



African Development Bank

Private Sector Operations

ABRAAJ GROWTH MARKETS HEALTH FUND AFRICA

Project Brief

BOARD APPRAISAL: March 2016

COUNTRY	Multinational
PROJECT NAME	ABRAAJ GROWTH MARKETS HEALTH FUND AFRICA (AGHFA)
SECTOR	Health
COST STRUCTURE	AGHFA targets hard capitalization of USD 400M
AfDB CONTRIBUTION	Equity participation of USD 25M and Advisory Committee representation.
FUND MANAGER	The Abraaj Group currently has USD 9 billion AuM and has successfully managed several funds with more than 140 investments across 10 sectors in more than 30 countries (18 investments in healthcare in Africa, and 2 exits).
PROJECT DESCRIPTION	<p>The Abraaj Growth Markets Health Fund is a USD 1 Billion private equity vehicle dedicated to building affordable high quality health ecosystems in South Asia and Sub Saharan Africa, by building greenfield or assembling and growing city-based cornerstone assets. The Fund's Impact Committee will monitor its achievements in improving accessibility, affordability and quality of healthcare services, while giving center stage to Mother and Child care. AGHFA's strategy will improve human talent while delivering much needed capacity in terms of infrastructure, with the aim to primarily target low to mid-income households. The Fund will invest in multi-specialty hospitals, clinics and diagnostic networks, but also in pharmaceutical products manufacturing, with the aim of fighting non-communicable diseases, sprung by rapid urbanization.</p>
PROJECT BENEFITS	<p>The expected development outcomes from this investment will include job creation in the health field particularly for women, and building of human capital through acquisition of new skills by employees in investee companies. These contribute to social inclusion through increased technical skills and improving women's participation in the labor market due to their predominance in the health sector.</p>