

Public Information Summary

Host Country(ies)	India
Name(s) of Borrower(s)/Guaranteed Party(ies)	Green Agrevolution Pvt Ltd, India (“DeHaat”)
Project Description	Working capital for a one-stop shop for farmers that provides advice, agri-inputs, agri-outputs marketing, and financial and other services.
Proposed DFC Loan/Guaranty	\$9,999,000 Investment Guaranty for 7 years
All-Source Funding Total	\$39,100,000
Policy Review	
U.S. Economic Impact	None
Developmental Objectives	The Project is expected to have a highly developmental impact in India with support for smallholder farmers by expanding access to agricultural products, crop information, and a competitive online marketplace. Agriculture accounts for approximately 70% of the country’s rural household income and 82% of India’s farmers are considered small and marginal. Currently, the agricultural sector in India is hampered by inefficiency in the food distribution system and a lack of modern agricultural practices and technologies. In response, the agri-tech sector is rapidly growing, attracting an estimated \$9 billion between 2000 and 2019. DeHaat’s model closely aligns with this trend by lowering the cost of inputs and connecting farmers to competitive markets. The Project Company is expecting to support millions of smallholder farmers in the coming years.
Environment and Social Assessment	<p>The Project has been reviewed against DFC's 2020 Environmental and Social Policy Procedures ("ESPP") and has been determined to be categorically eligible. Projects involving the storage and distribution of agricultural supplies and agricultural education are screened as Category B as they have limited environmental and social impacts that can be mitigated to acceptable levels by the adoption of effective management practices. The primary environmental and social impact issues identified in this transaction include the need for a strong Environmental and Social Management System (“ESMS”) that meets the 2012 IFC Performance Standards, proper storage and disposal practices for agro-supplies, and worker health and safety requirements. The Project is subject to Climate Resiliency Screening per Executive Order 13677.</p> <p>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. For</p>

Category B projects, other applicable provisions are PS 3 and 4. Additionally, the Project will be required to meet applicable provisions of the IFC's April 30, 2007 Environmental Health and Safety ("EHS") General Guidelines.

The Project consists of warehousing and providing seed, pesticides, fertilizer, and skill-based training to local farms and farmers in India. The Project does not include land acquisition or involve relocation of indigenous peoples. The land being used for seeding, pesticide applications, and fertilization is pre-existing farmland owned by individuals and not the Borrower. The storage of bulk agro-supplies is within preexisting and owned warehouses. Therefore, 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 5, 6, 7, and 8 are not triggered at this time.

The Borrower has an environmental and social risk policy, human resources policies, employment contracts, grievance mechanisms, stakeholder engagement procedures, health and safety plans, employee injury reporting policy, driver safety guidelines, employee insurance coverage (catastrophic/dismemberment), whistleblowing policy, standard E&S covenants in supplier agreements, and standard due diligence checklists that include environmental and social risk checks commensurate with the investment strategy. Many of these policies and procedures recently went through a third-party audit to determine alignment with local law and applicable IFC Performance Standards. Some improvements and action items are still in the process of being developed and implemented and will be required to be provided to DFC for review, prior to receipt of DFC support for the Project.