Early Warning System

FMO-62531

VIH Capital Pte. Ltd.

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Quick Facts

Countries	Indonesia
Financial Institutions	Netherlands Development Finance Company (FMO)
Status	Approved
Bank Risk Rating	C
Voting Date	2024-04-23
Borrower	VIH Capital Pte Ltd
Sectors	Finance
Investment Type(s)	Loan
Investment Amount (USD)	$ 15.00 million

Project Description

According to the Bank’s website, loan proceeds will be earmarked for SME financing in Indonesia. VIH Capital Pte Ltd will deploy the funds through the Group's local platform operated by PT Berdayakan Usaha Indonesia (aka "Batumbu"). The Batumbu platform is fully licensed by the Indonesian Financial Services Authority ("OJK") and extends productive loans to credit-constrained and underserved SMEs by following an upstream and downstream supply chain approach, thereby creating sustainable ecosystems and driving SME growth through financial inclusion. A considerable part of its loan book is targeted at rural and youth-owned (entrepreneurs under the age of 35) SMEs.

Validus and its local platform Batumbu contribute to bridging the multibillion financing gap for SMEs which are a key contributor to the Indonesian GDP and provide stable employment supporting livelihoods and economic growth. Batumbu leverages technology and, in conjunction with its unique partnership model, benefits its clients with easy, fast and flexible credit that enables them to reach their potential. By providing stable, long-term and matching currency loan financing, FMO promotes the group's strategic objective of extending its own balance sheet lending operations.

Early Warning System Project Analysis

The project has been assigned an E&S risk category of C. Loan applications are screened against an exclusion list and there are no IFC PS transactions.

Investment Description

- Netherlands Development Finance Company (FMO)

Funding: MASSIF

Private Actors Description

VIH Capital Pte Ltd ("VIHC") is wholly owned by Validus Investment Holdings Pte Ltd ("VIHPL") which is a Peer-to-Peer (P2P) digital lending platform operator for SMEs in four countries across the SEA region. It aims to address the significant financing gap faced by SMEs with the purpose to fuel their growth and drive job creation and local economic prosperity.

Private Actor 1	Private Actor 1 Role	Private Actor 1 Sector	Relation	Private Actor 2	Private Actor 2 Role	Private Actor 2 Sector
-	-	-	-	Validus Holdings	Parent Company	-
-	-	-	-	VIH Capital Pte Ltd	Client	-

Contact Information

No contacts available at the time of disclosure.

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