



A guarantee to DTB Tanzania to support local MSMEs

12/15/2020 – Date of signature of the project

BANKS AND FINANCIAL SERVICES – Sectors

TANZANIA – Location

GUARANTEE – Financing tool

5 000 000 EUROS – Amount of funding

TZS 12.5BN ARIZ PORTFOLIO GUARANTEE – Financing details

DIAMOND TRUST BANK TANZANIA LTD (DTBT) – Client

Client presentation

Diamond Trust Bank (DTB) Tanzania Ltd is a Tanzanian commercial bank set up in 1946. It is part of Diamond Trust Bank Group, which operates in East Africa. It particularly focuses on the corporate client and SME segments.

Project description

The operation signed between Proparco and DTB Tanzania involves an ARIZ portfolio guarantee allocated in Tanzanian shillings (TZS) equivalent to EUR 5m. The project aims to support DTB Tanzania's development strategy in its SME segment and targets all sectors of activity (excluding oil, coal and gas, in line with France's commitments under the Paris Agreement). By covering 50% of the amount of eligible loans allocated to Tanzanian MSMEs by the bank, the risk-sharing tool will guarantee EUR 10m of new loans.

Project impact

A total of some 150 MSMEs should be supported through this guarantee and some 450 jobs supported over the next few years.