

Hungarian Development Bank Fund-of-Funds in Cohesion Policy

*ELTI workshop - MFF post 2020 : what can
NPBIs bring to the table for territorial
investment ?*



Hungarian Development Bank Plc.

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FIs in Hungary in the 2014-2020 programming period

Structural Funds
for Hungary



~EUR 29
billion

Financial Instruments



~EUR 3.2 billion*

Loan ~EUR 1 billion

Combined loan** ~EUR 1.6 billion*

Venture capital ~EUR 0.6 billion

+Human Resources
Development
Operational
Programme (HRDOP):
EUR 3.7m

Competitive Central Hungary
Operational Programme
(CCHOP)

52



FI budget (EUR million)

Economic Development
and Innovation Operational
Programme (EDIOP)

2235



FI budget (EUR million)

* Non-refundable part of the combined products are managed by the Ministry of National Economy in cooperation with MFB. The total sum allocated to financial instruments is up to ~EUR 2.3 billion

** Loan combined with grant

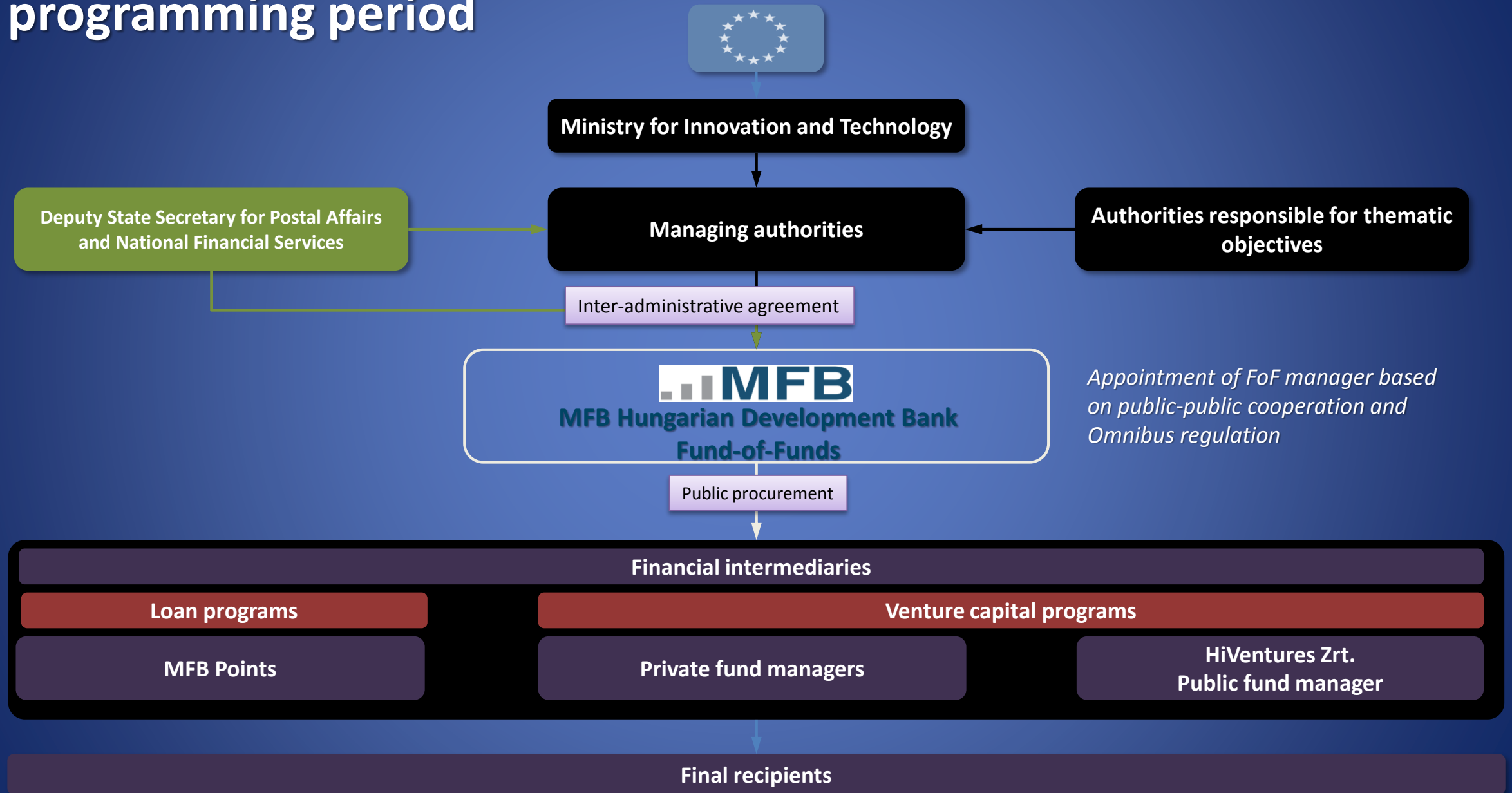


2014-20
2,352 m EUR



2007-13
727 m EUR

Implementation of HU financial instruments in the 2014-2020 programming period



Financial Instruments 2014-2020

Target group:

*start-ups,
micro enterprises,
SME-s,
social enterprises,
enterprises engaged in R&D*

Products:

- 11 loan products - 10 (8 for enterprises, 2 for natural persons) through FIs (2 procured consortia) and 1 direct (for enterprises),*
- 9 combined products – loan+grant*
- 8 equity products*



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Financial Instruments 2014-2020

TO	Loan programs	Combined loan programs	Equity programs	
TO1 R&D	Loan program for supporting RDI activities of enterprises (EDIOP)	Combined loan program for supporting RDI activities of enterprises (EDIOP)	National technological and intellectual property venture capital program (EDIOP) Smart specialisation venture capital program (EDIOP, CCHOP)	National Fund (EDIOP)
TO2 ICT	Digital welfare loan programme (EDIOP)	Loan program for the development of NGA and area networks (linked to grant; EDIOP) Combined loan programs for supporting different ICT developments (4 programs; EDIOP)	Specialized seed and pre-seed investment fund for start-up ICT companies venture capital program (EDIOP) Digitalisation Fund (EDIOP) Digital welfare capital program (EDIOP)	
TO3 SMEs	Loan program for enhancing competitiveness of SMEs (EDIOP, CCHOP) Loan program for technology modernisation of SMEs (EDIOP)	Combined loan program for supporting capacity expansion of SMEs (EDIOP) Combined loan program for supporting medium-sized food companies (EDIOP)	Irinyi venture capital program (EDIOP)	
TO4 Carbon	Energy loan program for SMEs (EDIOP) Loan program for improving energy efficiency in the housing sector (EDIOP, CCHOP)	Combined loan program for improving energy efficiency of SMEs' buildings with the use of renewable energy (EDIOP, CCHOP)	-	
TO8 Empl.	Loan program for promoting of employment (EDIOP)	-	-	
TO9 Social	HRDOP financial instrument loan programme	-	-	

Role of MFB in the implementation process

- Expertise in banking + implementing EU funds + public mandate

Main tasks include:

- ✓ Day to day contact with MAs and central coordination (MIT)
- ✓ Product development, amendments
- ✓ Selection of financial intermediaries
- ✓ Setting up processes (cooperation with intermediaries)
- ✓ Control of activities of intermediaries – regular contacts, clarifying issues related to the implementation of programs
- ✓ Take active part in financial management of loan programs (receiving amounts repaid, managing claims for loans etc.)

Thank you!



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