Introduction

• National Development Trust Fund (NDTF) was established on 1991 with the objectives of, Eradication of poverty by way of extending loans for micro enterprises through MFIs,

• NDTF is the leading Micro Finance provider in Government sector with a network of Partner Organization spread all over the Country.
Composition of Capital Funds

• GOSL
• Kfw
• ADB
• Accumulated Funds
Role of NDTF in Micro Finance Industry

A. Extending assistance to formulate & grow MFIS at grass root level.

B. Assisting existing MFI to expand its outreach.
   a) Providing bulk loans at Soft terms.
   b) Capacity building activities

C. Coordinating other Authorities and Agencies engaged in community development.
Special Features
Loans to beneficiaries

a) Soft terms and Condition
b) Relaxed collateral requirement (Only inter-se guarantee)
c) Easy repayment terms (Grace period etc)
d) Reasonable rate of interest.
Special Features
Loan to MFI’s

a) Soft terms and conditions
b) Relaxed collateral requirement
c) Providing bulk loans on re-imbursement basis
d) Flexible repayment terms
e) Reasonable rate of interest
f) Non credit assistance
g) Up-front finance facilities for selected MFI’s
Progress achieved during the past 4 years

<table>
<thead>
<tr>
<th>Programe</th>
<th>2005</th>
<th>2006</th>
<th>2007</th>
<th>2008</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>1) Tsunami special credit</td>
<td>423</td>
<td>840</td>
<td>-</td>
<td>-</td>
<td>1,263</td>
</tr>
<tr>
<td>No of Households</td>
<td>11,365</td>
<td>10,485</td>
<td>-</td>
<td>-</td>
<td>21,850</td>
</tr>
<tr>
<td>2) Main Credit Line</td>
<td>1,096</td>
<td>1,585</td>
<td>1,103</td>
<td>1,402</td>
<td>5,186</td>
</tr>
<tr>
<td>No of Households</td>
<td>36,526</td>
<td>48,701</td>
<td>37,009</td>
<td>45,207</td>
<td>167,443</td>
</tr>
</tbody>
</table>
Outreach of NDTF 2009 - (Target)

• (a) No of MFIS involve 245

• (b) Volume of Funds allocated Rs. 1800 Mn.

• (c) No of households 60,000
## Future operational targets

<table>
<thead>
<tr>
<th></th>
<th>2010</th>
<th>2011</th>
<th>2012</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Main credit Line</strong></td>
<td>3,000</td>
<td>3,876</td>
<td>4,263</td>
</tr>
<tr>
<td>(Rs. In Million)</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>No of Household</strong></td>
<td>94,000</td>
<td>110,000</td>
<td>115,000</td>
</tr>
</tbody>
</table>
## Future Plans

<table>
<thead>
<tr>
<th></th>
<th>2010</th>
<th>2011</th>
<th>2012</th>
</tr>
</thead>
<tbody>
<tr>
<td>(a) No of MFIS Expected to enroll</td>
<td>300</td>
<td>200</td>
<td>200</td>
</tr>
<tr>
<td>(b) Amount to be disbursed (Rs.)</td>
<td>3,000 Mn.</td>
<td>3,876 Mn.</td>
<td>4,263 Mn.</td>
</tr>
<tr>
<td>(c) No of Households</td>
<td>75,000</td>
<td>94,000</td>
<td>115,000</td>
</tr>
<tr>
<td>(d) Assisting marketing and Productivity development</td>
<td>A new concept expected to formulate</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>
Probable source of funds to NGOs engage in Micro Finance

- NDTF can help some viable NGOs who are willing to follow its conditions
- Central Bank
- There is enormous potential in rural sector, in particular Death donation Societies, women's' organisations and a whole host of grass root religious organisations
Implementation

• Establish an apex Organisation to register these NGOs who are engaged in micro finance

• The registered NGOs can mobilize this latent funds
Thank You