

Annex B – Public Information Summary

Host Country	Core Countries: Brazil, Colombia, Peru. Secondary Countries: México, Argentina, Ecuador, Paraguay, Costa Rica, Guatemala, El Salvador, and Honduras.
Name of Fund	Aqua Capital Fund III LP, a limited partnership organized under the laws of the Province of Ontario, Canada.
Name of Fund Manager	ACPE Services S.A, a limited liability company organized under the laws of Uruguay.
Project Description	The Fund will invest in growth-stage investments in sustainable and innovative mid-sized companies across the agriculture and food value chain in Latin America.
Proposed DFC Equity Investment	Up to \$50 million
Target Fund Size	\$400 million with a hard cap of \$500 million
Policy Review	
Developmental Objectives	This transaction is expected to have a highly developmental impact on Latin America through the fund's equity investments in portfolio companies operating in the agriculture and food industries. Nearly 40% of Latin America's population is experiencing moderate or severe food insecurity, posing a significant development challenge for the region. The fund will invest and scale companies offering innovative agricultural services and products. The fund's portfolio companies will also benefit from the fund's technical know-how, industry relationships, and professional network. The fund's investments are expected to help improve agricultural productivity and contribute to the alleviation of food insecurity in the region.
Environment and Social Assessment	SCREENING: The capitalization of a fund is 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 that can be readily mitigated through the application of sound environmental and social management practices. Consistent with DFCs policy on the assessment of financial intermediary transactions (dated April 2020) the Fund is eligible for delegated responsibility for the application of DFC's policies related to environmental and social impact assessment, risk management and monitoring. In order 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.

APPLICABLE STANDARDS: Under DFC’s ESPP (2021), the Fund is required to comply with applicable local and national laws and regulations related to environmental and social performance and applicable provisions of the 2012 International Finance Corporation’s (IFC) Performance Standards (“PS”) 1 and 2.

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

KEY ENVIRONMENTAL AND SOCIAL ISSUES AND MITIGATION: The primary environmental and social issue associated with the Project is the need for a strong Environmental and Social Management System to ensure that downstream investments are developed in accordance with DFCs Environmental and Social Policies and Procedures (ESPP). The Fund has a sound Environmental and Social Management System in place suited to the risks of the anticipated portfolio and trained managers with proven implementation capability.