



GLOBAL TOOLBOX:

Instruments Available from
Multilateral Development Banks to
Support Private Investment in Africa

The Global Toolbox provides an interactive inventory of instruments available from multilateral development banks to support and enhance private investments in emerging and developing markets across the globe.

The interactive toolbox is grouped by region: Asia, Africa, Europe, and Latin America and the Caribbean. Within each region, instruments are categorized by those available to governments, to investors, and to firms and other private sector entities.

The instruments in each regional Toolbox may not be available to all countries in the region, but will depend on the mandate and policies of the relevant development banks. For information on country coverage, refer to the provided links for the instruments.

These regional toolboxes reflect an initial joint effort (version 1.0) by Multilateral Development Banks to provide a comprehensive overview of instruments available to support private sector activities in emerging market and developing economies.

This version of the Toolbox outlines instruments to scale up private investments in Africa.

For each sub-category, the following structure is applied as instrument types:

1. Project preparation and advisory facilities
2. Risk mitigation vehicles and guarantees
3. Co-investment platforms
4. Project financial instruments
5. [Blended finance](#) project instruments

CONTENTS

3 GOVERNMENTS

8 INVESTORS

13 FIRMS & OTHER PRIVATE
SECTOR ENTITIES

LIST OF ABBREVIATIONS:

AfDB	African Development Bank
AIIB	Asian Infrastructure Investment Bank
EBRD	European Bank for Reconstruction and Development
EIB	European Investment Bank
ICD	Islamic Corporation for the Development of the Private Sector (Islamic Development Bank)
ICIEC	Islamic Corporation for the Insurance of Investment and Export Credit (Islamic Development Bank)
IFC	International Finance Corporation
IsDB	Islamic Development Bank
MSME	Micro, Small and Medium Enterprises
PPP	Public-Private Partnership
REC	Regional Economic Community
RMC	Regional Member Country
SME	Small and Medium-Sized Enterprises
WBG	World Bank Group

1. GOVERNMENTS

Instrument	Managing Organization	Program	Product/Key Coverage	Link
Project Prep and Advisory Facilities	AfDB	Migration & Development Fund	A multi-donor fund that provides financing for: (i) improving knowledge on migrant remittances in Africa; (ii) providing support to reforms of the regulatory frameworks required to improve transfer conditions; (iii) developing financial products; (iv) providing support for productive investment in migrants' countries of origin; and (v) providing support for local development in migrants' countries of origin.	Migration and Development Initiative
Project Prep and Advisory Facilities/ Project Financial Instruments	AfDB	Sustainable Energy Fund for Africa (SEFA)	Supports sustainable private sector-led economic growth in African countries through the efficient utilization of presently untapped clean energy resources. Sustainable energy fund for Africa has been designed to operate under three financing windows: project preparation, equity investments, and enabling environment support.	SEFA
Project Prep and Advisory Facilities	AfDB	African Legal Support Facility (ALSF)	Litigation support dedicated to providing legal advice. Technical assistance to African countries in negotiation of complex commercial transaction, creditor litigation, and other sovereign transactions.	ALSF
Project Prep and Advisory Facilities	AfDB	Affirmative Finance Action for Women in Africa Programme (AFAWA)	Supporting regional member countries to assist and influence policy making, with the objective of creating an environment for improved women's access to finance. Providing technical assistance to financial institutions dealing with women in business.	AFAWA
Project Prep and Advisory Facilities	AfDB	NEPAD Infrastructure Project Preparation Facility	Assist regional member countries (RMCs) and regional economic communities (RECs) and related institutions in preparing high quality and viable regional and continental infrastructure projects in the energy, trans-boundary water resources management, transport and ICT sectors, enabling them to seek financing from public and private sources.	NEPAD-IPPF
Project Prep and Advisory Facilities	AfDB	Fund for African Private Sector Assistance (FAPA)	FAPA resources provide untied grants for technical assistance and capacity building to governments, RECs and similar intergovernmental organizations, business associations, market regulatory institutions, business development service providers, business training and research institutions, and public/private enterprises to (i) create an enabling environment, (ii) strengthen financial systems, (iii) build competitive infrastructure, (iv) promote the development of MSMEs, and (v) promote trade.	FAPA

GOVERNMENTS

Instrument	Managing Organization	Program	Product/Key Coverage	Link
Project Prep and Advisory Facilities	AfDB	The Agriculture Fast Track Fund (ATF)	Provides grant funding for the initial project development costs of a broad range of agriculture infrastructure projects spanning the entire value chain. These can emanate from the private or public sector and from local or international businesses.	ATF
Project Prep and Advisory Facilities/ Project Financial Instruments	AfDB	The Enhanced Private Sector Assistance for Africa (EPSA) Initiative	An innovative, multi-component, multi-donor framework for resource mobilization and development partnership to support implementation of AfDB private sector operations.	EPSA
Project Prep and Advisory Facilities	AiIB	Project Preparation Special Fund	Provides grants to support and facilitate the preparation of projects to be financed by AiIB in eligible member countries. In exceptional circumstances, Fund resources may also be used for preparing non-sovereign backed transactions where there is a demonstrable need.	AiIB Project Preparation Special Fund
Project Prep and Advisory Facilities	EBRD	Infrastructure Project Preparation Facility (IPPF)	Offers enhanced support and delivery mechanisms for project preparation (for both PPPs and public sector financed projects) to improve efficiency, quality, and replicability of infrastructure projects.	IPPF
Project Prep and Advisory Facilities	EBRD	Local Currency and Capital Market Development Initiative (LC2)	<p>Policy dialogue and product design</p> <ul style="list-style-type: none"> • Reduces reliance on foreign currency borrowing and lending through building sustainable and resilient domestic local currency financial sectors. • MoU on developing domestic capital markets and improving the access of SME to local currency financing. • Expands the range of equity and debt financial instruments such as covered and municipal bonds, equity funds. • Promotes efficiency of capital market infrastructure through improving and developing debt/equity trading platforms and clearing and settlement institutions, and alternative financing channels such as crowd funding and listing support platforms for SME. 	LC2
Project Prep and Advisory Facilities	EIB	Cotonou Agreement Investment Facility (TA component)	Technical assistance operations to enhance project quality and success rates, increase efficiency and sustainability, and complement other financial products.	Cotonou Investment Facility

GOVERNMENTS

Instrument	Managing Organization	Program	Product/Key Coverage	Link
Project Prep and Advisory Facilities	EIB	Mediterranean Public Private Partnership Project Preparation Initiative (MED 5P)	This advisory facility funded by the EU supports the governments and other public entities of Southern Neighbourhood countries in the preparation and procurement of PPP projects through grants for technical, legal and financial consultancy assignments as well as technical support for the procurement and supervision of the consultancies. Partner financial institutions include AFD, EBRD and KfW.	Med5P
Project Prep and Advisory Facilities	EIB	Mediterranean HotSpots Investment Programme (MeHSIP)	Provides technical advice and support to public and private promoters for the preparation of investment projects in the water and environmental sectors of the Southern Mediterranean countries.	MeHSIP
Project Prep and Advisory Facilities	EIB	Sub-Saharan Africa, the Caribbean and the Pacific (ACP) Investment Facility (TA component)	Technical assistance operations to enhance project quality and success rates, increase efficiency and sustainability, and complement other financial products.	ACP Investment Facility
Project Prep and Advisory Facilities	EIB	Economic Resilience Initiative	Focused on both public and private sectors, the Initiative allows the EU bank to accelerate implementation of ongoing projects and provide additional financial and technical support to projects that otherwise would have difficulty originating.	Economic Resilience Initiative
Project Prep and Advisory Facilities	ICD	Sukuk Program	As the private sector arm of the Islamic Development Bank Group, ICD helps its member countries mobilize resources from the market through Islamic finance facilities (sukuk). Sukuk advises member governments on issuing short- and long-term sukuku which will provide the banking sector with the needed liquid instruments to invest surplus capital.	Sukuk Program
Project Prep and Advisory Facilities	IsDB & IFC	Arab Financing Facility for Infrastructure (AFFI) Technical Assistance Facility	Provides support to governments and the public sector to increase awareness, assist in building a favorable enabling environment, and provide transaction advisory services to help structure PPP projects.	AFFI TA Facility
Project Prep and Advisory Facilities	IFC	InfraVentures	Assumes the risks and associated costs of early-stage project development, preparing projects for investment by the private sector. Projects must be related to core infrastructure such as power, water, roads, ports, and airports.	InfraVentures Homepage Overview of InfraVentures

GOVERNMENTS

Instrument	Managing Organization	Program	Product/Key Coverage	Link
Project Prep and Advisory Facilities	IFC A multi-donor facility	Infrastructure Development Collaboration Partnership Fund (DevCo)	Advisory services on privatization transactions and PPPs in infrastructure, health, and education sectors. Technical assistance to perform due diligence and provide inputs to the development of strategic options and policy choices regarding the structuring of transactions for client governments.	DevCo DevCo Operating Principles
Project Prep and Advisory Facilities/ Project Financial Instruments	IFC	FCS Africa Program	Specifically designed to help fragile and conflict-affected states strengthen their private sectors with targeted advisory and investment interventions.	FCS Africa Program
Project Prep and Advisory Facilities/ Project Financial Instruments	WBG	Investment Project Financing (IPF)	Supports capital-intensive investments, agricultural development, service delivery, credit and grant delivery, and institution building. Used in all sectors; focused on the long term (5-10 years).	IPF
Project Prep and Advisory Facilities	WBG	Advisory Services and Analytics (ASA)	Helps governments adopt better policies, programs, and reforms that lead to greater economic growth and stability. Consists of economic and sector work and technical assistance.	ASA
Risk mitigation vehicles and guarantees	ICIEC	Export Credit and Investment Reinsurance	Offers mitigation tools for Export Credit Agencies (ECAs) and insurers to provide capacity building support, technical assistance, and credit information services for ECAs in member countries.	ICIEC Export Credit
Co-Investment Platforms	AfDB	Affirmative Finance Action for Women in Africa Programme (AFAWA)	Supporting regional member countries to assist and influence policy making, with the objective of creating an environment for improved women's access to finance. Providing technical assistance to financial institutions dealing with women in business.	AFAWA
Project Financial Instruments	AfDB	Sovereign guaranteed loans, non-sovereign guaranteed loans, syndicated loans, synthetic local currency loans	AfDB's standard loans that are made to regional member countries or to a public-sector enterprise. Terms are more accommodating and responsive to client needs.	AfDB Financial Products AfDB Synthetic Local Currency Loans
Project Financial Instruments	AfDB	Sovereign-Backed Financing (including preparation advances for sovereign-backed financing)	Provides financing to the public part of a public-private-partnership project that is backed by a sovereign guarantee by the member countries to the Bank (AfDB may also provide the financing for preparatory activities).	Sovereign-Backed Financing

GOVERNMENTS

Instrument	Managing Organization	Program	Product/Key Coverage	Link
Project Financial Instruments	AIB	Non-Sovereign-Backed Financing	Includes any financing (senior loan, subordinated loan and syndicated loan) to or for the benefit of a private enterprise or a sub-sovereign entity that is not backed by a guarantee or counter-guarantee and indemnity provided by the member countries to the Bank.	Non-Sovereign-Backed Financing
Project Financial Instruments	AIB	Equity Investment	Equity investment in a state-owned entity.	Equity Investment
Project Financial Instruments	EIB	Economic Resilience Initiative	Financing in support of the capacity of economies in the Southern Neighbourhood regions to absorb and respond to crises and shocks, such as the Syrian refugee crisis, while maintaining strong growth. Boosting economic resilience in these regions by investing in vital infrastructure, developing the private sector, and stimulating growth and job creation.	Economic Resilience Initiative
Project Financial Instruments	IsDB	<ul style="list-style-type: none"> • Loans • Leasing • Istisna'a • Grants • Installment Sale • Equity • Mudarabah • Trade Finance 	IsDB offers various Islamic finance products to support the development projects in its Member Countries. Through these products, IsDB finances a variety of projects in the agriculture, industrial, infrastructure, and other sectors.	IsDB Financial Products
Project Financial Instruments	WBG	Development Policy Financing (DPF)	Provides rapidly-disbursing financing to help borrowers address actual or anticipated development financing requirements. Can be extended as loans, credits, or grants.	DPF
Blended Finance Project Instruments	AfDB and EIB	Boost Africa	An investment program to provide equity funding to a range of private equity funds supporting start-ups and early stage SMEs across the continent.	Boost Africa

2. INVESTORS

Instrument	Managing Organization	Program	Product/Key Coverage	Link
Project Prep and Advisory Facilities	AfDB	Sustainable Energy Fund for Africa (SEFA)	Supports sustainable private sector-led economic growth in African countries through the efficient utilization of presently untapped clean energy resources. Sustainable energy fund for Africa has been designed to operate under three financing windows: project preparation, equity investments, and enabling environment support.	SEFA
Project Prep and Advisory Facilities	EBRD	Infrastructure Project Preparation Facility (IPPF)	Offers enhanced support and delivery mechanisms for project preparation (for both PPPs and public sector financed projects) to improve efficiency, quality, and replicability of infrastructure projects.	IPPF
Project Prep and Advisory Facilities/ Project Financial Instruments	IFC	FCS Africa Program	Specifically designed to help fragile states strengthen their private sectors with targeted advisory and investment interventions.	FCS Africa Program
Risk Mitigation Vehicles and Guarantees	AfDB	Partial risk guarantee	Partial risk guarantees cover political risk, particularly losses on equity/quasi-equity or other forms of direct investment, regulatory risks, convertibility, and transferability.	AfDB guarantee products
Risk Mitigation Vehicles and Guarantees	AfDB	Private Sector Credit Enhancement Facility (PSF)	PSF provides guarantees to the AfDB on selected private sector operations.	PSF
Risk Mitigation Vehicles and Guarantees	AfDB	Partial credit guarantee (PCGs)	PCGs cover a portion of scheduled repayments of private loans or bonds against all risks. PCGs could be utilized to support mobilization of private funds for project finance, financial intermediation, and policy-based finance.	AfDB
Risk Mitigation Vehicles and Guarantees / Blended finance	European Commission and EIB	EU-Africa Infrastructure Trust Fund (AITF)	Offers technical assistance in support of all project phases; interest rate subsidies to decrease the EU-AITF financiers' loan interest rates; investment grants to finance project components or part of the investment; and financial instruments such as guarantees, risk mitigation measures, equity or quasi-equity investments or participations.	EU-Africa Infrastructure Trust Fund

INVESTORS

Instrument	Managing Organization	Program	Product/Key Coverage	Link
Risk Mitigation Vehicles and Guarantees	ICIEC	Credit Insurance and Investment Insurance Solutions	<p>Credit insurance covers insolvency of the obligor, failure or refusal of the obligor to pay on due date, and currency inconvertibility.</p> <ul style="list-style-type: none"> • Bank Master Policy • Documentary Credit Insurance Policy <p>Investment insurance covers risks such as non-honoring of financial obligations by the sovereign/sub-sovereign, currency inconvertibility and transfer restrictions, and expropriation.</p> <ul style="list-style-type: none"> • Non-Honoring of Sovereign Financial Obligations • Foreign Investment Insurance Policy for Financing Facility and Equity 	ICIEC Insurance Solutions
Risk Mitigation Vehicles and Guarantees	IFC	PSW Local Currency Financing Facility (IDA 18)	Provides hedging solutions for local currency in markets without commercial hedging solutions.	PSW
Risk Mitigation Vehicles and Guarantees	WBG	Project-based guarantees (loan guarantees & payment guarantees)	<p>Project-based guarantees that fall into two main categories:</p> <p>(i) Loan guarantees that cover defaults of debt service payments.</p> <p>(ii) Payment guarantees that cover payment defaults of non-loan related government payment obligations to private entities.</p> <p>New Private Sector Window provides additional project-based guarantees with greater flexibility (e.g., does not require sovereign guarantee).</p>	<p>Overview World Bank Group guarantee products</p> <p><i>This publication summarizes key features of the guarantee products offered by the World Bank Group.</i></p>
Co-Investment Platforms	AfDB, EIB, IFC	African Financing Partnership (AFP)	<p>AFP is a collaborative, co-financing platform among Development Finance Institutions active in private sector project financing in Africa. The AFP aims for the efficient mobilization of resources for investment in project financing in Africa. Beneficiaries would include infrastructure and industrial related projects with large funding requirements.</p>	African Financing Partnership
Co-Investment Platforms	AfDB	Africa50 Fund	<p>AfDB's Africa50 Fund is structured as a developmentally-oriented yet commercially operated entity. It is complementary to and legally independent of existing development finance bodies in Africa. Projects are mostly in the energy and transport sectors. Products include:</p> <ul style="list-style-type: none"> • Bridge loans • Senior secured loans • Refinancing/secondary transactions 	Africa50

INVESTORS

Instrument	Managing Organization	Program	Product/Key Coverage	Link
Co-Investment Platforms	AfDB	African Guarantee Fund	The African Guarantee Fund partners with financial institutions to help them increase their exposure to SMEs in Africa through the provision of guarantees and capacity development assistance. The Fund raises capital from bilateral donors and international development finance institutions. Once it has established its viability, it is also expected to attract capital from private investors such as pension funds and private social investors.	AGF
Co-Investment Platforms	EBRD	Equity Participation Fund (EPF)	EPF is designed to attract long-term institutional capital into private sector investment in the EBRD regions of operation by mobilizing funds from leading global institutional investors. An investment in the EPF provides investors access to a predetermined slice of EBRD's new direct equity investments over the EPF investment period.	EBRD Equity Participation Fund
Co-Investment Platforms	EIB	Green Bonds	Green bonds, which finance a significant proportion of renewable energy and energy efficiency lending, alongside regular bonds.	Green Bonds
Co-Investment Platforms	ICD	Assets Management Services	SME, private equity and income funds to mobilize resources for private sector development. Private equity funds include infrastructure, healthcare, and other sectorial thematic areas.	Assets Management Services
Co-Investment Platforms	IFC	Managed Co-Lending Portfolio Program (MCP)	IFC's newest syndicated loan platform, MCP provides a diversified portfolio of loans. Investors provide capital on a portfolio basis, which can be deployed by IFC in individual investments across all regions and sectors in accordance with IFC's strategy and processes.	MCP MCP Factsheet for Investors
Co-Investment Platforms	IFC	MCP Infrastructure	Extension of MCP specifically to infrastructure. This co-investment product enables institutional investors to leverage IFC's ability to originate and manage a portfolio of bankable infrastructure projects. Provides a credit enhancement through an IFC first-loss tranche.	MCP Infrastructure
Project Financial Instruments	AIIB	Sovereign-Backed Financing (including preparation advances for sovereign-backed financing)	Provides financing to the public part of a public-private-partnership project that is backed by a sovereign guarantee by the member countries to the Bank (AIIB may also provide the financing for preparatory activities).	Sovereign-Backed Financing
Project Financial Instruments	AIIB	Non-Sovereign-Backed Financing	Includes any financing (senior loan, subordinated loan and syndicated loan) to or for the benefit of a private enterprise or a sub-sovereign entity that is not backed by a guarantee or counter-guarantee and indemnity provided by the member countries to the Bank.	Non-Sovereign-Backed Financing

INVESTORS

Instrument	Managing Organization	Program	Product/Key Coverage	Link
Project Financial Instruments	AiIB	Equity Investment	Equity investments in an investor.	Equity Investment
Project Financial Instruments	EBRD	Loans: <ul style="list-style-type: none"> • Senior loans • Subordinated loans • Syndicated loans • Blended loans 	EBRD finances projects and companies through loans from its own account, typically for 5 to 20 years. EBRD also makes loans to intermediary banks, leasing companies, and other financial institutions for on-lending.	EBRD Project Finance
Blended Finance Project Instruments	AfDB and EIB	Boost Africa	An investment program to provide equity funding to a range of private equity funds supporting start-ups and early stage SMEs across the continent.	Boost Africa
Blended Finance Project Instruments	AfDB	Sustainable Energy Fund for Africa (SEFA)	Supports sustainable private sector-led economic growth in African countries through the efficient utilization of presently untapped clean energy resources. SEFA has been designed to operate under three financing windows: project preparation, equity investments, and enabling environment support.	SEFA
Blended Finance Project Instruments	AfDB	Facility for Energy Inclusion (FEI)	With targeted capitalization of up to \$500 million, including debt and equity capital, FEI will provide senior and mezzanine debt to off-grid, mini-grid, and small scale Independent Power Producers (IPPs) with total costs not exceeding \$30 million.	FEI
Blended Finance Project Instruments	AfDB	African Renewable Energy Fund (AREF)	A dedicated renewable energy fund focused on Sub-Saharan Africa committed capital to support small- to medium-scale independent power producers (IPPs).	AREF
Blended Finance Project Instruments	EIB	Global Energy Efficiency and Renewable Energy Fund (GEEREF)	Advised by EIB Group, GEEREF is an innovative fund-of-funds that leverages public sector funds to catalyze private sector investment into clean energy projects in developing countries.	GEEREF
Blended Finance Project Instruments	IFC	Global SME Finance Facility ¹	Blended finance is based on a combination of market loans and grants, which may take various forms, such as direct investment grants, interest rate subsidies, loan guarantees, technical assistance, risk mitigation, and equity instruments.	Global SME Finance Facility

¹Global SME Finance Facility is a platform to blend donor funding with funding from international development institutions to expand lending to small businesses in EMs to support high-impact projects with higher risk profiles, women-owned businesses, and those engaged in sustainable energy and climate-change activities

INVESTORS

Instrument	Managing Organization	Program	Product/Key Coverage	Link
Blended Finance Project Instruments	IFC (private sector window)	Global Agriculture and Food Security Program (GAFSP) ²	Provides competitive grant financing to support governments to implement their food and nutrition security priorities. It also provides concessional finance blended with commercial finance to stimulate private investment into agriculture, gender, nutrition, climate change and targeted support to fragile and conflict affected states.	GAFSP
Blended Finance Project Instruments	IFC	Blended Climate Finance (BCF)	Addresses market barriers by using concessional financial instruments to undertake pioneering projects. This can take the form of a variety of products and structures including risk sharing products, lower interest rates, longer tenors, subordinated rank in loans, or lower returns for equity investments.	Blended Climate Business
Blended Finance Project Instruments	IFC	IDA18: PSW Blended Finance Facility	Additional blended finance for sectors such as manufacturing, technology, and basic services.	PSW

²GAFSP uses blended finance solutions and the IFC's expertise and knowledge to support projects in the agricultural sector which may not attract commercial funding due to perceived high risks in the sector. GAFSP funding is co-invested alongside IFC funding to address market failures by providing affordable funding with less demanding terms, which allows GAFSP to invest in early stage or riskier projects that hold high potential for development impact and financial sustainability.

3. FIRMS & OTHER PRIVATE SECTOR ENTITIES

Instrument	Managing Organization	Program	Product/Key Coverage	Link
Project Prep and Advisory Facilities	AfDB	Fund for African Private Sector Assistance (FAPA)	FAPA resources provide untied grants for technical assistance and capacity building to governments, RECs and similar intergovernmental organizations, business associations, market regulatory institutions, business development service providers, business training and research institutions, and public/private enterprises to (i) create an enabling environment, (ii) strengthen financial systems, (iii) build competitive infrastructure, (iv) promote the development of MSMEs, and (v) promote trade.	FAPA
Project Prep and Advisory Facilities	AiIB	Project Preparation Special Fund	Provides grants to support and facilitate the preparation of projects to be financed by AiIB in eligible member countries. In exceptional circumstances, Fund resources may also be used for preparing non-sovereign backed transactions where there is a demonstrable need.	AiIB Project Preparation Special Fund
Project Prep and Advisory Facilities	EBRD	Infrastructure Project Preparation Facility (IPPF)	Offers enhanced support and delivery mechanisms for project preparation (for both PPPs and public sector financed projects) to improve efficiency, quality, and replicability of infrastructure projects.	IPPF
Project Prep and Advisory Facilities	EIB	Risk Capital Facility for the Southern Neighbourhood (Technical assistance component)	Technical assistance window will leverage the impact of the risk capital operations, notably through capacity building programs (focusing on financial intermediaries, mainly micro finance institutions and/or current and potential final beneficiaries).	Risk Capital Facility for Southern Neighbourhood
Project Prep and Advisory Facilities/ Project Financial Instruments	IFC	FCS Africa Program	Specifically designed to help fragile states strengthen their private sectors with targeted advisory and investment interventions.	FCS Africa Program
Co-Investment Platforms	AfDB	African Guarantee Fund (AGF)	The Fund partners with financial institutions to help them increase their exposure to SMEs in Africa through the provision of guarantees and capacity development assistance. AGF raises capital from bilateral donors and international development finance institutions. Once it has established its viability, it is also expected to attract capital from private investors such as pension funds and private social investors.	AGF

FIRMS & OTHER PRIVATE SECTOR ENTITIES

Instrument	Managing Organization	Program	Product/Key Coverage	Link
Risk Mitigation Vehicles and Guarantees	AfDB	Guarantee: <ul style="list-style-type: none"> • Partial risk guarantee (PRG) • Partial credit guarantee (PCG) 	<p>PRG covers political risk, particularly losses on equity/quasi-equity or other forms of direct investment, regulatory risks, convertibility, and transferability.</p> <p>PCG covers a portion of scheduled repayments of private loans or bonds against all risks. They could be utilized to support mobilization of private funds for project finance, financial intermediation, and policy-based finance.</p>	AfDB Guarantees
Risk Mitigation Vehicles and Guarantees	AfDB	Agency Line (AL)	Through local financial and non-financial institutions, AfDB mobilizes funding for projects that are too small for it to handle directly or are difficult to identify and assess from the Bank's headquarters. Agency lines are designed to increase the volume of funding that can be provided to SME projects without increasing the credit risk on the private financial institution and with minimal involvement of the Bank in the project processing work.	AfDB Agency Lines
Risk Mitigation Vehicles and Guarantees	AfDB	Trade Finance Program (TFP)	TFP seeks to reduce the trade finance gap in Africa by "crowding in" global banks and strengthening local Africa financial institutions that are critical to the promotion of trade on the continent. It offers a wholesale approach to trade finance through the provision of risk mitigation facilities and liquidity support.	TFP
Risk Mitigation Vehicles and Guarantees	EIB	Impact Financing Envelope	Investing in higher risk projects, the Impact Financing Envelope allows the EIB to go further than traditional operations and explore new sectors and new regions, supporting private sector initiatives.	Impact Financing Envelope
Risk Mitigation Vehicles and Guarantees	EIB	Risk Capital Facility for the Southern Neighbourhood	Provides access to equity and debt financing to SMEs in order to support private sector development, inclusive growth and private sector job creation.	Risk Capital Facility for the Southern Neighbourhood
Risk Mitigation Vehicles and Guarantees	ICIEC	Credit Insurance and Investment Insurance Solutions	<p>Credit insurance covers insolvency of the buyer/ issuing bank, failure or refusal of the buyer to pay, and currency transfer restrictions.</p> <ul style="list-style-type: none"> • Comprehensive Short-Term Policy • Specific Transaction Policy <p>Investment insurance covers currency inconvertibility, transfer restrictions, expropriation, and breach of contract.</p> <ul style="list-style-type: none"> • Foreign Investment Insurance Policy for Equity 	ICIEC Insurance Solutions

FIRMS & OTHER PRIVATE SECTOR ENTITIES

Instrument	Managing Organization	Program	Product/Key Coverage	Link
Risk Mitigation Vehicles and Guarantees	WBG	Project-based guarantees (loan guarantees and payment guarantees)	<p>Project-based guarantees fall into two categories:</p> <ul style="list-style-type: none"> (i) Loan guarantees that cover defaults of debt service payments. (ii) Payment guarantees that cover payment defaults of non-loan-related government payment obligations to private entities. <p>New Private Sector Window (PSW) provides additional project-based guarantees with greater</p>	Overview World Bank Group guarantee products
Project Financial Instruments	AfDB	<ul style="list-style-type: none"> • Equity & Quasi-equity • Line of Credit (LoC), Africa SME Program • Loans 	<p>Equity promotes the emergence of a dynamic private sector through investing in redeemable preference shares, preferred stock, subordinated loans and convertible subordinated loans.</p> <p>LoC indicates the amount up to which the Bank is willing to extend loans to private financial institutions for on-lending to its customers.</p> <p>The loan product available to non-sovereign guaranteed borrowers and all private sector borrowers is the Fixed Spread Loan (FSL).</p>	AfDB Financial Products
Project Financial Instruments	AfIB	Sovereign-Backed Financing	Provides financing to the public part of a public-private-partnership project that is backed by a sovereign guarantee by the member countries to the Bank (AfIB may also provide the financing for preparatory activities).	Sovereign-Backed Financing
Project Financial Instruments	AfIB	Non-Sovereign-Backed Financing	Includes any financing (senior loan, subordinated loan and syndicated loan) to or for the benefit of a private enterprise or a sub-sovereign entity that is not backed by a guarantee or counter-guarantee and indemnity provided by the member countries to the Bank.	Non-Sovereign-Backed Financing
Project Financial Instruments	AfIB	Equity Investment	Invests either in new enterprise or an existing enterprise as a loan convertible into equity.	Equity Investment
Project Financial Instruments	EBRD	<p>Loans:</p> <ul style="list-style-type: none"> • Senior loans • Subordinated loans • Syndicated loans • Blended loans 	<p>EBRD finances projects and companies through loans from its own account, typically for 5 to 20 years.</p> <p>EBRD also makes loans to intermediary banks, leasing companies, and other financial institutions for on-lending.</p>	EBRD Project Finance
Project Financial Instruments	EIB	<ul style="list-style-type: none"> • Project loans • Intermediated loans 	<p>Project loans finance projects promoted by private and public sector companies or entities, or public-private partnerships. EIB lends to projects for which total investment cost exceeds EUR 25 million.</p> <p>EIB makes loans to local banks and other intermediaries which subsequently “on-lend” to final beneficiaries, SMEs and medium-sized companies, and public sector entities.</p>	EIB Loans

FIRMS & OTHER PRIVATE SECTOR ENTITIES

Instrument	Managing Organization	Program	Product/Key Coverage	Link
Project Financial Instruments	EIB	Loans: <ul style="list-style-type: none"> • Senior loans • Subordinated loans • Equity type funding 	Financing in support of the capacity of economies in the Southern Neighbourhood regions to absorb and respond to crises and shocks, such as the Syrian refugee crisis, while maintaining strong growth. Boosting economic resilience in these regions by investing in vital infrastructure, developing the private sector and stimulating growth and job creation.	Economic Resilience Initiative
Project Financial Instruments	EIB	<ul style="list-style-type: none"> • Project loans • Intermediated loans 	Project loans finance projects promoted by public sector companies or entities, or public-private partnerships. On average, EIB lends to projects for which total investment cost exceeds EUR 25 million.	EIB Project Loans
Project Financial Instruments	EIB	<ul style="list-style-type: none"> • Project loans • Senior loans • Junior or subordinated loans • Equity/quasi-Equity • Project Finance 	A revolving fund where revenue is reinvested in new operations, which makes it a financially sustainable facility. The Investment Facility meets the financing needs of investment projects in the Sub-Saharan Africa region with a broad range of flexible risk-bearing instruments, and supports projects promoting the development of the private sector and commercially-run public enterprises. EIB makes loans, including in local currency, to local banks and other intermediaries, which subsequently “on-lend” to final beneficiaries, SMEs or medium-sized companies, and public sector entities. Direct lending to corporates is also operated.	EIB Investment Facility
Project Financial Instruments	EIB	Global Energy Efficiency and Renewable Energy Fund (GEEREF)	Advised by EIB Group, GEEREF is an innovative fund-of-funds that leverages public sector funds to catalyze private sector investment into clean energy in developing countries.	GEEREF
Project Financial Instruments	ICD	<ul style="list-style-type: none"> • Term Finance • Project Finance • Line of Finance (LOF) • Equity 	Equity capital, term finance, trade finance, and project finance for suitable green-field and brown-field projects in its member countries. The typical duration for the loan maturity is 3-7 years, while the Bank can go beyond 10 years on infrastructure and project finance transactions.	ICD Investment Facilities
Project Financial Instruments	IFC	Equity: <ul style="list-style-type: none"> • Structured finance • Equity • Private equity & investment funds 	Equity investments provide developmental support and long-term growth capital that private enterprises need. IFC invests directly in companies' equity and through private-equity funds.	IFC Equity

FIRMS & OTHER PRIVATE SECTOR ENTITIES

Instrument	Managing Organization	Program	Product/Key Coverage	Link
Project Financial Instruments	IFC	Loans: <ul style="list-style-type: none"> • Senior loans • Subordinated loans • Syndicated loans • Blended loans 	IFC finances projects and companies through loans from its own account, typically for 7 to 12 years. IFC also makes loans to intermediary banks, leasing companies, and other financial institutions for on-lending.	IFC Loans
Blended Finance Project Instruments	AfDB and EIB	Boost Africa	An investment program to provide equity funding to a range of private equity funds supporting start-ups and early stage SMEs across the continent.	Boost Africa
Blended Finance Project Instruments	AfDB	Facility for Energy Inclusion (FEI)	With targeted capitalization of up to \$500 million, including debt and equity capital, FEI will provide senior and mezzanine debt to off-grid, mini-grid, and small scale Independent Power Producers (IPPs) with total costs not exceeding \$30 million.	FEI
Blended Finance Project Instruments	AfDB	African Renewable Energy Fund (AREF)	A dedicated renewable energy fund focused on Sub-Saharan Africa committed capital to support small- to medium-scale independent power producers (IPPs).	AREF
Blended Finance Project Instruments	EIB	Global Energy Efficiency and Renewable Energy Fund (GEEREF)	Advised by EIB Group, GEEREF is an innovative fund-of-funds that leverages public sector funds to catalyze private sector investment into clean energy projects in developing countries.	GEEREF
Blended Finance Project Instruments	ICD	Global SMEs Program	The Global SMEs Program focuses on providing (1) access to finance, (2) capacity building and (3) advisory services to SMEs to help them access capital and export markets and participate in global value chains.	ICD SME Programs



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