



LuxFLAG Microfinance Label

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MICROFINANCE

Overview

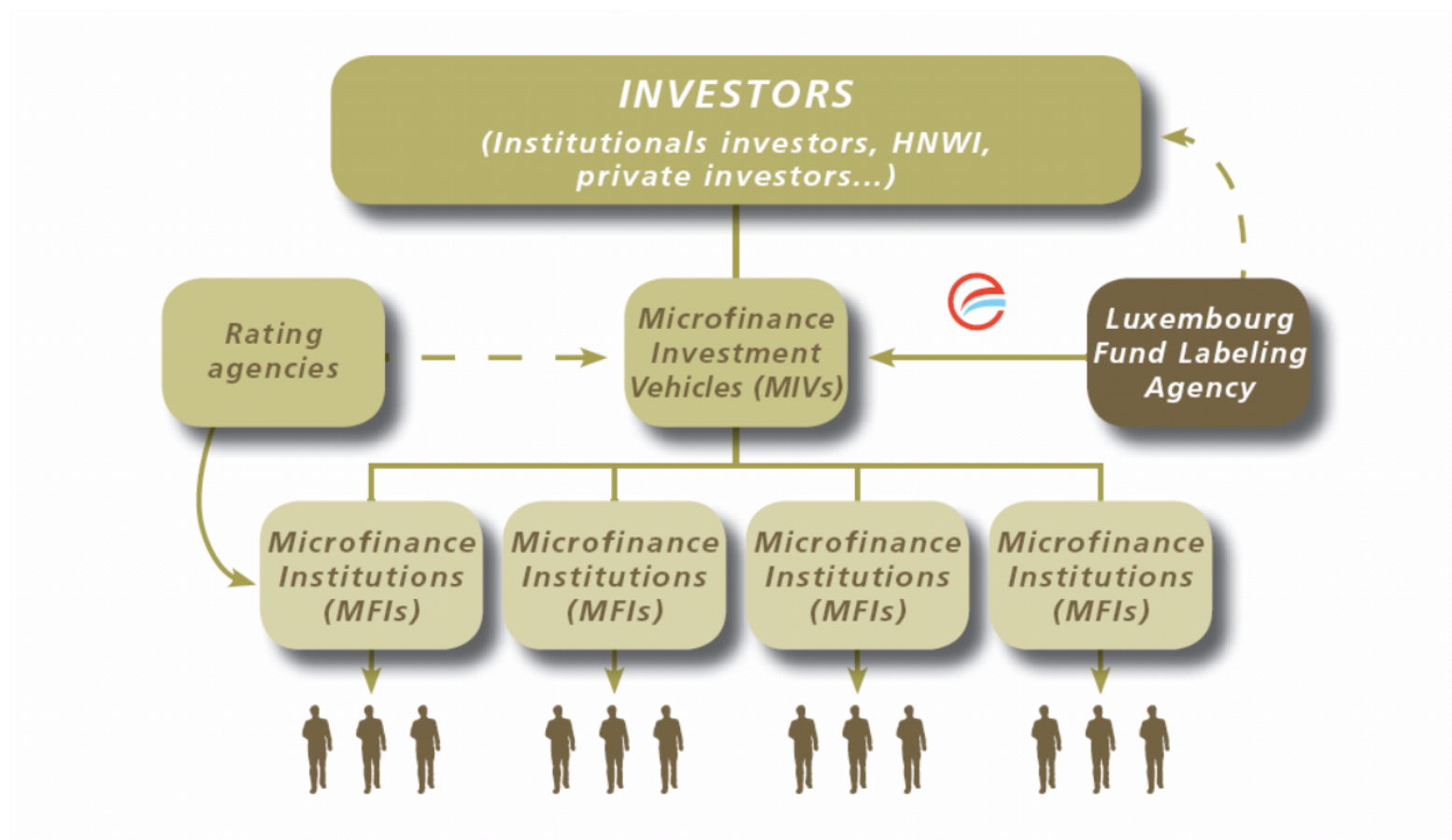
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About LuxFLAG

LuxFLAG, launched in July 2006, is an independent organisation that supports the financing of sustainable development by providing clarity for investors through awarding Labels to investment funds which meet specific published criteria.

- Honorary President: Her Royal Highness The Grand Duchess Maria Teresa of Luxembourg.
- Charter Members: 8 Charter Members representing public and private partners.
- Board of Directors representing the Charter Members

About LuxFLAG: Position in the Microfinance Industry



LuxFLAG Microfinance Label



The primary objective of LuxFLAG Microfinance Label is to reassure investors that the MIV actually invests, directly or indirectly, in the Microfinance sector. Investing indirectly means that the MIV can, rather than giving direct loans to Microfinance Institutions (MFIs), invest into other MIVs themselves investing more than 50% in Microfinance

Advantages of the LuxFLAG Microfinance Label

- Reinforces clarity, transparency and credibility towards the Investors
- Enhances Visibility of the MIV in the international platforms.
- Helps reaching international investment community

LuxFLAG Microfinance Label : Application Criteria

- Be subject to supervision in the EU Member State or equivalent to that in EU Member States
- Have a Microfinance portfolio corresponding to at least 50% of the MIV's total assets
- Have at least 25% of its Microfinance portfolio invested in MFIs rated by Microfinance rating agencies recognised by LuxFLAG
- Seek a return on investment
- Segregate the functions of custody and management of assets
- Regularly report and publish audited financial information

LuxFLAG Labelled MIVs: Factsheet

- The number of MIVs labelled by LuxFLAG has substantially increased since beginning of 2010 from 8 MIVs to 20 MIVs in Sept 2011, representing approx. USD 2.93 billion in AUM.
- This confirms the growing interest in the LuxFLAG Microfinance label and reinforces its importance in terms of providing greater transparency to investors.
- LuxFLAG expects further MIVs to apply for the Microfinance Label by the end of 2011.



Advantages of the LuxFLAG Microfinance Label

Thank you for your attention