

Information Summary for the Public

Host Country:	Paraguay
Name of Borrower:	Finexpar, S.A.E.C.A. (“Finexpar”)
U.S. Sponsor:	WorldBusiness Capital
Foreign Sponsor:	Luís María Zubizarreta Zaputovich Carlos Alfonzo Pampliega Velazquez Hugo Fernando Martínez Fernandez
Project Description:	The Project will have a positive developmental impact on the Paraguay economy by supporting Paraguayan SMEs. By providing SMEs access to financing, the Project will help to reduce the estimated half of Paraguayan enterprises that report themselves as un- or underserved by financial institutions, as well as narrow the estimated \$6.35 billion credit gap.
Total Project Cost:	\$7,500,000
Loan Provided Under OPIC-WorldBusiness Capital Framework Agreement:	\$7,312,500
Developmental Effects:	This Project is expected to have a highly developmental impact on Paraguay through the issuance of loans to SME borrowers in the country. The Bank will focus a portion of its lending to underserved rural clients. The SME financing gap in Paraguay is an estimated \$3.9 billion. Additionally, though the country is classified as an upper-middleincome country by the World Bank, Paraguay struggles with income inequality. The country’s GINI coefficient at 53.2 is of one the highest in the world.
Environment:	The Project has been reviewed against the DFC’s 2020 Environmental and Social Policies and Procedures manual (“ESPP”) and has been determined to be categorically eligible. Loans for the purposes of MSME loans are screened as Category C projects for the purpose of environmental and social assessment in

accordance with DFC's ESPP. These downstream investments are expected to result in minimal adverse environmental and social impacts. Therefore, all of those downstream investments have been prescreened as category C and further review and consent is not required for these investments.

To ensure that the Borrower's investments 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 ("ESP") that meets the 2012 IFC Performance Standards.

Under the 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 for MSME lending in Paraguay, significant adverse impacts concerning community health and safety, biodiversity, land acquisition and resettlement, indigenous people, and cultural heritage are not anticipated; therefore, PS 3, 4, 5, 6, 7, and 8 are not triggered at this time.