

## Public Information Summary

### Adenia Capital (V) LP

<b>Host Countries</b>	Pan-African, with primary focus on Cote d'Ivoire, Ghana, Kenya, Madagascar, Mauritius, Morocco, Nigeria, South Africa
<b>Name(s) of Fund</b>	Adenia Capital (V) LP (the "Fund")
<b>Name of Investment Manager</b>	Adenia Partners Ltd.
<b>Project Description</b>	The Fund will make growth-control investments in mid-stage companies across Africa, with a focus on helping portfolio companies professionalize their management, expand their geographic footprint, and improve their environmental, social, and governance standards.
<b>Proposed DFC Equity Investment</b>	Up to \$40 million
<b>Target Fund Size</b>	\$400 million
<b>Policy Review</b>	
<b>Developmental Objectives</b>	The Fund is expected to have a developmental impact in Africa through investments in companies across various sectors that have proven business models, and the potential to grow into regional operations. The UN Economic Commission for Africa states that African countries will need to raise investment to 35-40% of GDP, from the current average of 22.3% of GDP in order to boost economic competitiveness and achieve progress towards the SDGs. While private equity in Africa had a strong start to the past decade with private equity fund-raising growing at an annual rate of 15% from 2010 to 2015, growth flattened in the past few years. Moreover, Africa remains a limited focus for private equity investments, with some estimates showing that the continent accounts for less than 1% of total global private equity investments. The Fund will contribute towards filling this need, by making majority share investments across several African economies, with aim of growing portfolio companies, which will hire new local staff, and aid in their expansion into new markets.
<b>Environment and Social Assessment</b>	<p>The project has been reviewed against DFC's 2020 Environmental and Social Policy Procedures ("ESPP") and has been determined to be categorically eligible. Equity investments into funds are screened as a Category D activity for the purposes of environmental and social assessment. Based on DFC's due diligence, the Fund's downstream investments are anticipated to pose medium or limited environmental and social risks that are site specific and can be readily mitigated through the application of sound environmental and social management practices.</p> <p>Consistent with DFC's policy on assessment of financial intermediary transactions (dated April 2020) the Fund is eligible for delegated responsibility for the application of DFC's policies related to</p>

environmental and social impact assessment, risk management and monitoring. To ensure that the Fund's investments are consistent with DFC's statutory and policy requirements, the Project will be subject to conditions regarding the use of the DFC proceeds.

The primary environmental and social issues identified in this transaction relate to the need for a strong Environmental and Social Management System that meets the IFC Performance Standards to ensure that downstream investments are developed in accordance with DFC's Environmental and Social Policy and Procedures ("ESPP"). DFC will monitor the effectiveness of the Fund's application of DFC policies throughout the Project's life cycle.

A virtual due diligence assessment indicates that because the Project involves an investment in a financial intermediary, significant adverse impacts with respect to community health and safety, biodiversity, land acquisition and resettlement, indigenous peoples and cultural heritage are not anticipated. Therefore, PS 3, 4, 5, 6, 7, and 8 are not triggered at this time.

DFC's ESPP requires fund managers to maintain an ESMS that appropriately identifies, assesses, manages, and monitors risks with respect to the IFC Performance Standards and the General and Sector-specific EHS Guidelines. The Fund has an adequate ESMS but will require some strengthening related to its environmental and social risk policy and internal grievance mechanism prior to receipt of DFC support.

[11](#) Due to the coronavirus pandemic, in-person interviews and site visits were not possible for this Project.