

# Client Impact **DEB***rief*

*Sicredi Green  
Financing*





## About Banco Cooperativo Sicredi S.A

Banco Cooperativo Sicredi S.A. ("Bansicredi") is a leading cooperative bank in Brazil, which mainly acts as an intermediary between financial markets, third party financial institutions, and the cooperatives it finances. Bansicredi is the central banking entity of Sistema de Crédito Cooperativo Sicredi (Sicredi), a federated cooperative credit system with over six million members across 26 states.

Operating with a network of more than 100 cooperatives and over 2,700 branches, Sicredi has a significant presence in underserved areas, offering a variety of financial services including lending, credit cards, insurance, and investments. Sicredi specializes in providing rural and agricultural loans, making it the second-largest financial institution in rural credit in Brazil, allocating BRL\$62.1 billion in financing to this sector in 2023.

As the only financial institution present in 229 cities, Sicredi contributes to fostering local development and financial inclusion.



Sicredi is the second largest credit cooperative system in Brazil:

# 87%

of branches located in cities with up to 100,000 inhabitants

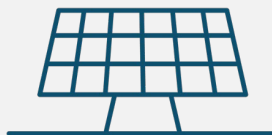
# BRL\$51B

provided for green lending

Geographic Focus



Sectors



Vision





## Partnering with Bansicredi

Through the Sicredi Green Financing project, IDB Invest is providing \$100 million to Bansicredi to boost its solar energy financing portfolio for SMEs and individuals. The investment includes an additional \$10 million in blended finance to support cooperatives that are interested in entering the solar photovoltaic market but lack the necessary resources. Additionally, it includes a performance-based financial incentive for implementing a Gender Action Plan.

This partnership also provides advisory services to develop Bansicredi's Sustainability Strategy and promote knowledge in climate finance. This includes improving the capabilities of clients and employees in areas such as renewable energy and environmental impact. Advisory services also include establishing the groundwork for issuing Bansicredi's Green Bonds, marking the first thematic bond issuance by a cooperative bank in Latin America.

With this investment, IDB Invest is supporting the expansion of Brazil's distributed photovoltaic energy generation market and contributing positively to environmental outcomes, including reduced greenhouse gas emissions, while fostering economic development.

The partnership offers Bansicredi access to diversified long-term funding, supporting its growth strategy among rural members and enhancing competitiveness by promoting favorable terms and conditions for its financial products.



# Investment Snapshot

Sector	Region	Project Investment	Approval Date
Financial Institutions	Brazil	US\$110M	2019

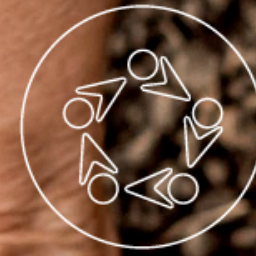
From baseline to targets (2019→2023)	
VALUE OF GREEN LOANS OUTSTANDING	VALUE OF GREEN LOANS DISBURSED
<b>BRL\$1B → BRL\$5.8B</b>	<b>BRL\$817M → BRL\$1.3B</b>
NUMBER OF GREEN LOANS OUTSTANDING	GREENHOUSE GAS EMISSION REDUCTION (average)
<b>16,594 → 150,187</b>	<b>~20 tons of CO2 per year</b>



# Measuring Development Impact

IDB Invest's Impact Management Framework is an end-to-end series of tools and practices covering the complete investment lifecycle. It allows us to build, measure, and manage a portfolio of financially sustainable investments that maximize development impact and contribute to reaching the Sustainable Development Goals (SDGs).

The SDGs are at the core of our approach. IDB Invest identifies the expected contributions of each investment to specific SDG targets upfront, and measures actual progress achieved over time.



## IMPACT MANAGEMENT FRAMEWORK



# Sicredi Green Financing: Development Impact Results

5

GENDER  
EQUALITY



Sicredi Green Financing promotes women's equal participation and opportunities for leadership at all levels of economic decision-making.

**YES**

SUCCESSFUL IMPLEMENTATION OF SIX OUT OF THE SEVEN CONDITIONS FROM THE GENDER ACTION PLAN (2023)

7

AFFORDABLE AND  
CLEAN ENERGY



The investment mobilizes financial resources to target small-scale renewable energy projects for firms, increasing the share of renewable energy in the global energy mix.

**BRL\$5.8B**

VALUE OF GREEN LOANS OUTSTANDING (2023)

8

DECENT WORK AND  
ECONOMIC GROWTH



Sicredi Green Financing decouples economic growth from environmental degradation by increasing financing for solar panels, reducing sub-clients' reliance on grid electricity.

**150,187**

NUMBER OF GREEN LOANS OUTSTANDING (2023)

# Sicredi Green Financing: Development Impact Results

## 9 INDUSTRY, INNOVATION AND INFRASTRUCTURE



Sicredi Green Financing contributes to increasing SMEs' access to financial services and promotes infrastructure advancements to make them sustainable.

**39%**

SHARE OF GREEN LOANS  
OUTSTANDING to MSMEs  
(2023)

## 13 CLIMATE ACTION



The investment targets portfolios that lead to net reductions in GHG emissions by boosting solar energy as a renewable energy source.

**~20 TONS  
OF CO2 PER YEAR**

GHG REDUCTION  
(average 2020-2023)



## Measuring & Managing Impact: Sicredi Green Financing's DELTA Impact Score

Sicredi Green Financing's score reflects its potential for promoting economic growth and inclusion by increasing access to financial services for SMEs and individuals in the underserved rural and agricultural sectors. The mobilization of additional resources amplifies the investment's impact, ensuring a broad and lasting contribution to both environmental sustainability and economic development.

Additionally, the investment in Sicredi's photovoltaic energy portfolio helps reduce GHG emissions and promotes climate resilience.

The score also highlights Sicredi's commitment to developing innovative policies and practices that promote professional development skills. In addition, the investment's potential for knowledge transfer and technology dissemination facilitate the spread of sustainable practices.



### DELTA Impact Score

The DELTA is IDB Invest's rating system for assessing the expected economic, social, and environmental impact of each investment. The DELTA Impact Score\* is tracked and updated annually to monitor and benchmark investment performance.

\*To complement the DELTA Impact Score, IDB Invest calculates an Additionality Score to ensure that it provides financing beyond what is available in the market and that it contributes to better investment outcomes. The "DELTA Project Score" is the overall rating assigned to each project that encompasses both the DELTA Impact Score and the DELTA Additionality Score.

# Benchmarking Sicredi Green Financing's DELTA Impact Score

## DELTA IMPACT SCORE



How does Sicredi Green Financing's score compare to other IDB Invest investments in the financial sector?\*



## BUILDING BLOCKS OF THE DELTA IMPACT SCORE\*\*



**Economic Analysis**  
Estimates the net benefits of the investment to the economy and society (Economic & Social Rate of Return).



**Stakeholder Analysis**  
Complements the Economic Analysis by assessing the types of beneficiaries reached and the type of benefits generated.



**Sustainability**  
Ensures that the project is financially sustainable and meets IDB Invest's ESG requirements.

\* In comparison with the last DELTA Impact Score of peers in IDB Invest's portfolio based on their latest supervision review.  
\*\* To complement the DELTA Impact Score, IDB Invest computes an Additionality Score to ensure that it provides financing beyond what is available in the market and that it contributes to better investment outcomes.  
The DELTA Project Score is the overall score that encompasses both the DELTA Impact Score and the DELTA Additionality Score.





**Let's continue the conversation.**

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