



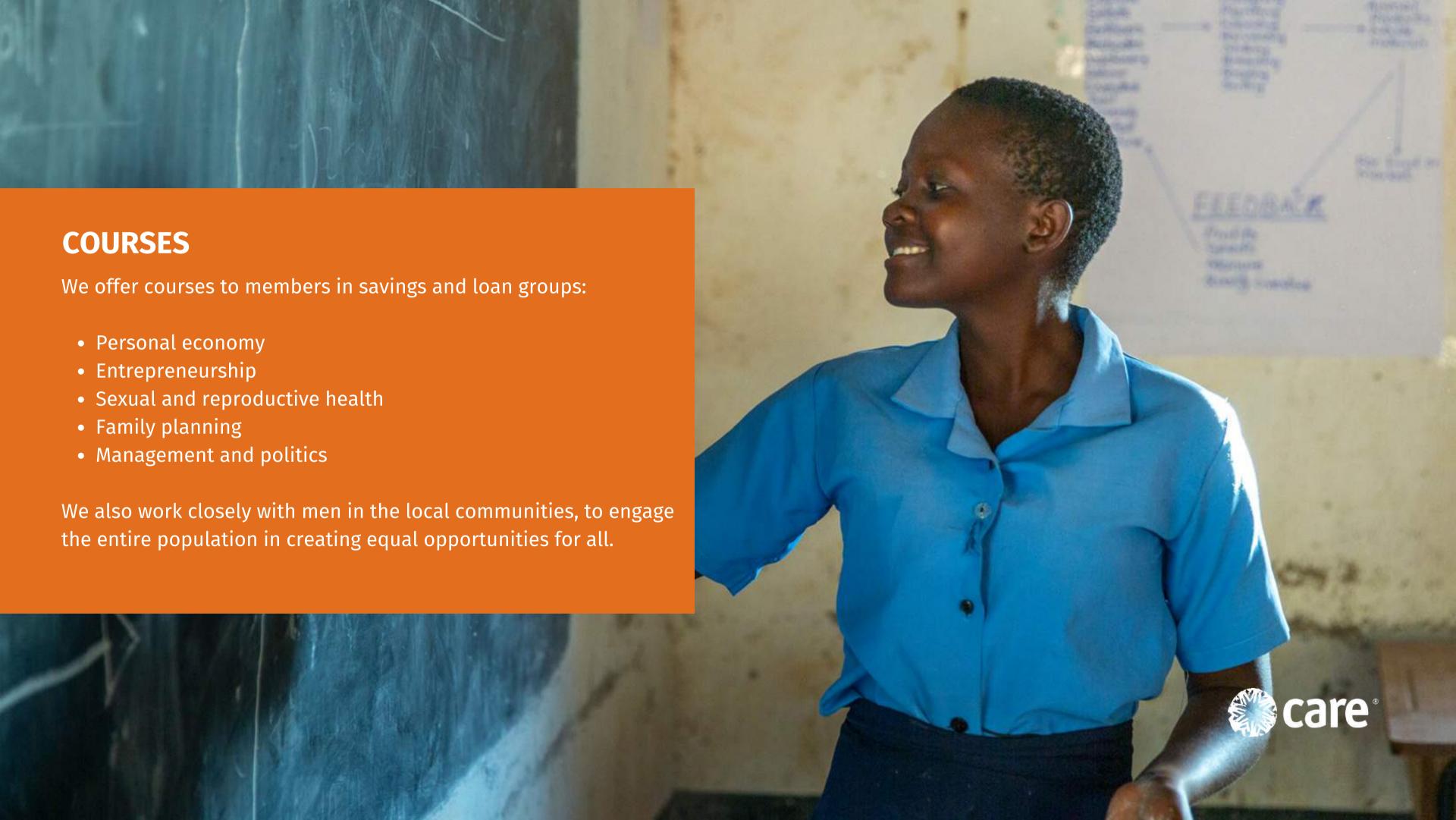


VILLAGE SAVINGS AND LOAN ASSOCIATIONS (VSLA)

The first VSLAs were developed by Norwegian Moira Eknes with local women in Niger. Today, this is CARE's most important tool in the fight against poverty.

How VSLA's work:

- 15-25 girls and women go together in a group. They receive guidance and a physical savings box, where they collectively save money each month. CARE also assist with digitalization of the savings.
- We do not give them the money, this is their own assets.
- The group agrees on how much money they will save, and what the interest rate is for <u>loan takers</u>. Almost like a <u>small bank</u>.
- The women in the group can borrow money from their joint savings and those who borrow pay interest. This way, the money grows faster and the group can lend more money to the other members.
- This method has helped over 20 million people out of poverty!
- The average cost of setting up a VSLA group with 20 members is 6.000 NOK.



EFFECTS

The work in the VSLAs contributes to many wonderful ripple effects, such as:

- A safe network and community
- Empowered women and increased self-confidence
- Women enter local politics
- Local women leaders
- More stable access to food and clean water
- Girls are allowed to complete schooling
- Reducing violence against girls and women

RETURN ON INVEST

Within One Year





Women in VSLAs are 15% more likely to be in local **leadership roles**

Within Five Years





For every \$250 invested in setting up VSLAs, **3 children go back to school**



