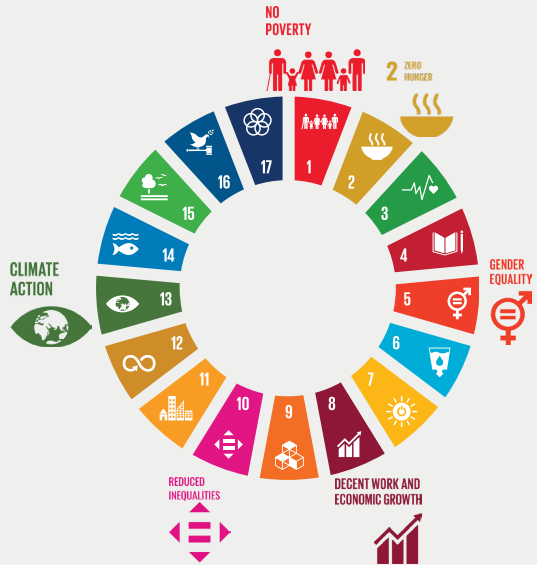


# Swedfund

Swedfund is the Swedish Government's Development Finance Institution (DFI) with the mission to fight poverty by investing in sustainable businesses in developing countries. We do this by contributing to the creation of more jobs with decent working conditions and by improving access to essential important products and services such as renewable energy and health care. As a DFI we are additional and catalytic by acting as accelerator to boost funding in developing countries.

## THE GLOBAL GOALS

Sustainable businesses and inclusive growth are crucial to reach Agenda 2030. All 17 development goals are relevant to Swedfund as a company and to the investments we make, however we can impact some of the goals directly through our investments.



## OUR PILLARS

Our capital comes with requirements and support. We set targets for development results and work closely with our portfolio companies. We monitor and extend support to ensure that they develop in the right direction. Our business model is based on three pillars:

### IMPACT ON SOCIETY



We aim to contribute to impact on society. We measure our work through indicators linked to:

- Jobs
- Tax revenues
- Climate impact
- Gender equality and women's economic empowerment

### SUSTAINABILITY



We aim to help create sustainable businesses. We measure our work through indicators linked to:

- Decent working conditions
- Environmental and social management system, incl. human rights
- Anti-corruption management system

### FINANCIAL VIABILITY



We aim to help create profitable and financially viable businesses. We measure our work through indicators linked to:

- Turnover and profitability
- Return on funds
- Capital mobilisation

# SECTORS

Swedfund invests in three main sectors: Energy & Climate, Financial Inclusion and Sustainable Enterprises. We typically invest MUS\$ 5-25, by way of direct equity, debt or through intermediated vehicles such as funds, and we are in the process of including a guarantee instrument to our toolbox. A key requirement in our investments is the presence of a strong strategic investor with, i.a., institutional depth, sector experience and the ability to provide a material amount of funding.

Climate, women's empowerment and digitalisation are three thematic areas that permeate what we do, regardless of the choice of instrument, geography or sector. Funding for Technical Assistance is used to boost the development of our portfolio companies through initiatives within the pillars of our business model.

## ENERGY & CLIMATE

- © Today, around 770 million people live without access to electricity, out of which 74% live in sub-Saharan Africa and the least developed regions of Asia.
- © Access to electricity is crucial for sustainable economic growth in developing countries.
- © Swedfund is only investing in renewable energy sources.
- © We finance both grid-connected power sources and off-grid solutions.
- © We finance broader climate investments, such as energy efficiency and resource efficiency, water and sanitation, and forestry projects.



**10 TWh**

Energy production\*

**~3 million**

Households & companies with access to electricity via off- and mini-grids\*

## FINANCIAL INCLUSION

- © 1.7 billion people globally are still unbanked and some 5 trillion USD are lacking for MSMEs.
- © 9 out of 10 jobs in developing countries are created in the private sector.
- © In developing countries, SMEs are responsible for the majority of jobs and are thus a driving factor in the economic and social development. A shortage of funding is one of the most limiting factors for the ability of these companies to grow.
- © Swedfund's investments within Financial Inclusion comprise direct investments in financial institutions and commitments to private credit funds. These intermediaries provide an efficient way to provide financing to companies and countries otherwise difficult to reach.
- © Direct investments are predominantly in the form of debt instruments.



**~7,700,000**

Microfinance loans\*

**~450,000**

Loans to SMEs\*

## SUSTAINABLE ENTERPRISES

- © Swedfund's investments within Sustainable Enterprises bring together our fund investments and thematic investments in health and digitalization.
- © SMEs & mid-market corporates in developing countries are locked out of funding (only 20% with access via local banks) and nearly 3 billion people lack internet access with 32,9% gender gap in least developed countries.
- © Funds with a focus on technology and digitalization have the potential to transform sectors and substantially contribute to GDP growth.
- © ~50-60% of the population in developing countries do not have access to health facilities. Well regulated, responsible private healthcare investments are key to bridge the gaps and complement existing public healthcare ecosystems.



**333,000**

No of jobs in our portfolio companies\*

**~ 1,5 million**

Estimated number of indirect jobs to which the portfolio contributes\*

\*as of Jan 1 2023

# SECTOR PORTFOLIO AS OF JAN 1 2023

## ENERGY & CLIMATE

Company	Country/Region	Year	Company	Country/Region	Year
AIIF 4	Africa	2022	Evolution II Fund	Africa	2018
Serengeti Energy	SSA	2022	Climate Investor One	Global	2018
Climate Investor Two	DAC countries	2022	JCM Power Corp.	Global	2018
Dolma Impact Fund II	Nepal	2021	d.light	Africa	2018
SUSI Asia Energy Transition Fund	Asia	2021	Frontier Energy Fund II	Africa	2017
Africa Renewable Energy Fund II	Africa	2021	Renewable Energy Fund Asia II	Asia	2017
SunFunder SET Fund	Africa	2020	Husk Power Systems	India, Tanzania	2017
Chigirin Solar Power Plant	Ukraine	2019	Azura-Edo IPP	Nigeria	2013
GEF South Asia Growth Fund II	Asia	2019	ICCF	Global	2010
Metier Sustainable Capital Fund II	Africa	2019			

## FINANCIAL INCLUSION

Company	Country/Region	Year	Company	Country/Region	Year
BluePeak	Africa	2022	Co-operative Bank of Kenya	Kenya	2020
Accion Digital Transformation Fund	Africa & Asia	2022	African Rivers Fund III	Africa	2020
Vantage Mezzanine IV	Africa	2022	LOLC Finance Plc (LOFC)	Sri Lanka	2019
Bank of Georgia	Georgia	2022, 2019	Equity Bank	Kenya	2019
Platcorp Holdings Ltd	Uganda, Kenya, Tanzania	2022, 2020, 2018	TLG Growth Africa Impact Fund	Africa	2018
EFP	Global	2022, 2010	Victoria Commercial Bank	Kenya	2018
Bayport	Tanzania, Uganda, Mozambique	2022, 2016	Women Entrepreneurs Debt Fund	Global	2016
Five-Star Business Finance	India	2021	NMB Zimbabwe	Zimbabwe	2016
CreditAccess Grameen	India	2021	Norsad Finance	Africa	2012
Satin Creditcare Network	India	2020			

## SUSTAINABLE ENTERPRISES

Company	Country/Region	Year	Company	Country/Region	Year
ASEAN Frontier Markets Fund	Cambodia and Laos	2022	Catalyst Fund II	Africa	2017
Tide Africa Fund II	Africa	2021	Apis Growth Fund I	Africa & SEA	2015
Medical Credit Fund II	Africa	2021	AfricInvest Fund III	Africa	2014
Kasha Global	Africa	2020	Investec II	Africa	2014
Jacaranda Maternity	Kenya	2020	African Development Partners II	Africa	2013
HealthQuad II	India	2020	Adenia Fund III	Africa	2013
Quadria Capital Fund II	Asia	2019	ECP Africa Fund III	Africa	2008
Hospital Holdings Investment	Africa	2019	Baring India Private Equity Fund II	India	2005
Apis Growth Fund II	Africa & SEA	2018			

**CONTACT** Swedfund is based in Stockholm, Sweden, with regional offices in Nairobi, Kenya, and Abidjan, Ivory Coast

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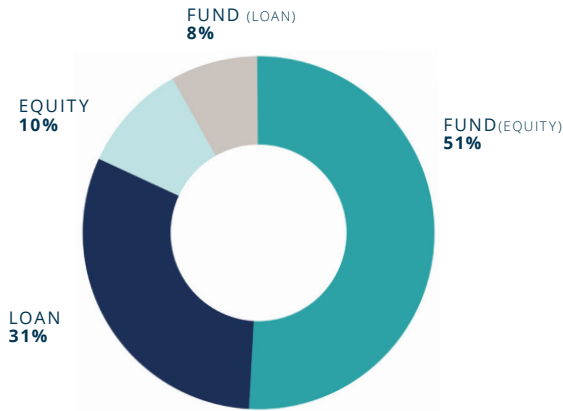
Head of Sustainable Enterprises, Sofia Gedeon, sofia.gedeon@swedfund.se, + 46 72-194 29 02

# PORTFOLIO AS OF JAN 1 2023

Swedfund was founded in 1979, and has since invested in businesses, financial institutions and funds in developing countries. We are a long-term and active investor focused on supporting sustainable growth of our investee companies. As of January 1<sup>st</sup> 2023, Swedfund had 64 investments in companies, financial institutions and funds, with 65 percent of the portfolio being targeted at sub-Saharan Africa. The total contracted amount was MUSD 808.

## INSTRUMENT

Split of contracted amount by type of instrument



## GEOGRAPHY

Split of contracted amount by geography

