

**Public Information Summary**  
BAC San Jose DPR Funding Ltd

<b>Host Country</b>	Costa Rica
<b>Name of Borrower</b>	BAC San José DPR Funding Ltd
<b>Project Description</b>	An up to \$150 million direct loan to raise long-term U.S. dollar funding through a diversified payment rights securitization. The proceeds of the DFC loan will be used by Banco BAC San José, S.A. (“ <b>BAC SJ</b> ”) to expand its lending to women borrowers and small-and-medium enterprises in Costa Rica (the “ <b>Project</b> ”).
<b>Proposed DFC Loan</b>	US\$ 150 million
<b>All-Source Funding Total</b>	US\$ 187.5 million
<b>Policy Review</b>	
<b>Developmental Objectives</b>	This Project is expected to have a highly developmental impact in Costa Rica. BAC SJ will use the proceeds from a DPR securitization to issue loans to small, medium and growing businesses and other clients throughout Costa Rica, with half of the proceeds benefitting women and women owned or operated businesses. SMEs make up a large and important part of Costa Rica’s economy. The Costa Rican Ministry of Economy, Industry and Commerce estimates that SMEs and micro-enterprises comprise 52 percent of the country’s formal and informal employment and contribute to 35.7% of GDP. This significant middle of the economy remains unsupported by the finance sector, and as a result is unable to fully support further growth. According to the SME Finance Forum, SMEs and microenterprises in Costa Rica face a \$4.8 billion financing gap, with women owned or operated SMEs and microenterprises facing a financing gap of over \$162 million. BAC SJ will continue to employ its hands on approach to support of SMEs through its robust training and technical assistance program, including women centered assistance and trainings related to COVID-19 business resiliency. The Project will help meet the country’s gaps in financing and technical assistance as it will focus lending and assistance towards SMEs and women owned or operated businesses.
<b>Environment and Social Assessment</b>	Loans to financial institutions for the purposes of on-lending to small and medium enterprises are screened as Category C projects under DFC’s environmental and social policies but are subject to conditions related to the use of proceeds. Excluded activities include lending to entities engaged in categorically prohibited activities or activities likely to have a significant adverse impact on the environment. BAC SJ has an

	<p>environmental and social management system (ESMS) commensurate with the environmental and social risks of its downstream investments and it will be used to achieve sustainable environmental and social performance. This review covers the commensurate human rights risks associated with the finance sector in Costa Rica.</p>
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