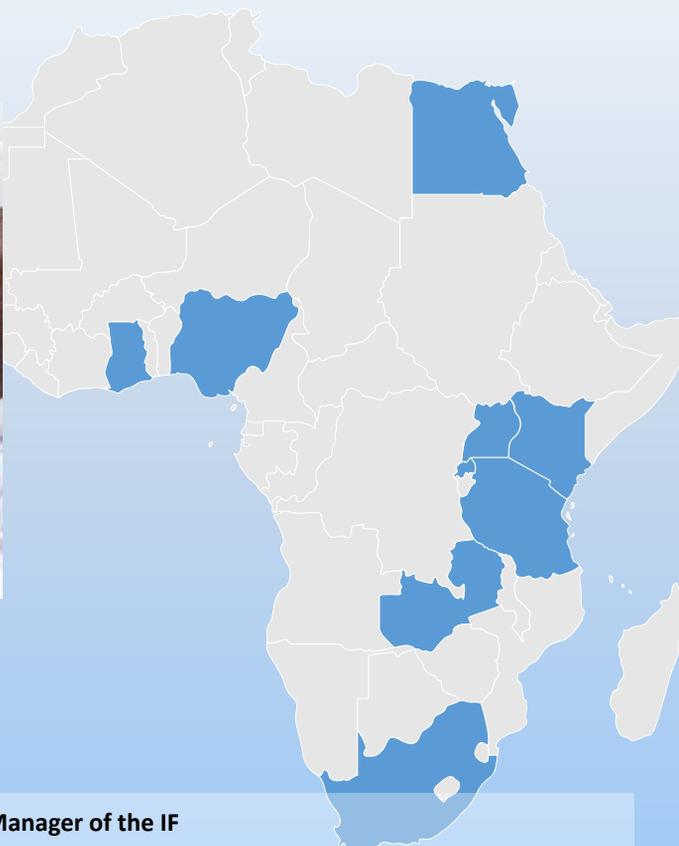


# Dutch Good Growth Fund



Ministry of Foreign Affairs of the Netherlands

Dutch Good Growth Fund



## GroFin SGB Fund

The GroFin SGB Fund provides long-term mezzanine financing for SGBs that are underserved by other funds or financiers, with a focus on small enterprises that are locally owned and managed. This will mainly be start-up and growing businesses from different sectors (e.g. agriculture, health, education, energy, enterprise). These businesses are in need of long term risk capital, lack track record and/or collateral and are not adequately served by banks. Grofin is one of the pioneers in SME financing with 10 years of active experience in impact investing into small and growing businesses (SGBs) at the base of the SME pyramid. GroFin's team works closely with the management of these investee companies and is currently active in 9 African countries. The strategic blend of financial and value adding business support, allows the companies that the fund invests in to grow and extend their financial base.

## Sector(s)

E.g. Agriculture, healthcare, education, energy

## Amount Invested

In June 2018, an additional loan of EUR 5 million has been disbursed, this is an addition to DGGF's commitment to GroFin of USD 5M in debt and USD 10M in equity in 2015.

## Manager of the IF

GroFin Managers (Private Company Limited by Shares), a regional organization with its head offices in South Africa and Mauritius, and operations in Africa and the Middle East. GroFin is a pioneer in SME financing with over 10 years of active experience in investing into Small and Growing Businesses at the base of the SME segment. Its strategy is to work closely with the management of investee companies. GroFin is currently active in nine African countries via two predecessor funds.

## Impact

Three years after the start of the fund, GroFin has demonstrated good impact in terms of SME outreach and employment generation. The Fund invests in SMEs largely underserved by existing lenders (banks and PE funds) and by offering extensive business development services, the Manager is going beyond the formal role of a lender in growing SMEs. The Fund has proven to support young entrepreneurs and has invested 31% of its capital in youth-owned businesses.

GroFin has successfully disbursed its around 80M USD of available capital and additional funding from DGGF will support further portfolio growth and reaching more SMEs.

Website: [www.grofin.com](http://www.grofin.com)