



# Role of MFB in implementing financial instruments

**Gábor Soós**, Legal advisor, EU Financial Instruments Department, MFB Hungarian Development Bank



 #ficompass



# FIs in the 2014-2020 programming period



**MFB**

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)**

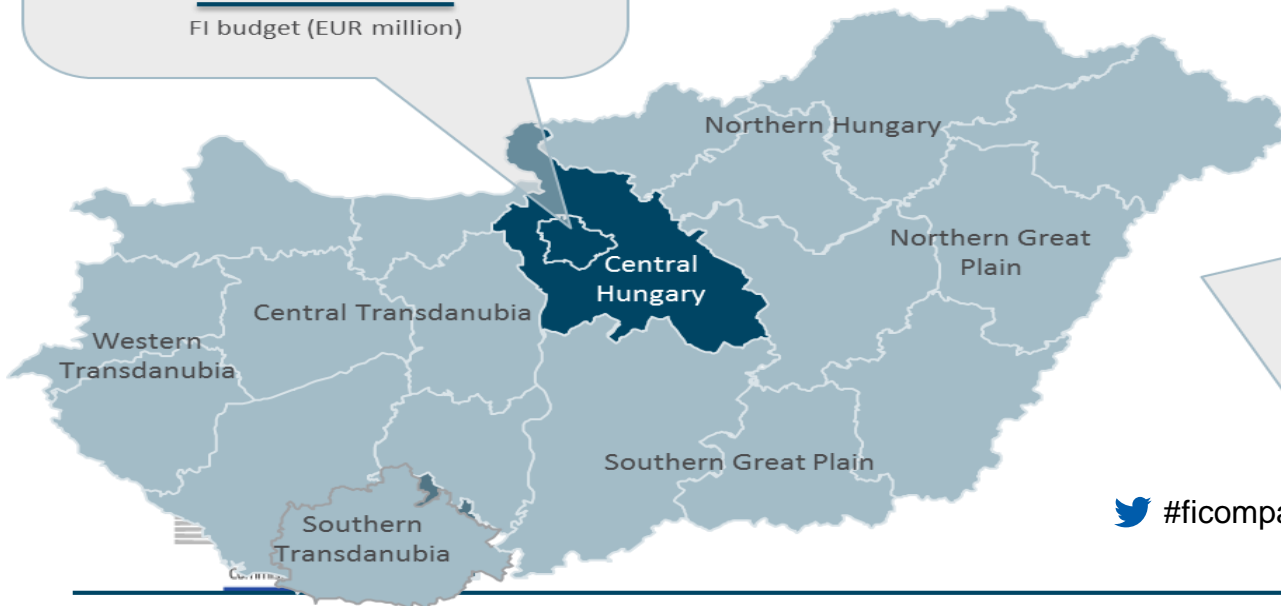
2235



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



#ficompass

**2014-20**  
**2,352 m EUR**



**2007-13**  
**727 m EUR**

# MFB has a key role in distribution of EU funds in the 2014-2020 programming period



Structural Funds for Hungary



~EUR 29 billion

Economic Development and Innovation + Competitiveness (EDIOP+CCHOP)



~EUR 10 billion



Financial Instruments



~EUR 3.4 billion\*

Loan ~EUR 0.9 billion

Combined loan\*\* ~EUR 1.9 billion\*

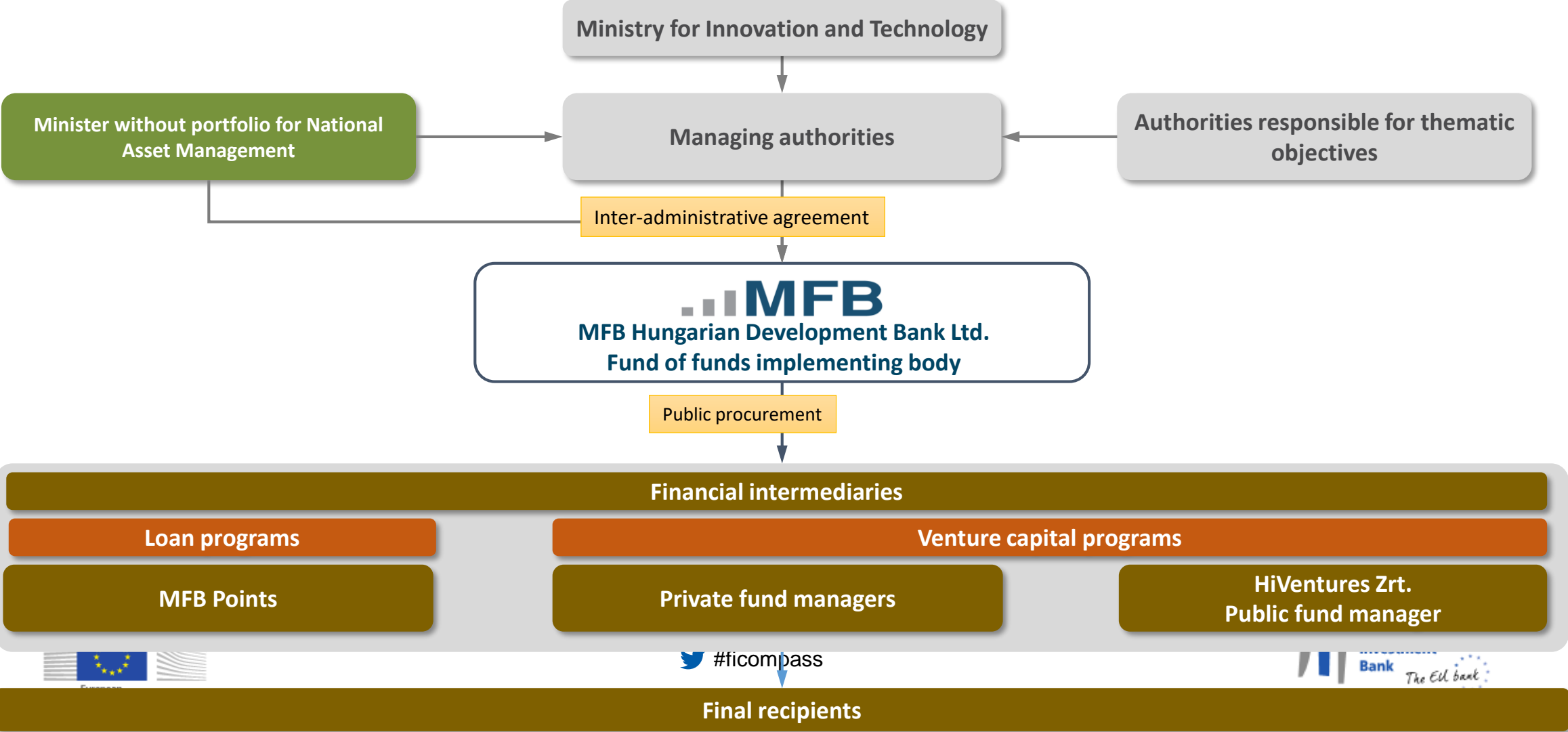
Venture capital ~EUR 0.6 billion

**50%+**  
OF TOTAL ALLOCATION  
COVERED BY REQUESTS

European

- \* Non-refundable part of 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 and non-refundable subsidy in one product

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



#ficompass



# Financial Instruments 2014-2020



TO	Loan programs	Combined loan programs	Venture capital programs	
TO1	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	Digital welfare loan programme (EDIOP)	Loan program for the development of NGA and area networks (linked to grant; EDIOP) Combined loan programs for supporting ICT development (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	Loan program for enhancing competitiveness of SMEs (EDIOP, CCHOP)	Combined loan program for supporting capacity expansion of SMEs (EDIOP) Combined loan program for supporting medium-sized food companies (EDIOP)	Irinvi venture capital program (EDIOP)	
TO4	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	Loan program for promoting of employment (EDIOP)	-		-
TO9	HRDOP financial instrument loan programme	-		-

# Contribution of MFB to the implementation process



- Expertise in banking + implementing EU funds

## **Main tasks include:**

- ✓ Day to day contact with MAs and central coordination (MIT)
- ✓ Product development, amendments
- ✓ Setting up processes (cooperation with intermediaries)
- ✓ Selection of financial 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.)

