

ANNEX B -- INFORMATION SUMMARY FOR THE PUBLIC

Host Country(ies):	Indonesia, India, Burma, Philippines, Sri Lanka, and Vietnam.
Name of Borrower(s):	Patamar Fund II, LP (the “Fund”)
General Partner	Patamar Fund II GP, LLC
Project Description:	The Fund will invest in early-stage companies in South and Southeast Asia with an aim to achieve attractive returns and foster positive social developments in the countries’ communities. The Fund has also made a commitment to gender lens investing, which prioritizes businesses that are women-owned, provides products or services that benefit women, and promote gender equality in the workplace. The Fund will primarily target the following sectors: agriculture, commercial health care, ecommerce, education, and financial services
Proposed DFC Loan:	DFC loan of up to \$9.14 million
Term of Loan:	Ten years with up to two consecutive one-year extensions
Selection Process:	Patamar Capital LLC applied to OPIC under the OPIC’s Innovative Financial Intermediaries Program (IFIP). IFIP was created in 2013 to support financial intermediaries investing in OPIC-eligible countries through pooled investment vehicles containing elements typical of both of DFC’s direct Finance and Investment Funds programs, but that did not fit squarely within either Investment Funds or Finance processes. Proposals are batched and reviewed quarterly with the assistance of an independent consultant. The Fund was reviewed by the IFIP Screening Committee on April 3, 2019 and by the DFC Investment Committee on January 30, 2020.
Policy Review	
Developmental Effects:	The Fund is expected to have a highly developmental impact in Southeast Asia by making equity investments into growing firms that focus on and tackle issues of inclusion for historically disadvantaged populations. This can include support of e-commerce companies providing or delivering products for low-income clients, or companies that specifically hire and train disadvantaged groups. These investments are expected to be made into the areas of health care and financial inclusion, with products such as micro-insurance.
Environment, Social, Labor and Worker Rights:	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 though the application of sound environmental and social management practices. Consistent with DFCs policy on policy assessment of financial intermediary transactions (dated April 3, 2020) the Fund is eligible

	<p>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.</p> <p>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”)and the IFC’s General and Healthcare Facilities Environmental, Health and Safety Guidelines. DFC will monitor the effectiveness of the Fund’s application of DFC policies throughout the Project’s life cycle.</p> <p>Under DFC’s ESPP, 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 Performance Standard (“PS”) 1 and 2.</p> <p>A virtual¹ 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. Because the Fund may be making follow-on investments in health care, the Fund’s downstream follow-on investments will be subject to DFC’s Policy on Health Care Projects and Medical Devices as outlined in DFC’s 2020 ESPP.</p> <p>The Fund has an overarching framework to guide its environmental and social performance that entails a methodological approach to managing environmental and social risks through its ESG Policy. The Fund has specific policies that are embedded within its overarching ESG Policy that it applies to itself and its Portfolio Companies in order to address and mitigate environmental and social risks. The Fund represents that it conducts initial site visits of all investees prior to investment during the later stages of due diligence. Post disbursement, PFII represents that it performs periodic site visits to its Portfolio Companies, during which E&S compliance is evaluated.</p> <p>The Fund has dedicated policies for grievance mechanisms, Human Resources Manual and policies, external stakeholder contact and outreach mechanisms, and an overall structure that has responsible</p>
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¹ Due to the corona virus pandemic, in-person interviews and site visits were not possible for this Project.

	parties conducting ESG compliance and continuous improvement as part of their job descriptions.
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