

Public Information Summary

Host Country	Ukraine
Guaranteed Party	International Finance Corporation (“IFC”)
Project Description	A DFC risk participation guaranty of 50% of IFC’s repayment risk for guaranties of approved Ukrainian banks’ trade-related finance payment obligations under the IFC’s Global Trade Finance Program (“GTFP”).
Proposed DFC Guaranty	The DFC risk participation guaranty up to \$50 million will cover the IFC’s GTFP guaranties issued during an initial five-year term with two, one-year extensions (at the option of DFC). The maximum tenor of a covered IFC guaranty is one year.
All-Source Funding Total	\$250,000,000
Policy Review	
Developmental Objectives	<p>The Project is expected to have a positive development impact in Ukraine by supporting both exports and the country’s growing demand for economy-sustaining imports, including energy inputs for power generation, medical supplies/equipment, foodstuffs, fertilizers, agricultural machinery, and other critical goods. International trade, once a driver of the country’s economic growth, has been severely disrupted by Russia’s invasion in early 2022. Export and import trade routes have been particularly impacted and while businesses are finding alternative transportation routes (i.e., railway, trucking, and seaports of neighboring countries like Bulgaria and Romania), these changes have significantly increased time and cost. By supporting trade facilitation, the Project will support an increased volume of critical imports to the Ukrainian market, mobilize private sector activity in the country, and demonstrate to the international finance community the feasibility of doing business in Ukraine.</p>
Environment and Social Assessment	<p>The Project has been reviewed against DFC’s 2020 Environmental and Social Policies and Procedures manual (“ESPP”) and has been determined to be categorically eligible. DFC guaranties to establish coverage of nonpayment of loans to financial institutions are screened as a Category FI-C for environmental and social assessment. These downstream investments are expected to result in minimal adverse environmental and social impacts. Therefore, all those downstream investments have been pre-screened as Category C and further review and consent is not required for these investments.</p> <p>To ensure that investments are consistent with the DFC’s statutory and policy requirements, the issuing banks will be subject to conditions regarding the use of proceeds. The primary environmental and social issues identified in this transaction relate to the need for an Environmental and Social Policy (“ESP”) that meets the 2012 IFC Performance Standards.</p> <p>Under DFC’s ESPP, the issuing banks will be required to comply with applicable local and national laws and regulations related to</p>

	<p>environmental and social performance and applicable provisions of the 2012 International Finance Corporation's Performance Standard ("PS") 1 and 2. A desk-review based due diligence assessment indicates that because the Project will use DFC to guaranty nonpayment of financial institutions in Ukraine, significant adverse impacts concerning community health and safety, biodiversity, land acquisition and resettlement, indigenous people, and cultural heritage are not anticipated; therefore, PS 3, 4, 5, 6, 7, and 8 are not triggered at this time.</p> <p>IFC has the requisite policies and procedures as required under DFC's ESPP for a Category FI-C investment.</p>
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