

Public Information Summary

Asia Partners Fund II LP

Host Countries	Cambodia, India, Indonesia, Malaysia, Philippines, Vietnam, Singapore, Thailand
Name of Fund	Asia Partners Fund II, LP
Name of Fund Manager	Asia Partners Fund Management Pte Ltd
Project Description	Asia Partners is a growth equity firm focused on investments in technology and technology-enabled companies that are transforming Southeast Asia.
Proposed DFC Equity Investment	\$30 million
Target Fund Size	\$600 million
Policy Review	
Developmental Objectives	The Fund is expected to have a developmental impact in channeling growth capital to the Southeast Asia region, scaling up digitalization of the economy, and imparting best practices to portfolio companies. Financial intermediation will support the host countries as external financing conditions worsen, while filling the market gap for later-stage funding and increasing the economic value of high levels of digital access in the region. The majority of investment will be in lower-middle-income countries.
Environment and Social Assessment	The Project has been reviewed against DFC's 2020 Environmental and Social Policy Procedures ("ESPP") and has been determined to be categorically eligible. Equity investments into funds are 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 limited environmental and social risks that are site specific and can be readily mitigated through the application of sound environmental and social management practices.

To ensure that the Fund's investments are consistent with DFC's statutory and policy requirements, the Project will be subject to conditions. The primary environmental and social issues identified in this transaction relate to the need for a strong Environmental and Social Management System that meets the IFC Performance Standards to ensure that downstream investments are developed in accordance with DFC's ESPP. DFC will monitor the effectiveness of the Fund's application of DFC policies throughout the Project's life cycle.

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. DFC's ESPP requires fund managers to maintain an ESMS that appropriately identifies, assesses, manages, and monitors risks with respect to the IFC Performance Standards the General and Sector-specific EHS Guidelines. A desktop due diligence assessment indicates that because the Project involves an equity investment into a fund that will support technology-based companies, 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.

The Fund provided its ESMS, which includes a formal policy that expresses the Fund is committed to adopt a management system to ensure environmental, social, and governance ("ESG") issues are identified, assessed, and managed responsibly throughout the lifecycle of the investment process and all business in which its capital is invested. The ESMS includes a commitment for the Fund and all its Portfolio Companies to follow local laws and regulations where they operate. Further, there are commitments to encourage Portfolio Companies to meet full compliance with the ILO Core Labor Standards, the International Bill of Rights, and the U.N. Guiding Principles on Business and Human Rights. Further, the ESMS provides that at a minimum, the Fund will adhere to IFC PS 1, the World Bank Group Environmental, Health, and Safety Guidelines, and incorporate a process of "plan, do, check, and act," in the ESMS to entail a methodological approach to identifying and managing environmental and social risks with its Portfolio Companies.

While the Fund's ESMS generally aligns with the DFC's expectations listed in the ESPP, it will be required to provide the DFC a methodology to track, monitor, and report its GHG emissions at the portfolio level, as described in IFC PS 1 paragraph 7 and evidence that its external grievance mechanism is operational prior to receipt fo DFC support.