



Financial Instruments in Hungary

State of play

Gyula Szőke

Managing Authority for Economic Development and Innovation OP

Ministry for National Economy

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- 2007-13 programming period: past experiences
- 2014-20 programming period: state of play



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2007-13 programming period



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The first financial instruments were set up in Hungary in the 2007-13 programming period.

JEREMIE sources

- In Economic Development OP included 208bn HUF (~727m EUR),
- in Central Hungarian OP contained 40bn HUF (~140m EUR), mirror schemes



Loan

- **EDOP 4.1, CHOP 1.3.1 (mirror schemes)**
 - New Széchenyi Loan programme,
 - Combined Microcredit programme,
 - New Hungary SME loan programme,
 - New Hungary Working capital loan programme

Guarantee

- **EDOP 4.2, CHOP 1.3.2 (mirror schemes)**
 - New Széchenyi Loan Guarantee programme,
 - New Széchenyi Counter-guarantee programme,
 - Combined Loan with Guarantee

Venture capital

- **EDOP 4.3, CHOP 1.3.3 (mirror schemes)**
 - New Széchenyi Venture Capital seed sub programme,
 - New Széchenyi Venture Capital Growth subprogramme,
 - New Hungary Venture Capital programme

JEREMIE Institutional structure



1. Level

Governmental

Fund agreement

2. Level

Holding Fund

Intermediary agreements

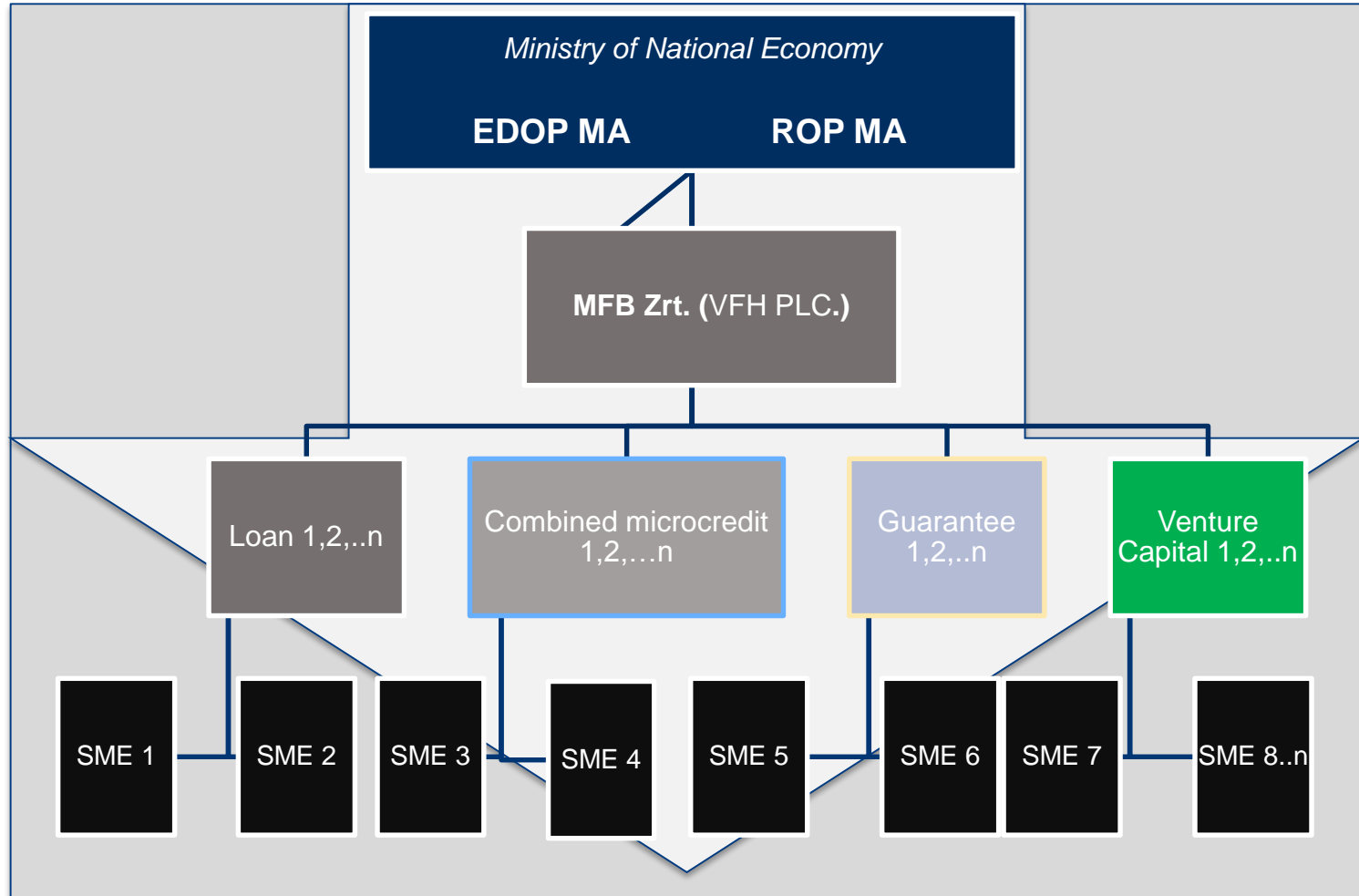
3. Level

Financial intermediaries

Contracts with final recipients

4. Level

Final recipients



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	projects	bnHUF	mEUR
Combined microcredit	9347	60,76	195,92
Loan	7802	118,16	381,05
Guarantee	1768	9,18	29,60
Venture capital	274	72,38	233,41
Total	19191	260,48	839,98

Data: 25.02.2016



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2014-20 programming period



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The following Hungarian OPs are planning to use FIs:

OP	ESI fund
Economic Development and Innovation OP	ERDF
Competitive Central Hungary OP	ERDF
Human Development OP	ERDF/ESF
Integrated Transport OP	ERDF/CF
Rural Development OP	EAFRD

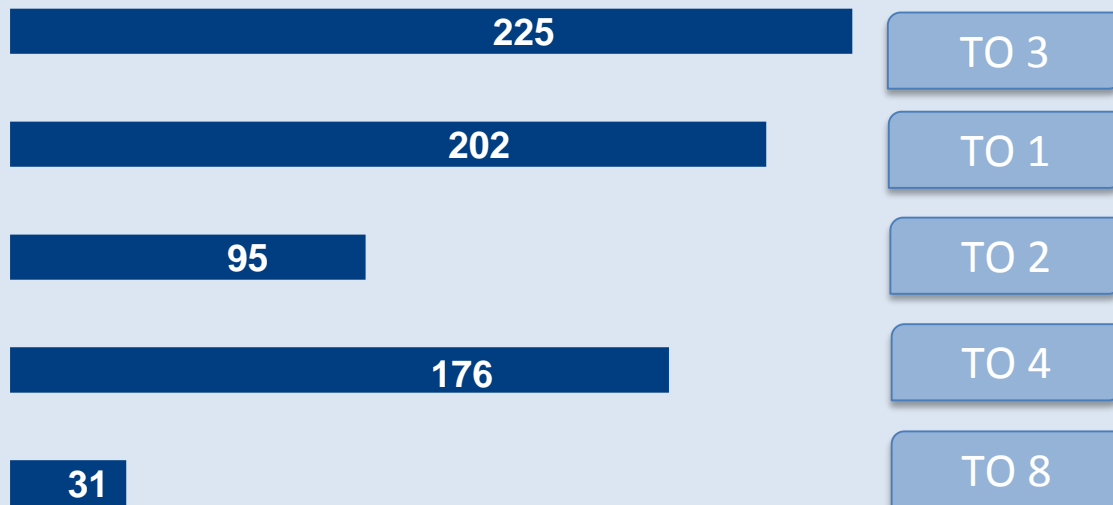
EDIOP and CCHOP contain dedicated amount of sources for FIs



Connecting
EDIOP priorities

- 1. SME
- 2. R&D
- 3. ICT
- 4. Energy
- 5. Employment

FINANCIAL INSTRUMENT PRIORITY STRUCTURE (DIVIDED
BY THEMATIC OBJECTIVES, BN HUF)





2015

- Adaptation of the new FI COM regulation (changing Hungarian regulation, and implementation)
- New institutional structure – ongoing tasks

2016

- Launching of new FI products

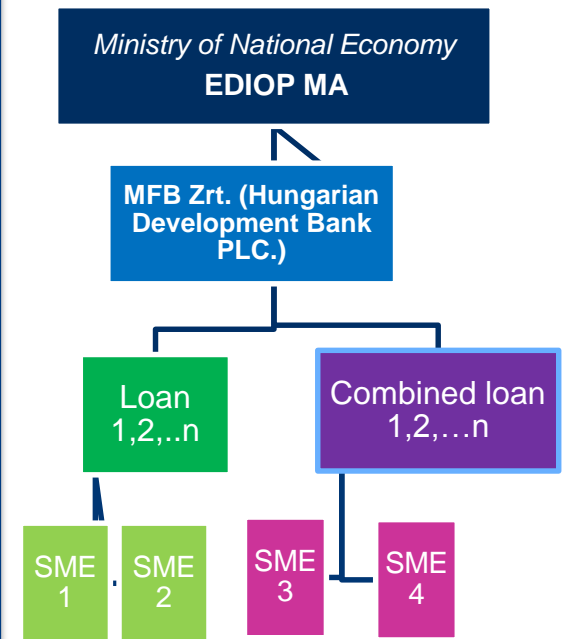


Fund of Funds: Hungarian Development Bank has been selected for EDIOP and CCHOP.

Funding agreement has been signed with FoF manager.

Financial intermediary: consortium selected via public procurement.

Provided services: raising awareness of SMEs about FI products, supporting SMEs in tendering, project pre-evaluation, ongoing workflow tasks on loan/combined loan portfolio etc.





Ex ante assessments

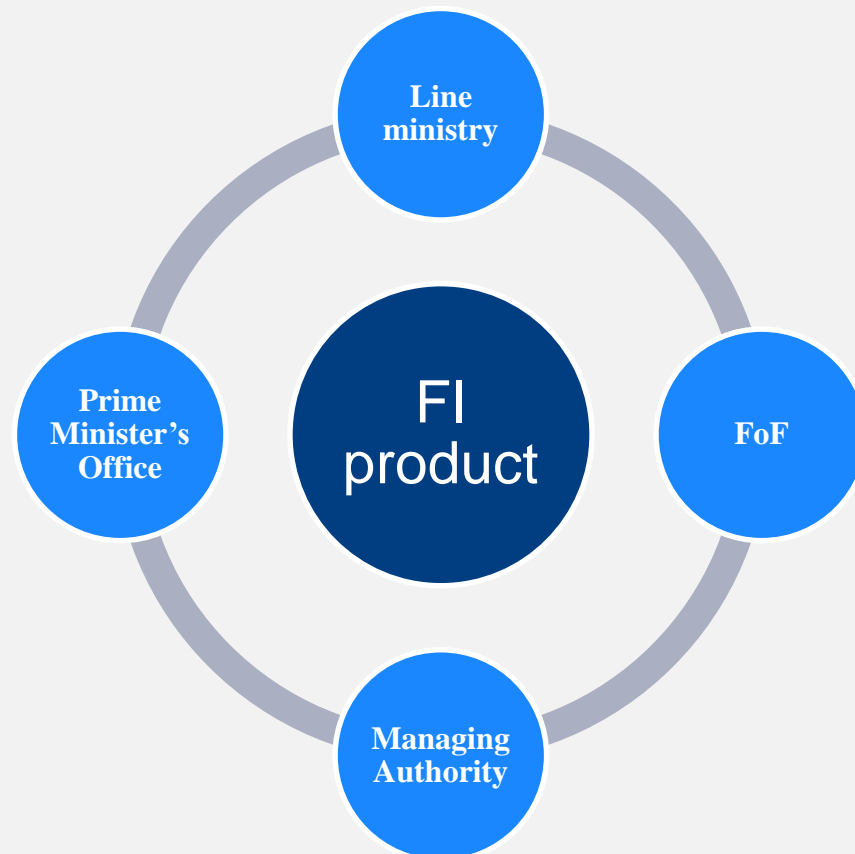
Finalised ex ante assessments on following areas:

- SME support (loans),
- ICT,
- Energy sector

Ex ante assessments are under way:

- SME support (combined products, guarantee, venture capital)
- R&D, and
- Employment support

FI product design - Work with stakeholders



New FI products

Plans for launching



Thematic Objective/ FI products	R&D support	ICT support	SME support	Low- carbon energy	Employment support	Release dates
Loan (bn HUF)	26	45,6	44	103,19	15	March (2), July, Aug, Sept 2016
Combined microloan product (bn HUF)	-	30	100	61		July 2016
Guarantee (bn HUF)	10	-	10	-		Aug 2016
Venture capital (bn HUF)	65	5,1	21	-		Sept 2016
Sum	101	80,7	175	164,19	15	



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financial instruments revolving capacity building
 added value **ERDF** funding agreement **ESF** EU guidance
 governance ex-ante assessment
 technical seminars leverage financial microfinance
 support co-financing intermediaries case studies
 investments **ESIF** **fi-compass** final recipients
 business plan **Thank you** thematic objectives
 advisory services guarantees banks loans **EaSI** equity
 private investors life cycle combination of support
EAFRD conferences factsheets
 fund of funds **EMFF** investment strategy **CF**
 managing authorities manuals

