 million equivalent) to ProCredit Bank AD Belgrade ("PCB"). The loan will help strengthen PCB's Tier 2 capital to support growth plans and optimize capital structure. In addition, the loan aims to support PCB in building the funding base for the minimum requirement for own funds and eligible liabilities ("MREL"). Proceeds of the loan will be used to finance eligible green and inclusive sub-projects.

EBRD is seeking to support the resilience of PCB, by contributing to the optimisation of its capital structure through the increase of Tier 2 capital and thus support PCB's growth plans. Moreover, the proceeds from the loan will be used by PCB to support investments in the green economy (70% of the loan proceeds) as well as youth and women-led/owned SMEs (30% of the loan proceeds and 100% of the 1.4x on-lending multiple) in Serbia.

Early Warning System Project Analysis

Categorised FI (ESP 2024). ProCredit Bank AD Belgrade is an existing client with satisfactory environmental and social (E&S) performance under its current exposures. PCB is expected to maintain its E&S management system to effectively assess, manage, and monitor the E&S risks and impacts associated with its subprojects.

Investment Description

- European Bank for Reconstruction and Development (EBRD)

A subordinated Tier 2 loan.

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.

- PROCREDIT BANK AD BEOGRAD (Financial Intermediary)

Private Actors Description

ProCredit Bank AD Belgrade is a medium-sized development-oriented commercial bank in Serbia specialised in lending to SMEs and agricultural clients. It is ranked 10th by assets (2.6%), net loans (3.2%) and deposits (2.7%) at YE2024. PCB is part of ProCredit group, which is led by its Frankfurt-based parent company, ProCredit Holding AG ("PCH" or "Group"). As the sole owner of PCB, PCH holds 100% of its shares.

Contact Information

COMPANY CONTACT INFORMATION

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ACCESS TO INFORMATION

You can request information by emailing: accessinfo@ebrd.com or by using this electronic form: https://www.ebrd.com/eform/information-request

ACCOUNTABILITY MECHANISM OF EBRD

The Project Complaint Mechanism (PCM) is the independent complaint mechanism and fact-finding body for people who have been or are likely to be adversely affected by an European Bank for Reconstruction and Development (EBRD)-financed project. If you submit a complaint to the PCM, it may assess compliance with EBRD's own policies and procedures to prevent harm to the environment or communities or it may assist you in resolving the problem that led to the complaint through a dialogue with those implementing the project. Additionally, the PCM has the authority to recommend a project be suspended in the event that harm is imminent.

You can contact the PCM at: pcm@ebrd.com or you can submit a complaint online using an online form at: http://www.ebrd.com/eform/pcm/complaint_form?language=en

You can learn more about the PCM and how to file a complaint at: http://www.ebrd.com/work-with-us/project-finance/project-complaint-mechanism.html

Bank Documents

- PSD Translation (Serbian)