Innovative and practical donor approaches to sustainable finance for food systems transformation

Monday, 24 July 2023
18:00-19:00 (CEST)
Complex terminologies

- Risk Sharing Facilities
- Local Currency Hedging
- Concessionality
- First Loss Risk Coverage
- Syndicated Loans
- Equity
- Trade Facilitation Guarantees
- Senior Secured Loan
- Capex Grant
- Unfunded Guarantees
- Subordinated Loan
- Funded Guarantees
- Incentive Grants
- Senior Loan
Planning to purchase a bigger and less energy consuming oven
Need funding to purchase a hybrid truck as you are unable to afford the cost of transport for your goods.
Commercial banks

How can I lend to you? High risk, fluctuating revenues. You can’t afford the higher interest I would have to charge to mitigate risk.

MDBs can help – they support banks with donor funded instruments that allow us to lower the risk thresholds and include more borrowers.

Let’s see how they might do that.
Simple concepts

Loan
MDB
Guarantees
Donor Grant

Commercial Bank

SMEs
SMEs
SMEs
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SMEs
SMEs
SMEs
Simple concepts

MDB

Loan

Donor Grant

Incentive Payments

Commercial Bank

Loan

SMEs

SMEs

SMEs

SMEs

SMEs

SMEs
Thank you

Presentation by Tuleen Al Khoffash, Senior Partnership Officer (GPR), Private Sector Financing Program (PSFP), International Fund for Agricultural Development (IFAD)