

:: The Largest Banks are Invested in MDIs

Forum members have committed more than \$674 million to minority depository institutions since the beginning of 2020 as part of their commitment to help close the racial wealth gap.

Beyond monetary investments, Forum member commitments to MDIs include employee training, technical assistance, and participation in the Department of Treasury's Mentor-Protégé Program, where mentor banks voluntarily assist protégé banks in growing their business and competing for financial assistance opportunities.



**\$674
Million**

Minority depository
institutions

BANK OF AMERICA

As part of its 5-year, \$1.25 billion commitment to closing the racial wealth gap **Bank of America** is working to drive systemic change by investing in CDFIs and MDIs, developing financing solutions for minority owned small businesses and entrepreneurs of color, and partnering with national and local nonprofits to support workforce development, entrepreneurship, and home ownership. As part of the \$1.25 billion, Bank of America committed \$50 million to support MDIs. To date, \$36 million of equity capital has been invested in 21 MDIs across the country. This is in addition to approximately \$100 million in deposits to MDIs, and the bank's existing \$2 billion CDFI portfolio.



As part of its \$1 billion strategic initiative to close the racial wealth gap, **Citi** has committed \$100 million to MDIs to expand access to banking and credit in communities of color. Citi has allocated more than \$50 million so far and the bank has closed nearly \$15 million in affordable housing loan participations for MDIs to build revenue and capacity. Citi also emphasizes engagement and mentorship. Through collaboration with **Deloitte** and the **National Bankers Association**, Citi has established an MDI technical assistance program to support talent development, enhance technology, and expand business networks.



Goldman Sachs has deployed over \$206 million in capital to support Black-led MDIs, including a \$130 million commitment to Hope Enterprise Corporation, a leading MDI and CDFI in the South, to establish the Deep South Economic Mobility Collaborative, a public-private partnership with seven cities and nine historically Black colleges and universities across the South. The Collaborative will provide credit and support services to entrepreneurs of color, particularly Black women entrepreneurs, in historically disadvantaged neighborhoods.

JPMorganChase

As part of its \$30 billion commitment to advance racial equity, **JPMorgan Chase** is providing diverse-led financial institutions with additional access to capital, connections to institutional investors, specialty support for Black-led commercial projects, and mentorship and training opportunities. In 2020, the firm committed to investing \$50 million in Black and Latinx-led MDIs and CDFIs. With nearly \$60 million already deployed to nine MDIs, the commitment has been increased to \$75 million, which could generate access to as much as \$750 million in community lending.

Morgan Stanley

Morgan Stanley has provided commitments to MDIs in the form of grants, including to Carver Savings Bank in Harlem; Industrials Bank in Washington, D.C. and Newark, N.J.; and Citizens Bank in Atlanta. The grants will help the banks assist small businesses that were affected by COVID-19, particularly those that did not receive federal relief loans, and will support additional investments into technology systems to improve delivery of customer, mortgage and business lending services.

WELLS FARGO

Wells Fargo has committed \$50 million in investments in MDIs. Above and beyond the equity investments, Wells Fargo is engaging in long-term partnerships with MDIs, including providing bank coverage teams for each MDI, providing technical assistance, fee-free ATM access for MDI customers, selling some shuttered branches to MDIs and looking at selling certain loan portfolios to MDIs.