



What is Green Recovery Opportunity Window? Credit Guarantee Scheme to Support Provisioning of Financing for MSMEs for Investments in EE and RE

Where do we stand? Launched – June 17, 2022
Piloting with ProCredit Bank

Who supported GROW? Project supported by KfW, MCC and DFC



Who Supported GROW?



Capital and TA

- Founding Capital Base for Backing Guarantee Operations
- Technical Assistance for KCGF, FI and MSMEs



Technical Assistance

- Support KCGF to design and launch Energy Window
- Developing a renewable energy (RE)/energy efficiency (EE) project pipeline
- Providing technical assistance to support small- and medium-sized



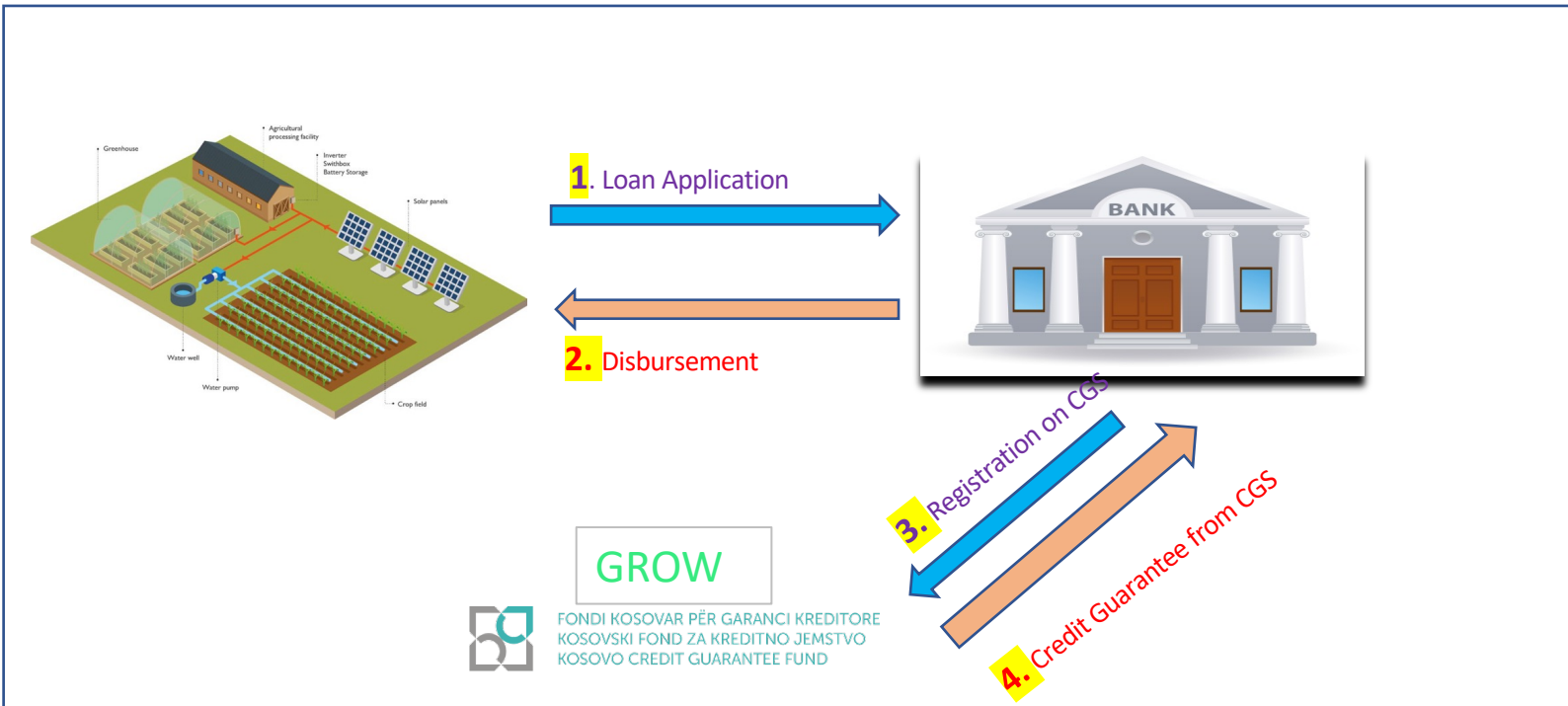
DFC – Counter Guarantee Facility

- Re – guarantee part of portfolio under GROW (EUR 6.25 mil)



Credit Guarantees - How it Functions?

- CGS play the role of guarantor for MSMEs, which lack the collateral and credit history necessary to meet the standards required for lending by banks.
- CGS cover part of the credit risk to the banks to enable and facilitate financing conditions for MSMEs.
- CGS use their capital base to service debt if the borrower fails to repay the guaranteed loan.



Loans for MSMEs



Potential of GROW

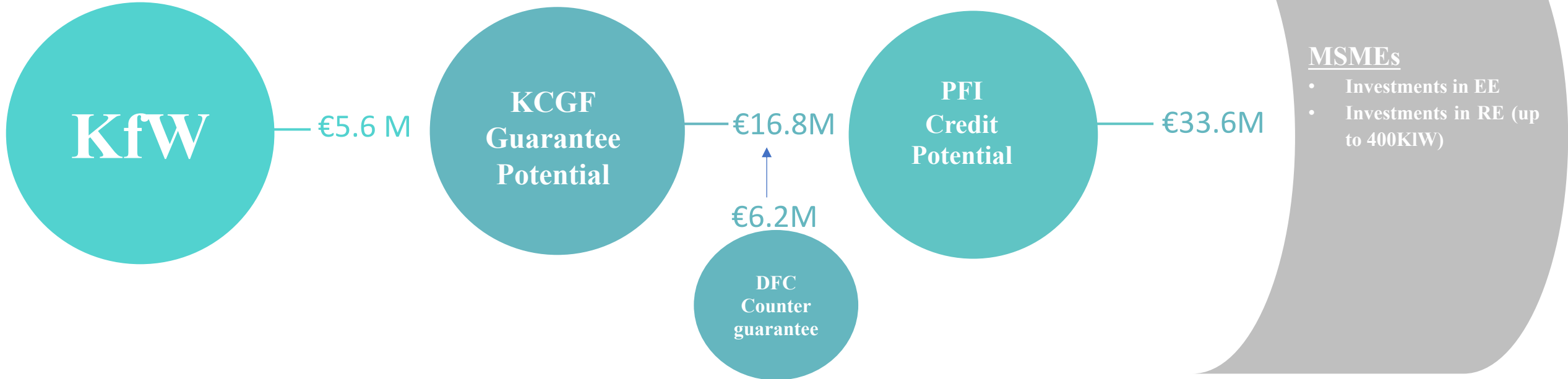
Funding

Facility

(Credit Guarantee)

Intermediaries

Beneficiaries



Who is Eligible - Investments?

- Small scale renewable energy (solar) up to 400 kw;
- Investments in EE (increase of EE for at least 20%);
- Maximum amount of Guarantee: EUR 500K;
- Guarantee Rate up to 50%;
- Maximum Credit Exposure for group of related parties EUR 5Mil;
- Maximum Loan amount for a single exposure EUR 3 Mil;
- Minimum Loan amount for single exposure EUR 3K;
- Products: Loan and leasing;
- Maturity: From 12 – 84 months;



Who is Eligible - MSMEs?

- Privately owned micro, small, and medium sized enterprises (MSMEs).
- MSMEs that have business registration and fiscal number.
- A qualifying borrower must be;
 - ✓ One hundred percent (100%) owned by private owner with no government ownership during the period of the loan;
 - ✓ At least one owner private citizen or permanent residents of Kosovo.
- The MSMEs that have less than 250 employees.



GROW Green
Recovery and
Opportunity
Window

Thank you