



EU-level financial instruments to support employment and social innovation

Brussels, 3rd February 2016



Entrepreneurship and job creation

- **85%** of the newly established enterprises are micro-enterprises
- In the EU, newly established enterprises **create on average 2 jobs**
- Social enterprises can provide a way for disadvantaged groups into employment



Why is EU support needed

- **Mismatch** exists between demand and supply
- **Market imperfections** at intermediary level: access and availability of funding, deficient institutional capacities
- Available **investment does not suit the needs** of social enterprises

Progress Microfinance Facility 2010 – 2016

Main results from interim evaluation
2010-2013



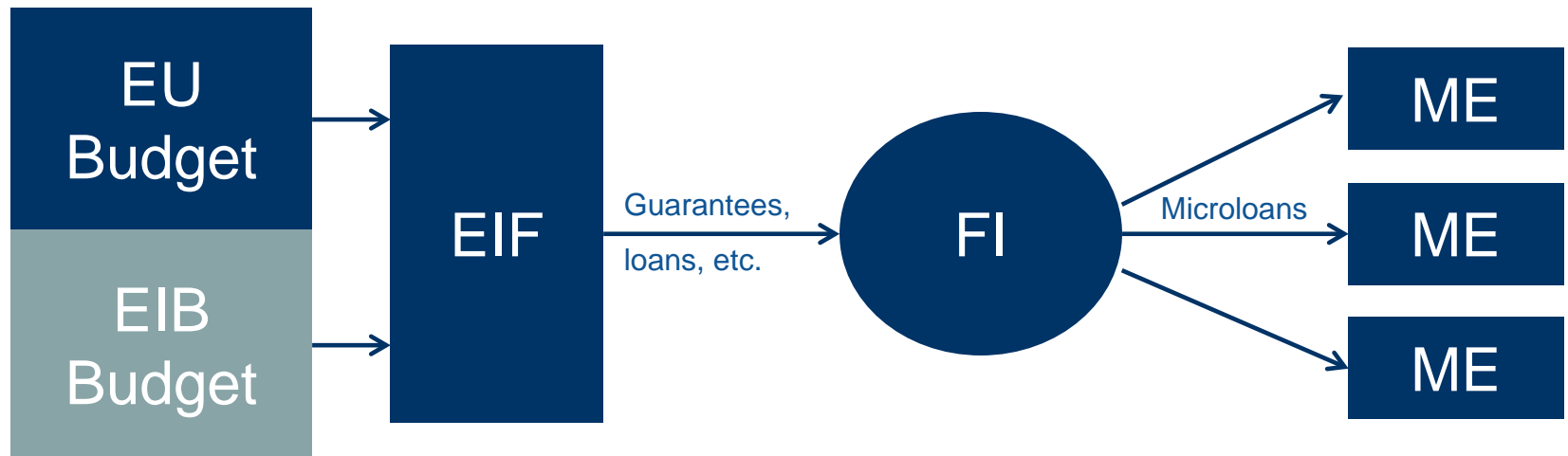
Volume

- Target:
46 k microloans (€ 500 M)
- Actual:
41,5 k microloans (€ 379 M)





Implementation set-up



FI: Financial intermediary

ME: Micro-enterprise



Geographical coverage

- 23 Member States
- 87 operations with 67 MFIs





Impact

- **60,800 jobs created or maintained** after receiving microcredit
- **Half of the micro-borrowers** state that they have been able to **increase their turnover** since the microcredit*



EaSI Microfinance Facility and Social Entrepreneurship axis 2014 – 2020



Implementation set-up



New elements

- Social entrepreneurship strand
- Funding for capacity building
- Need for compliance with the Code
- Updated reporting requirements (EaSI MicPro)
- Modified terms for guarantees
- Extended geographical coverage

EaSI Technical Assistance

- Continuation of JASMINE-type activities
- Rating / Assessment
- Tailor-made training
- Training on the Code of Good Conduct
- Evaluation of compliance with the Code of Good Conduct

Code of Good Conduct (CoGC)

- Microcredit providers (MCPs) adhere to high standards concerning **governance, management and customer protection** in line with the principles of the CoGC



Eligible intermediaries

Public or private
entities

established and
operating in*



* Other countries might join EaSI later



Thank you

<http://ec.europa.eu/social/microfinance>

<http://ec.europa.eu/social/socialentrepreneurship>