



Sida Loans and Guarantees – Partnerships

Investments into technical solutions to fight poverty (Breakout session F)



Sida has a Mandate to use Guarantees, in Supporting the Swedish Development Assistance Program, through Financial Markets

Current Guarantee Mandate

- 12 bSEK in Swedish AAA government “guarantee line”
 - Objective to Support Government Priorities for ODA¹⁾
 - Guided by Swedish Ordinances²⁾ e.g.
 - Principles for fees
 - Provisions
 - Monitoring
 - Claims/Recovery
- But also on:
- Partner Selection
 - Risk Sharing
 - Market Distortion Risks
 - Risk Assessments/Valuations etc.



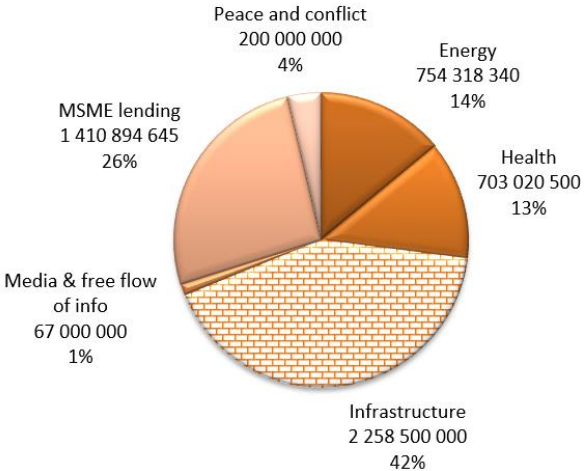
1) Official Development Assistance

2) Ordinance SFS 2009:320 and SFS 2011:211
– to be revised during 2018)

Investment Partnerships to Support Funding to Prioritized Sectors

Sida Portfolio 2017

- 32 guarantee contributions/facilities
 - 14 countries
 - 7 global contributions
- 28 partners + USAID (19 guarantees)
- 5.6 bSEK agreed portfolio
- 11 bSEK mobilized capital



Innovative partnerships drive financial returns and development impact

- SME Facilities (Creation of decent jobs in high impact sectors Agriculture, Health etc.)
 - 39 Banks
 - 2300 SMEs
 - 2 MSEK average loan size
 - 175 First lenders
- Infrastructure
 - Renewable Energy (Off-grid Solar/Wind Farms), Energy Efficiency, Fragile States (Political Risk), ICT etc.
- Products & Services
 - Vaccines, Contraceptives and Social Enterprises etc.
- Microfinance Facilities
 - 32 MIFs, 7 500 000 clients and 80% women borrowers

Selected Sida guarantee partners - financial intermediaries and other implementing organizations



Sida/USAID guarantee partnership with Social Alpha/Calvert

Sida/USAID partial credit guarantee to funds – Social Alpha Investment Fund and Calvert Social Investment Foundation

Lending to companies providing water, energy and household appliances (cook-stoves, affordable solar home systems, water purification, water and sanitation etc) – i.e. “Environmentally Friendly Household Technologies”

- Value Chain Lending up to 55 mUSD (Maximum Aggregate Principal Amount)
- Open for companies in 52 DAC countries
- Individual loan sizes: 300 000 USD to 3 mUSD

