

Public Information Summary

Host Country(ies)	Three Seas countries (Austria, Bulgaria, Croatia, Czech Republic, Estonia, Latvia, Lithuania, Hungary, Poland, Romania, Slovakia, and Slovenia)
Name(s) of Fund	Three Seas Initiative Investment Fund (the “Fund”)
Name of Investment Advisor	Amber Fund Management Limited
Project Description	The Fund will invest primarily in greenfield assets in or otherwise benefiting the Three Seas countries in the following infrastructure sectors: energy, transportation, and digital infrastructure. DFC’s capital would be used primarily for projects focused on energy security per the European Energy Security and Diversification Act of 2019.
Proposed DFC Loan	Up to \$300 million (or the equivalent amount in Euros)
All-Source Funding Total	Fund targets EUR 3 billion.
Policy Review	
Developmental Objectives	The Project is expected to have a highly developmental impact throughout Eastern Europe through the investment and development of energy and infrastructure projects. The presidents of Poland and Croatia launched the Three Seas Initiative in 2015 as a platform to develop north-south infrastructure and increase energy independence, energy security, and transport connectivity across the 12 Three Seas countries. By investing in greenfield, large-scale projects benefiting the populations of all the countries, as well as investments in joint infrastructure projects, the Fund aims to further integrate the region’s energy markets. The IMF reports that the Three Seas region faces an overall infrastructure gap in excess of €500 billion (\$598 billion), and additional investment in infrastructure will be necessary to achieve all objectives of the Three Seas Initiative. The financing gap in energy infrastructure specifically in the region is estimated at \$115 billion over the next 10 years. ¹ While each participating country faces different hurdles, it is expected that all 12

¹ “Perspectives for infrastructural investments in the Three Seas region, A Special Report,” Spotdata, Bonnier Business Polska, 2020, and “Infrastructure in Central, Eastern, and Southeastern Europe Benchmarking, Macroeconomic Impact, and Policy Issues,” Washington, DC : International Monetary Fund, 2020.

	<p>countries need to improve the connectivity of their energy sectors with their neighbors and the larger members of the EU.</p>
<p>Environment and Social Assessment</p>	<p>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 to high environmental and social risks.</p> <p>The Project involves an investment into a fund that will invest in Eastern Europe infrastructure projects. The Investment Advisor has an Environmental and Social Policy in place and an ESG integration framework that will be used to guide the Fund’s investments. The Investment Advisor’s integration framework is based on the UN Sustainable Development Goals and the IFC Performance Standards and World Bank Group’s EHS Guidelines. The Fund’s Private Placement Memorandum also states that the Fund will abide by relevant and applicable European Union law and policies, especially with respect to environmental protection, competition and procurement.</p> <p>The Fund has an organizational structure for monitoring of environmental, social, health and safety risks throughout the investment cycle. E&S risks will be monitored at the individual investment level with oversight by the Fund. The Fund has a labor management system in place, which includes Human Resources Policies and Employee Contracts. The Fund’s worker and community grievance mechanisms are in alignment with IFC Performance Standards.</p>