

INFORMATION SUMMARY FOR THE PUBLIC

Host Country	Kenya.
Name of Borrower	D. Light Limited (“D. Light”).
Project Description	Financed under the Scaling Enterprise Loan Guaranty Facility, D. Light is a for-profit global leader and pioneer in delivering solar-powered solutions designed for households that lack access to reliable energy in emerging markets. Through delivering electricity to families in rural communities, D. Light empowers disadvantaged populations.
Proposed OPIC Guaranty	\$4,500,000 for up to 5 years.
Total Project Costs	\$41,904,039.
U.S. Sponsor	Citibank N.A.
Foreign Sponsor	N/A.
Policy Review	
U.S. Economic Impact	The Project is not expected to have a negative impact on the U.S. economy. There is no U.S. procurement associated with this Project, and therefore the Project is expected to have a neutral impact on U.S. employment. The Project is expected to have a neutral U.S. trade balance impact.
Developmental Effects	This Project is expected to have a positive developmental impact on Kenya by providing rural off-grid homes access to clean and reliable electricity. The Project Company distributes its products throughout Kenya through well developed network of gas stations and microfinance networks, and offers a pay as you go model which is relatively uncommon. The Project Company’s solar energy products provide an alternative to kerosene lamps and diesel generators. Access to electricity in rural regions in Kenya averages 60 percent, compared with 78 percent in urban areas. In addition, the Project will support hundreds of jobs for young adults, which face a high unemployment rate of 18.5%. The Project help Kenya achieve UN Sustainable Development Goals #7 (Affordable and Clean Energy).
Environment	<p>SCREENING: This Project has been reviewed against OPIC’s categorical prohibitions and determined to be categorically eligible. Projects involving manufacture, sale and distribution of solar lanterns and solar-home systems are screened as Category B under OPIC’s environmental and social guidelines because impacts are site specific and readily mitigated.</p> <p>APPLICABLE STANDARDS: OPIC’s environmental due diligence indicates that the Project will have impacts which must</p>

	<p>be managed in a manner consistent with the following of the 2012 IFC Performance Standards (PS):</p> <ul style="list-style-type: none"> • PS 1: Assessment and Management of Environmental and Social Risks and Impacts • PS 2: Labor and Working Conditions • PS 3: Resource Efficiency and Pollution Prevention • PS 4: Community Health, Safety, and Security <p>Given the nature of the Project’s operations, impacts relating to PS 6 (Biodiversity Conservation and Sustainable Natural Resource Management) are not expected.</p> <p>In addition to the Performance Standards listed above, the IFC’s April 30, 2007 Environmental, Health, and Safety (EHS) General Guidelines are applicable to the Project.</p> <p>Environmental and Social Risks and Mitigation: The major environmental and social issues associated with the Project include implementing occupational health and safety policies and appropriate waste management (disposal of batteries and panels at the end of their useful life). D. Light does not directly own or operate the factories and distribution centers in which the solar lanterns and other products are manufactured. These activities are conducted by Contract Manufacturers. The Contract Manufacturers are selected after going through a qualification process to ensure D. Light’s suppliers follow sound environmental, social, health, safety and labor practices. D. Light has a supply chain monitoring checklist which it applies to its suppliers during the supplier qualification process and audits. D. Light represents that they have an Occupational Health and Safety policy for its workers, including those that work at the distribution warehouses. D. Light ensures that all of its warehouses have fire extinguishers and workers are trained on fire safety procedures; have emergency exits, conduct emergency preparedness drills (for example in case of earthquake); have first aid kits; are well-maintained and clean; and have adequate lighting and ventilation. With respect to battery and panel disposal, solar lanterns can be repaired and serviced locally by D. Light at any of its regional or local service centers in towns around the Kenya and D. Light uses a licensed local vendor for e-waste disposal.</p>
Social Assessment	<p>The Project will have impacts that must be managed in a manner consistent with the International Finance Corporation’s Performance Standards, OPIC’s Environmental and Social Policy Statement and applicable local laws. OPIC’s statutorily</p>

	<p>required language will be supplemented with provisions concerning the rights of association, organization and collective bargaining, minimum age of employment, prohibition against the use of forced labor, non-discrimination, hours of work, the timely payment of wages, and hazardous working conditions. Standard and supplemental contract language will be applied to all workers of the Project, including contracted workers.</p> <p>The Borrower is developing and will be required to submit to OPIC a stakeholder engagement plan and external grievance mechanism, an internal grievance mechanism, an underage labor policy, and a supplier code of conduct policy.</p> <p>This review covers the commensurate human rights risks associated with solar appliance distribution in Kenya.</p>
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