

AGREENFI

AGREENFI is a label designed to encourage banks to step up their financing for the agriculture sector.

The topics targeted include family farming, the processing and promotion of agricultural products, sustainable forestry, sustainable fishing and biodiversity.



Objectives

Give rural actors (family farms, producers' organizations, cooperatives, agricultural SMEs) access to appropriate financing and provide customized technical support.

Provide local financial institutions with financial resources and technical assistance to finance and promote a more sustainable agricultural development model.



Beneficiaries

Financial institutions (public or private banks, microfinance institutions, specialized financial institutions) wishing to develop their rural sector financing activity while mitigating specific risks

Countries listed by the OECD Development Assistance Committee by income level:

- Least Developed Countries (LDCs)
- Lower-Middle-Income Countries (LMICs)
- Upper-Middle-Income Countries (UMICs)

Link to the full list of countries concerned on the OECD website – click [here](#)



Characteristics

Type of instrument: Combination of loans, grants and risk-sharing instruments (guarantees)

Targeted projects: Financing of the rural sector by AFD's client financial institutions and mitigation of specific risks:

- Identification of an investment portfolio and credit line financing
- Technical assistance financed by grants for the implementation of the credit lines
- Strengthening the expertise of financial institutions in the assessment of these projects
- Development of communication and marketing tools



Examples:

Morocco (€20 M + €300 K technical assistance loan): Development of Crédit Agricole's portfolio for sustainable investment by the country's farms (autonomous irrigation systems, organic farming); control of E&S risks and development of tools to assess the impact of financing.



Tanzania (€80 M credit line + €1 M for technical assistance): Strengthen the Tanzania Agricultural Development Bank in its role as a bank for small producers to catalyze private investment in the sector, while promoting climate-smart agro-ecological practices, and financing women and youth.



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