



ICIEC

THE ISLAMIC CORPORATION FOR
THE INSURANCE OF INVESTMENT
AND EXPORT CREDIT

CATALYZING DEVELOPMENT IN **Central Asia**



مجموعة البنك الإسلامي للتنمية
Islamic Development Bank Group



ICIEC was established in 1994 in Jeddah, Saudi Arabia, as a specialized multilateral insurer and member of the Islamic Development Bank Group.



Vision

To be recognized as the preferred enabler of trade and investment for sustainable economic development in Member Countries.



Mission

To facilitate trade and investment between Member Countries and the world through Shari'ah-compliant risk mitigation tools.



Mandate

To promote cross-border trade and foreign direct investment (FDI) in its Member Countries.

ICIEC's offers a range of trade and investment solutions:

Credit Insurance

Facilitates member countries' exports to the rest of the world.



Facilitates import of strategic and capital goods by member countries from non-member countries.



Investment Insurance

Facilitates the flow of foreign direct investment into member countries.



Intra-OIC Cooperation

Facilitate trade, investment and information sharing between OIC member countries.



ICIEC's Risk Mitigation Solutions



Banks and Financial Institutions

Credit Insurance Solutions:

- Insurance of Letters of Credit
- Insurance

Investment Insurance Solutions:

- Non-Honoring of Sovereign Financial Obligations
- Cross-Border Loans



Corporates

Credit Insurance Solutions:

- Insurance of Supplier Credit

Investment Insurance Solutions:

- Political Risk Insurance for Equity Investments/ Projects

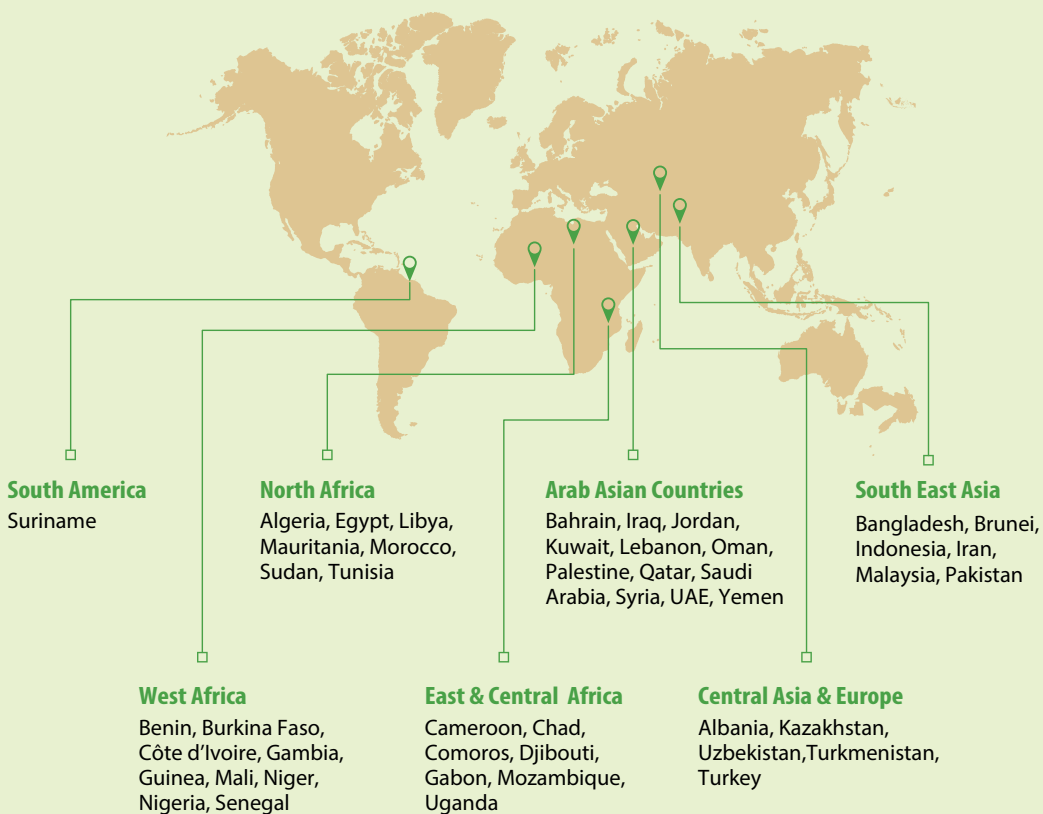


Export Credit Agencies / Insurers

Export Credit and Investment Reinsurance Solutions:

- Reinsurance/ Co-insurance

ICIEC serves 47 Member Countries spanning from Suriname in Latin America to Indonesia in East Asia.



ICIEC's Added Value

As a member of the Islamic Development Bank, ICIEC benefits from "preferred creditor status" and adds unique value to transactions:



Credit Enhancement

ICIEC's Aa3 rating helps Member Countries in reaching a broader base of international finance with longer terms (up to 20 years) with lower costs.



Risk Mitigation

ICIEC's insurance solutions mitigate Political & Commercial risks.



Synergy with the IsDB Group

A and B loan structures, collaboration with the IsDB (PPP Division) and the Group entities (ITFC, ICD) to mobilize resources from international lenders.



Capacity Expansion

Creating capacity in the insurance market through reinsurance and by bringing in private insurers.



Dispute Resolution

ICIEC's early involvement in a dispute between the investor and the Member Country may prevent escalation into a claim situation.

ICIEC has established more than



127 partnerships

with national ECAs, reinsurers, banks and other multilateral institutions

ICIEC has insured

USD 77.9 billion

in trade and investment

AFRICA



USD24.5 billion

ASIA



USD38.1 billion

EUROPE



USD11.4 billion

AMERICAS



USD3.3 billion

OCEANIA



USD0.7 billion

ICIEC catalyzes sustainable development in strategic sectors:



Health
USD2.0 billion

since inception



Energy
USD29.3 billion

since inception



Agriculture
USD1.4 billion

since inception



Infrastructure
USD5.0 billion

since inception



Manufacturing
USD23.8 billion

since inception



Others
USD15.73 billion

since inception

ICIEC's COVID-19 Response

ICIEC responded immediately to adapt operations and support Member Country relief. ICIEC prioritizes projects that contribute to COVID-19 recovery (facilitating the import of pharmaceuticals, bolstering the expansion of healthcare infrastructure, supporting the imports of critical foodstuffs, etc.).

In addition to participating in relief programs, the Corporation has participated in numerous online knowledge-exchange events and has forged a plethora of new partnerships in order to expand capacity and strengthen the OIC's response to COVID-19.



ICIEC actively contributed to IsDB's **USD2.3 billion** Strategic Response Program (SRP), providing a total of **USD643 million** in business insured to support essential trade flows for Member Countries.



ICIEC is prioritizing support for low-income Member Countries, including **USD262 million** toward the healthcare sector and **USD331 million** toward supporting imports of essential commodities.



ICIEC and ISFD implemented the ICIEC-ISFD COVID-19 Emergency Response Initiative (ICERI), including up to **USD400 million** in grant funding to support trade flows to import-dependent Member Countries.



ICIEC and IsDB jointly implemented the innovative **USD2 billion** COVID-19 Guarantee Facility in support of the private sector.

ICIEC's Role in Central Asia

Central Asia is a strategic location for trade as the region connects Europe to the major hubs of Russia, China and Japan. ICIEC supports trade and investment flows for Member Countries located within the Central Asia region by mitigating political & commercial risks. Through its range of risk mitigation solutions and preferred creditor status, the leading multilateral insurer assists Member Countries in attracting foreign direct investment for projects in critical sectors.

ICIEC also plays a role in promoting intra-OIC trade between Central Asian Member Countries and Member Countries in other regions. As part of its mission, ICIEC seeks to increase global trade integration, foster cooperation among markets in the Global South as well as support in periods of trade turmoil.

ICIEC Member Countries in Central Asia



Kazakhstan



Turkmenistan



Uzbekistan

ICIEC Partner Institutions in Central Asia



INVESTMENT PROMOTION AGENCY UNDER THE
MINISTRY OF INVESTMENTS AND FOREIGN TRADE
OF THE REPUBLIC OF UZBEKISTAN



Republic of Kazakhstan



2019 data collected from the Statistical, Economical, and Social Research and Training Centre for Islamic Countries (SESRIC).



Total Area

2,724,902 km²



Population

18,513,930



GDP

USD181,667,185,041



GDP Per Capita

USD9,812



Foreign Direct Investment Inward Flows

USD3,118 million



Bordering Countries

China, Kyrgyzstan, Russia, Turkmenistan, and Uzbekistan



Growth Rate

1.29%



Natural Resources

Petroleum, natural gas, coal, iron ore, manganese, chrome ore, nickel, cobalt, copper, molybdenum, lead, zinc, bauxite, gold, and uranium.



Key Industries

Oil and gas, mining, agriculture, services.



Main Agricultural Products

Wheat, whole fresh cow milk, indigenous cattle meat, potatoes, indigenous sheep meat.

Exports



USD57,677 million

Main Export Partners

Italy, China, Russia, Netherlands, France and Republic of Korea

Intra-OIC Exports

USD8,007 million

Main Intra-OIC Export Partners

Turkey, Uzbekistan, Tajikistan, Kyrgyzstan, Malaysia

Imports



USD38,419 million

Main Import Partners

Russia, China, Republic of Korea, Italy and Germany

Intra-OIC Imports

USD4,727 million

Main Intra-OIC Import Partners

Turkey, Uzbekistan, Indonesia, Kyrgyzstan, Tajikistan



Trade Strengths:

Significant natural resources, abundant FDI, net creditor position, well endowed sovereign wealth fund, Member of the Eurasian Economic Union (EAEU) and China's Belt and Road Initiative (BRI), strategically located between Europe, Russia and China.

ICIEC and Kazakhstan

Kazakhstan joined ICIEC Membership in 2003. ICIEC has since insured a total of USD 1.94 billion for trade and investment in Kazakhstan. This total can be broken down into USD 996 million in cover for the import of strategic goods into Kazakhstan and USD 939 million in cover for exports out of Kazakhstan.

In 2020, ICIEC extended USD 9.5 million in Specific Transaction Policy to Eurasian Machinery, the official distributor of Hitachi Construction Machinery (HCM) in Kazakhstan and Central Asia, covering 80% of the total sales contract and assisting in the import of capital goods. The cover has allowed Eurasian Machinery to provide four Hitachi excavators to the Kazakhstan mining sector. ICIEC's involvement in the transaction helped support Kazakhstan's mining sector, increasing production capacity and securing new jobs.

In line with ICIEC's priority to cooperate with Member Countries' national Export Credit Agencies and help them support their national exports, ICIEC has maintained an excellent relationship with KazakhExport, signing a Memorandum of Understanding for cooperation in 2014. The MoU promotes cooperation and expands the insurance capacity of both institutions. In 2015, ICIEC extended USD 21 million in reinsurance support to KazakhExport for the export of locomotives to Azerbaijan Railways.

ICIEC is closely following the PPP projects in Kazakhstan and is in contact with the Kazakhstan PPP Center and international banks to support PPP projects in Kazakhstan. ICIEC is also working with its IsDB Group peers IsDB, ITFC and ICD to enhance the Group's synergy and expand joint operations in Kazakhstan.

Republic of Turkmenistan



2019 data collected from Statistical, Economical, and Social Research and Training Centre for Islamic Countries (SESRIC).



Total Area
488,100 km²



Population
5,942,089



GDP
USD48,276,466,705



GDP Per Capita
USD8,142



**Foreign Direct Investment
Inward FI**
USD2,166 million



Bordering Countries
Afghanistan, Iran, Kazakhstan,
and Uzbekistan



Growth Rate
1.55%



Natural Resources
Petroleum, natural gas,
sulfur, and salt.



Key Industries
Natural gas, oil, petroleum
products, textiles,
food processing.



Main Agricultural Products
Whole fresh cow milk, indigenous
sheep meat, indigenous cattle meat,
cotton lint, and wheat.



Exports

USD10,365 million

Main Export Partners

China, Uzbekistan, Azerbaijan, Turkey and Romania

Intra-OIC Exports

USD1,360 million

Main Intra-OIC Export Partners

Uzbekistan, Azerbaijan, Turkey, Kazakhstan and Tajikistan



Imports

USD2,993 million

Main Import Partners

Turkey, Russia, China, Germany and Kazakhstan

Intra-OIC Imports

USD1,011 million

Main Intra-OIC Import Partners

Turkey, Kazakhstan, Uzbekistan, Azerbaijan, Malaysia



Trade Strengths:

Large natural gas reserves, strategic position between China, Russia and Europe, located on the Caspian Sea, healthy public accounts and a moderate level of debt.

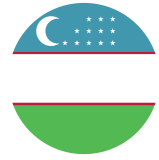
ICIEC and Turkmenistan

Turkmenistan is an upper-middle income country with the second highest GDP per capita in Central Asia. Turkmenistan's economy enjoys regular revenues from hydrocarbons and limited exposure to international financial markets. After reaching 6.3% in 2019, GDP growth slowed down to an estimated 0.8% in 2020 as a consequence of the COVID-19 global crisis, though growth is estimated to pick up to 4.6% over 2021 and 3.9% in 2022, driven by the recovery in gas exports.

Since Turkmenistan joined ICIEC as a Member Country in 2019, the Corporation has been growing its presence within the country, seeking opportunities to promote foreign direct investment and expand Turkmenistani exports. ICIEC stands ready to support Turkmenistan by mitigating political and commercial risk for trade and investment through the provision of its Shari'ah compliant insurance solutions for banks, corporates, export credit agencies, and other insurers. ICIEC prioritizes support for projects that contribute to Turkmenistan's strategic development goals.

Currently, ICIEC is in contact with several international banks to support transportation and agricultural sectors in the country. ICIEC is also in contact with IsDB, ITFC and ICD in order to create synergy from joint operations in Turkmenistan.

Republic of Uzbekistan



2019 data collected from the Statistical, Economical, and Social Research and Training Centre for Islamic Countries (SESRIC).



Total Area
447,400 km²



Population
33,580,650



GDP
USD57,921,285,671



GDP Per Capita
USD1,725



**Foreign Direct Investment
Inward Flows**
USD2,286 million



Bordering Countries
Afghanistan, Kazakhstan, Kyrgyzstan,
Tajikistan, and Turkmenistan



Growth Rate
1.88%



Natural Resources

Natural gas, petroleum, coal, gold, uranium, silver, copper, lead and zinc, tungsten, and molybdenum.



Key Industries

Natural gas and oil, mining, machine building, chemical, and electrical power industries.



Main Agricultural Products

Whole fresh cow milk, indigenous cattle meat, cotton lint, wheat, tomatoes, and grapes.



Exports

USD14,914 million

Main Export Partners

Russia, China, Kazakhstan, Turkey, and Kyrgyzstan

Intra-OIC Exports

USD4,401 million

Main Intra-OIC Export Partners

Kazakhstan, Turkey, Kyrgyzstan, Afghanistan and Iran



Imports

USD21,855 million

Main Import Partners

China, Russia, Republic of Korea, Kazakhstan, and Turkey

Intra-OIC Imports

USD4,428 million

Main Intra-OIC Import Partners

Kazakhstan, Turkey, Turkmenistan, Iran and Tajikistan



Trade Strengths:

Resilient economy, abundant natural resources, young population, net creditor position, dynamic and diplomatic bilateral relations, Enhanced Partnership and Cooperation Agreement with the European Union (EU), strategic position between Europe, Russia and China.

ICIEC and Uzbekistan

Uzbekistan joined ICIEC Membership in 2019. ICIEC has since facilitated a number of seminal sustainable development projects in Uzbekistan amounting to USD 126 million in total cover in sectors involving telecom, manufacturing, and SMEs.

ICIEC provided a total cover of USD 50 million for transactions between two of China's largest telecom equipment manufacturers and Uzbekistan's state-owned telecom operator. ICIEC's support enables Uzbekistan to facilitate growth in its telecom sector and aligns with the Government's National Development Strategy for 2017-21. ICIEC also extended a EUR 30 million reinsurance support to EXIAR (Russian ECA) for the construction of Tashkent Metallurgical Factory, which will produce steel for the automotive industry and create over 600 jobs. In another transaction, ICIEC cooperated with ICBC Standard Bank plc, UK for its USD 25 million loan to Sanoat Qurilish Bank to support the SME sector during the COVID-19 pandemic.

By facilitating investment in strategic sectors, ICIEC contributes to foreign direct investment and advances Uzbekistan's specific development goals. ICIEC can support Uzbekistan in other infrastructure-related projects and can help in mobilizing the private sector and financial resources from abroad.

In June 2020, ICIEC and Uzbekinvest, the Export-Import Insurance Company of Uzbekistan, signed a Memorandum of Understanding (MoU) that supports joint efforts, expanding the insurance capacity of both institutions.

In June 2021, ICIEC signed another MoU with the Investment Promotion Agency (UZIPA) under the Ministry of Investments and Foreign Trade to cooperate in attracting Foreign Direct Investments (FDI) into the country.

ICIEC is in contact with the PPP Development Agency and international banks to explore opportunities to support PPP projects such as energy and hospital projects in Uzbekistan. ICIEC is cooperating with international banks for their finance lines to Uzbek banks and entities.



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(+966) 12 644 5666



(+966) 12 637 9755



iciec-communication@isdb.org



iciec.isdb.org

