

A reading of financial Benchmark results BENIN

In June 2021, the Beninese MFIs recorded an average growth of 29.0% in their Gross Loan Portfolio. This is quite high as compared to worldwide average for MFIs rated by MicroRate (5.6%).

This shows that Beninese MFIs were able to continue their operations despite the pandemic that hits the world.





The average loan balance per borrower as well as the average deposit per depositor are very low with US\$485 and US\$182, respectively. This translates the fact that MFIs are focused on providing products to the low niche of the population.

The average percentage of loan officers is 34% which is low. Indeed, best practices call for a minimum of 50% of loan officers of the total staff.

In terms of credit risk, the Portfolio at Risk (PAR30) recorded an average of 4.4% which is low comparing to the worldwide MFIs with 11.7% as of June 2021.

On the write-offs side, Beninese MFIs' average is 0.7% of the Gross Loan Portfolio.

To have a better rate of recovered loans, best practices include specialized staff in loan collections. In those cases of hard times like the COVID-19 pandemic, MFIs could also refine their strategies.



In terms of financial data, MFIs in Benin recorded an average of 14.5% of Portfolio Yield which is lower than worldwide MFIs with 31.6%.

In the meantime, Beninese MFIs are operating efficiently. Indeed, Operating Expenses to Gross Loan Portfolio in Benin are more or less aligned to the MFIs in the world, with respectively 13.2% and 19.0%; while they serve the low niche of the population.

Like the Operating Expenses, the average Operating Margin of Beninese MFIs is also aligned to the international average with 1.6% and 1.1% respectively.

Would you like to compare your MFI's performance to the results of the MicroRate Financial Benchmark?

For over 20 years, our Benchmark is based on semi-annual information from financial institutions. Thus, this report is an important reference to evaluate the performance of the main microfinance financial and management indicators.

Our Benchmark Report allows you to know the main KPIs. In-depth, specialized, and objective analysis support the quality of our work.

To participate and receive your Benchmark, please contact us at: info@microrate.com or ando@microrate.com



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