

INFORMATION SUMMARY FOR THE PUBLIC

PHATISA FOOD FUND 2 LLC

Host Country:	Sub-Saharan Africa
Name of Borrower:	Phatisa Food Fund 2 L.L.C., a Mauritius limited liability company (the “Fund”)
Sponsor:	Phatisa Group Limited, a Mauritius limited liability partnership (“Phatisa”)
Project Description:	The Fund will make growth equity investments in food and agriculture-related companies in Sub-Saharan Africa.
Total Fund Capitalization:	The Fund is targeting \$300 million in total commitments, including the proposed OPIC Loan.
Proposed OPIC Loan:	OPIC loan guaranty of up to \$75 million
Term of OPIC Loan:	10 years
Selection Process:	In late 2015, the fund manager requested OPIC support for the Fund through the Investment Fund Department’s follow-on process. OPIC’s gatekeeper advisor, Meketa Investment Group, was used to evaluate the Fund alongside the OPIC Project Team. After accompanying the OPIC Project Team on its December 2016 on-site due diligence trip to South Africa to meet with the fund manager, Meketa Investment Group recommended continuing due diligence on the Fund. In January 2017 the OPIC Evaluation Committee approved the Fund.
Policy Review	
U.S. Economic Impact:	Each of the Fund’s OPIC-supported investments will be analyzed separately for its potential impacts on the U.S. economy.
Developmental Effects:	This Fund is expected to have a positive developmental impact in Sub-Saharan Africa through equity investments in growing companies in the food and consumer goods industries. Based on current projections, Sub-Saharan Africa is expected to experience a demographic boom in the coming decades, as the working age population reaches 60% of total population. In fact, IMF estimates that Sub-Saharan Africa’s working age population, aged 15 to 64, which is expected to be larger than the working age population of rest of the world by 2035. As the continent experiences this demographic boom, demand for food and consumer goods is expected to double over the coming decades, providing significant economic opportunities for the

	<p>continent. The Fund will provide technical assistance and strategic guidance to the companies in which they invest.</p> <p>Each of the Fund’s OPIC-supported investments will be analyzed separately for its potential developmental impacts.</p>
<p>Environment:</p>	<p>The capitalization of a fund is screened as a Category D activity for the purposes of environmental and social assessment. Although no further assessment is warranted at this stage in the transaction, each and every downstream investment by the Fund will be screened at and subject to the full scope of OPIC’s environmental and social assessment process, including public disclosure within the host country of Environmental Impact Assessments for Category A projects, conditionality and monitoring, as is warranted by the nature and scope of the downstream investments.</p> <p>The Fund has established an Environmental and Social Management System to assess the environmental and social impact of their own operations as well as the operations of their downstream investments. It includes the environmental and social objectives and principles that will be used to guide the Fund and downstream investments to implement measures that will eliminate risks, ameliorate damage, and enhance positive effects.</p>
<p>Social Assessment:</p>	<p>The Project will be required to operate in a manner consistent with the International Finance Corporation’s Performance Standards, OPIC’s Environmental and Social Policy Statement and applicable local laws.</p> <p>The Fund has developed and implemented an ESMS that addresses social risk, including labor, commensurate with the risks associated with the Fund’s anticipated Portfolio. Each of the Fund’s downstream investments will be screened against and subject to OPIC’s environmental and social assessment process, including conditionality and monitoring as may be warranted by the nature and scope of the investments.</p> <p>This review covers the commensurate human rights risks associated with food processing and distribution in Sub-Saharan Africa.</p>