

Uganda: Hofokam Ltd, Dioceses of Fort Portal, Hoima, and Kasese

LOAN DETAILS

LOAN AMOUNT	\$1,000,000
INITIAL INVESTMENT	7 /2021

INVESTMENT OVERVIEW

ENTERPRISES

Financial Inclusion: Banking and Lending

USE OF LOAN

- Growing Hofokam's Gross Loan Portfolio (On-lending to rural and urban poor)

INVESTMENT HIGHLIGHTS

- **Growth:** The loan will enable Hofokam to become a Microfinance Deposit Taking Institution, lowering their weighted average cost of capital, subject to regulatory approval
- **Established Partners:** Hofokam has long-term relationships with established MFI lenders including Soluti and Oiko Credit, who are eager to support the next phase of growth
- **Strong Farm Management:** Hofokam is led by a team of eight qualified managers with over 10 years of experience in MFI lending
- **100% Guaranty:** The three dioceses who co-own Hofokam (Fort Portal, Hoima, and Kasese) have provided a joint guaranty for 100% of the loan principal and interest
- **Hedging:** The loan is fully hedged via a Cross Currency Interest Rate Swap with MFX Solutions

Hofokam Ltd.

Headquarters:
Fort Portal,
Uganda

Gross Loan Portfolio:
6.5MM USD



General Manager
Charles Isingoma



A Hofokam Branch Officer
works with a Client



Hofokam's Fort Portal Branch

IMPACT



SHARED PROSPERITY

- **13,287 customers, 39% women**
- Majority of customers are **underserved rural and urban poor**
- Hofokam has **trained 790 village banking groups** on financial literacy, credit and savings, record keeping, enterprise selection, planning and management



RESILIENCE / LAUDATO SI'

- **\$70,000 solar loan** from Uganda Energy Credit Capitalization for on-lending to customers
- Hofokam also received a **clean technology facility** from Abi for on-lending to agricultural customers pursuing **climate smart agriculture**



STRENGTHENED SOCIAL ENTITIES

- Income supports social programs including schools, health institutions and orphanages in three dioceses



MISSIO INVEST ADVISORY & SUPPORT

- Missio Invest will work with Hofokam's existing lenders to further strengthen the MFI's Board and management