Public Information Summary

Host Countries	Africa Regional Angola Benin Botswana Burkina Faso Cameroon Cape Verde Congo, Dem. Rep. Congo, Rep. Cote d'Ivoire Egypt Ghana Kenya Lesotho Madagascar Malawi Mali Mauritius Morocco Mozambique Namibia Nigeria Rwanda Senegal South Africa Tanzania Togo Tunisia Uganda Zambia
Name of Borrower	SFC Finance Limited, a Mauritius company
Project Description	Financing to expand the Borrower's debt financing to small and medium enterprises ("SMEs") in Africa.
Proposed DFC Loan	$65,000,000 loan with a 10-year tenor
All-Source Funding Total	$95,000,000
Policy Review	
Developmental Objectives	The Project is expected to have a positive development impact in Sub-Saharan Africa by allocating at least $95 million to a portfolio of growth-

	oriented small and medium enterprises (SMEs) that support provide economic, social, and environmental benefits. SMEs are a critical enterprise segment for Africa's economic development and productivity. Throughout Africa, SMEs represent 90% of all companies, an estimated 40% of GDP, and 80% of employment. Yet access to finance for SMEs is relatively limited and represents a barrier to enterprise growth. Unmet financing demand is estimated to be approximately $302.8 billion, or 15% of GDP, for Sub-Saharan Africa. The Project is expected to provide loans to at least 27 SMEs, while providing significant technical assistance to facilitate growth. The Project is also part of a 2X Flagship Fund, qualifying as 2X due to the Borrower's commitment that at least 30% of its investees will be women-owned or -led, as well as committing to gender diversity among the Borrower's own staff and senior management.
Environment and Social Assessment	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 loans to non-bank financial institutions for the expansion of debt financing to small and medium enterprises ("SMEs") are screened as a Financial Intermediary C (FI-C) for environmental and social assessment. These downstream loans are expected to result in minimal adverse environmental and social impacts. Therefore, all those downstream loans have been pre-screened as low risk for and further review and consent is not required for these loans. To ensure that the Borrower's loans are consistent with the DFC's statutory and policy requirements, the DFC Loan 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 that meets the 2012 IFC Performance Standards. Under DFC's ESPP, the Borrower 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. A desk-review based due diligence assessment indicates that because the Project will use DFC support to support the expansion of SME lending in Africa, significant adverse impacts concerning community health and safety, biodiversity, land acquisition and resettlement, indigenous peoples, and cultural heritage are not anticipated; therefore, PS 3, 5, 6, 7, and 8 are not triggered at this time. The Borrower does utilize private security and therefore, relevant aspects of PS 4, Community Health, Safety and Security are triggered. The Borrower has an Environmental and Social Risk Policy, grievance mechanisms, and human resources policies commensurate with its

	investment strategy. However, the Borrower will be obligated to update its worker grievance mechanism to include an anonymous pathway for submissions to meet the expectations listed in DFC’s 2020 Environmental Policy and Procedures.