

Public Information Summary

Host Country(ies)	Pakistan
Name(s) of Borrower(s)/Guaranteed Party(ies)	Pakistan Microfinance Investment Company Limited (“PMIC”).
Project Description	A 50% loan portfolio guaranty with PMIC for on-lending to microfinance institutions in Pakistan to increase access to capital for eligible Pakistani micro, small, and medium – sized enterprises (“MSMEs”) operating in renewable energy, agriculture, and livestock sectors and, with respect to women borrowers only, the enterprise sector. At least 60% of the ultimate borrowers will be individual women or women-owned or managed MSMEs.
Proposed DFC Loan/Guaranty	\$15,000,000
All-Source Funding Total	\$30,000,000
Policy Review	
Developmental Objectives	Clearance in process
Environment and Social Assessment	<p>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. DFC corporate guarantees to financial intermediaries who support Microfinance Institutions are screened as a Financial Intermediary C (FI-C) for environmental and social assessment. These downstream investments are expected to result in minimal adverse environmental and social impacts. Therefore, all those downstream investments have been pre-screened as low risk and further review and consent is not required for these investments.</p> <p>To ensure that the Guaranteed Party’s investments are consistent with the DFC’s statutory and policy requirements, the DFC guaranty 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.</p> <p>Under the DFC’s ESPP, the Guaranteed Party is required to comply with applicable local and national laws and regulations related to environmental and social performance and applicable provisions of the</p>

	<p>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 the expansion of the Guaranteed Party's MFI lending, significant adverse impacts concerning 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 security and therefore, relevant aspects of IFC PS 4, Community Health, Safety, and Security are triggered at this time.</p> <p>The Guaranteed Party has an Environment and Social Management Procedures, grievance mechanisms, and human resources policies commensurate with its investment strategy but that will require updating and strengthening meet the expectations listed in the DFC's 2020 Environmental Policy and Procedures and IFC PS 1 and 2.</p>
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