

NICARAGUA

Strengthening Nicaragua's leading bank with the aim of supporting SMEs and the private sector in the country



PROPARCO is contributing to strengthening the capital structure of Banpro, Nicaragua's leading bank, which will allow it to continue its productive investments for SMEs in the country - and, more generally, the private sector.

PROJECT DESCRIPTION

The tier 2 credit line to Banco de la Produccion aims to strengthen the bank's capital structure and support employment and productive investment in one of the poorest and most unbanked countries in Latin America. PROPARCO has partnered with the OPEC Fund for International Development (OFID), which acts as a catalyst. Each institution is contributing USD 10m, for a total financing of USD 20m.

CLIENT PRESENTATION

Banco de la Produccion (Banpro) is the leading bank in Nicaragua's market and the second largest institution in terms of assets of the regional financial group Promerica Financial Corporation (PFC), which operates in nine Latin American countries. Banpro has been a client of PROPARCO since 2013.

PROJECT IMPACT

The project will have a number of socioeconomic impacts. It will support employment and training for local populations. It will contribute to the development of the private sector, particularly SMEs, which will become the institution's main business sector over the next five years. Finally, the bank's extensive network will allow it to promote financial inclusion for the poorest populations living in the country's most underserved regions (Atlantic coast).

21/12/2016

Date of signature of the project



Banks and Financial services sector(s)



Nicaragua
Location



Loan
Financing tool



9 402 915 Euros
Amount of funding



USD 10m loan
Financing details



BANCO DE LA PRODUCCION
SA
Client

IF-B

CES

PROPARCO
GROUPE AGENCE FRANÇAISE DE DÉVELOPPEMENT