



Investor Presentation

May 2018



1. Introduction



2. Products and sectors



3. Financial Profile



4. Funding

INTRODUCTION



A woman wearing a white hard hat and a white button-down shirt stands in a warehouse with tall blue and yellow shelving units. She is looking upwards and to the left with a slight smile. A large, abstract graphic consisting of a pink triangle and a blue stepped line is overlaid on the bottom of the image.

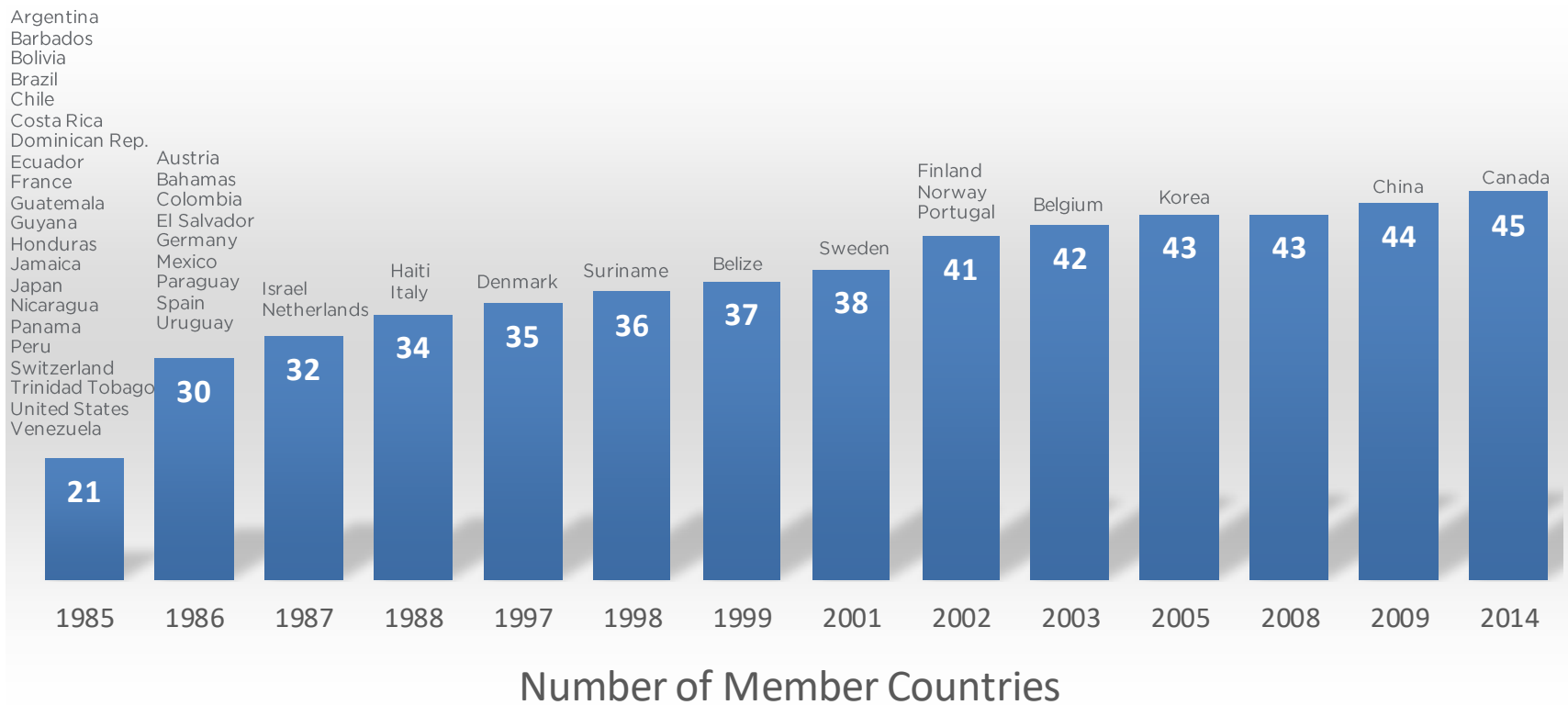
IDB Invest, a member of the IDB Group, is a multilateral development bank committed to support the private sector in Latin America and the Caribbean.

We work with clients to achieve financial results while creating social and environmental value.

We operate across sectors to provide innovative financing and advisory services that meet the evolving demands of the region's private sector.

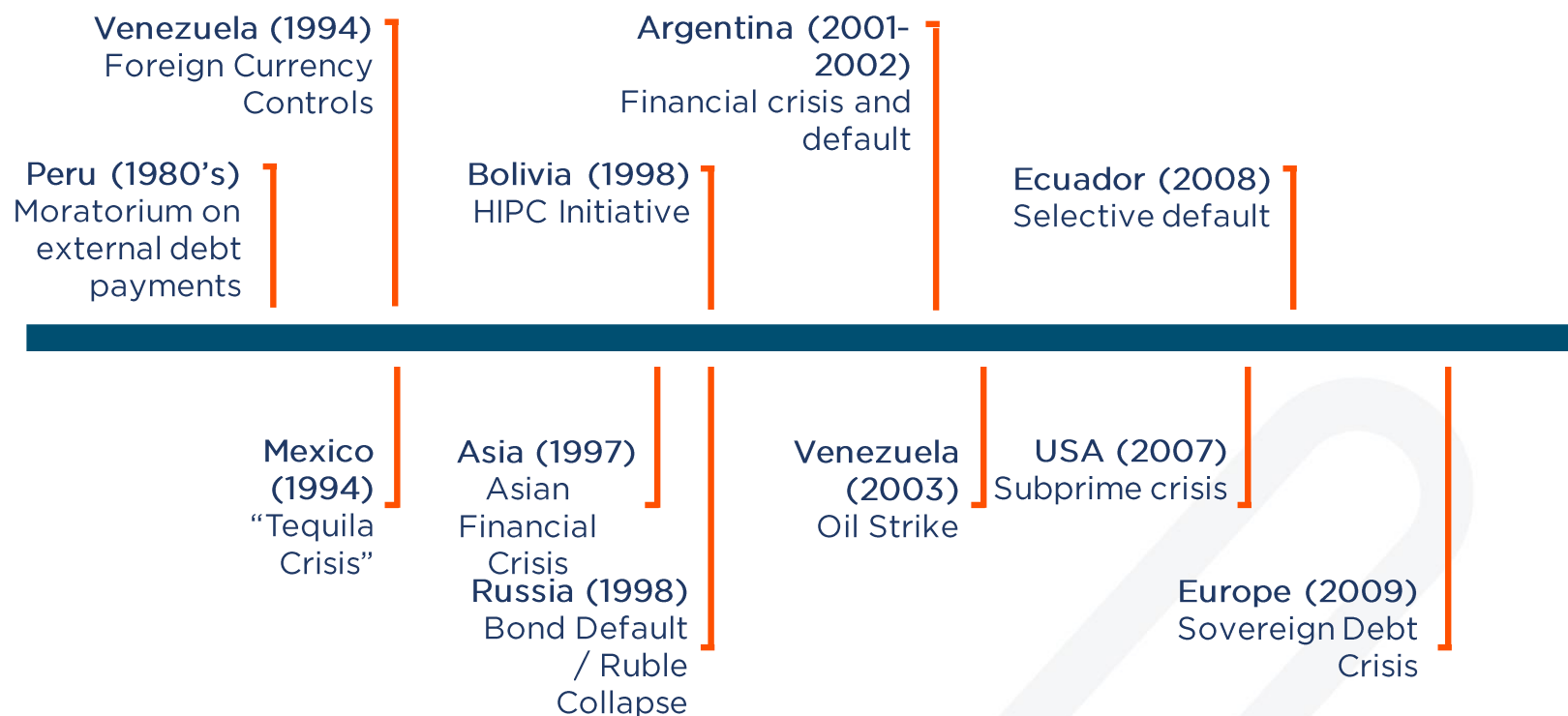
Strong shareholder support

The number of member countries has more than doubled since inception



Preferred creditor treatment

Loan payments to IDB Invest have never been interrupted due to currency convertibility events in the host countries of the projects



Corporate Governance

- IDB Invest is a distinct institution within the IDB group, with its own charter, governance and capital.
- While IDB Invest is legally and financially independent from IDB, there are strong ties between both institutions
- Common shareholders: 45 of the 48 member countries of the IDB are shareholders of IDB Invest
- The President of the IDB is also chairman of the Board of Executive Directors of IDB Invest

Operational and financial relationship

- USD 300 million loan granted by IDB to IDB Invest
- IDB Invest manages the origination and supervision of the portfolio of non-sovereign guaranteed loans of the IDB
- IDB provides administrative services to IDB Invest, creating synergies and increasing efficiency

Broad presence in Latin America and the Caribbean

26

Countries

4

Hubs



Objectives

- Increase closeness to clients
- Grow share of staff in the region from 14% (2016) to 40% (2020)
- Twenty country offices in 2019
- Four regional hubs with specialized staff provide support to country offices



BUENOS AIRES



BOGOTA



PANAMA CITY



PORT OF SPAIN



SAO PAULO





MEXICO CITY

Recent events

Reorganization of the private sector activities of the IDB Group

In January 2016, the three departments of the IDB dedicated to the private sector were merged into the Interamerican Investment Corporation (IIC) with the objective of increasing the efficiency and maximizing the development impact of the IDB Group's private sector activities.

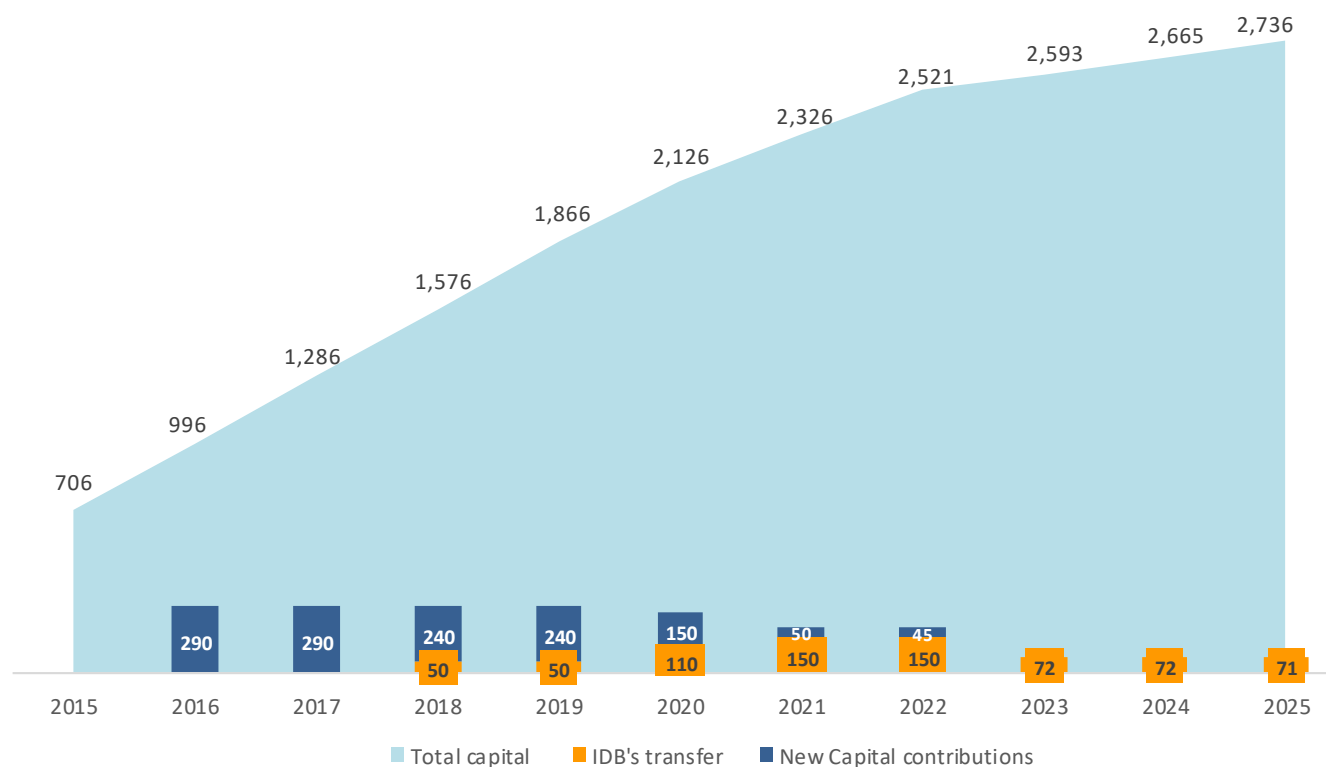
	Prior to the reorganization	After the reorganization
	Provided loans, guarantees, and technical assistance to sovereigns and large companies	Provides loans, guarantees, and technical assistance only to sovereigns
	Provided loans, guarantees, and equity investments to small and medium-sized companies	Provides loans, guarantees, and equity investments to the private sector and manages the IDB's private sector portfolio

Recent events

Capital increase

As part of the reorganization, the Board of Governors approved a capital increase for up to USD 2.0 billion: USD 1.3 billion of new contributions from member countries and USD 725 million of transfers by IDB on behalf of its member countries.

Capital Increase (*)– Payment schedule

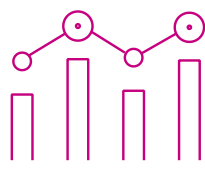


(*) Figures are in USD million

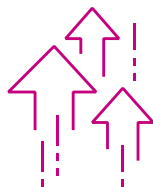
Recent events

Launch of IIC's new brand name: IDB Invest

In November 2017, IIC launched its new brand name: IDB Invest. While our legal name remains Interamerican Investment Corporation, the new brand seeks to reflect our focus on investing in the future of Latin America and the Caribbean and to leverage the knowledge and IDB solid position.



Dynamic



Agile,
flexible



Economic
growth and
social inclusion



Synergies and
collaborations

PRODUCTS AND SECTORS



Our sectors

FINANCIAL INSTITUTIONS



Banks



Funds



Microfinance

INFRASTRUCTURE



Energy



Transport



Water and sanitation



Social infrastructure

CORPORATES



Agribusiness



Manufacturing



Tourism



Telecommunications,
media and technology

Financial products

IDB Invest offers innovative financial products tailored to meet our clients' needs, creating smarter, more sustainable businesses in Latin America and the Caribbean.



Senior and
Subordinated Loans



Guarantees



Equity and
Quasi-Equity



Trade and Supply
Chain Finance



Resource
Mobilization



Capital Market
Instruments

Advisory Services and Blended Finance

IDB Invest offers non-financial products to mainstream sustainability. Coupling financial solutions with advisory services and blended finance ensures that our investments maximize their development impact.



CLIMATE CHANGE AND CLEAN ENERGY

- Energy efficiency appraisals
- Innovative clean energy financing models
- Biodiversity appraisals
- Climate smart agriculture
- Climate change mitigation and adaptation assessments



GENDER

- Gender appraisals
- Innovative financial services for women
- Women empowerment initiatives



CORPORATE SUSTAINABILITY

- Shared value appraisals
- Corporate governance
- Sustainable value chains



PUBLIC-PRIVATE PARTNERSHIPS

- Long-term program planning
- Sustainable investment plan development
- Bankable deal structuring support
- Blended and commercial finance advisory



Alignment with the United Nations Sustainable Development Goals.

Our impact

1.9

**MILLION
MSMEs
FINANCED**

92

**MILLION
AIRPORT
PASSENGERS
SERVED**

1,714

**MEGAWATTS
LOW-CARBON
POWER
INSTALLED**

88,491

**WOMEN-LED
MSMEs
FINANCED**

1.4

**MILLION
NEW METRO
RIDERS SERVED**

8.1

**MILLION tCO2
REDUCED
PER YEAR**

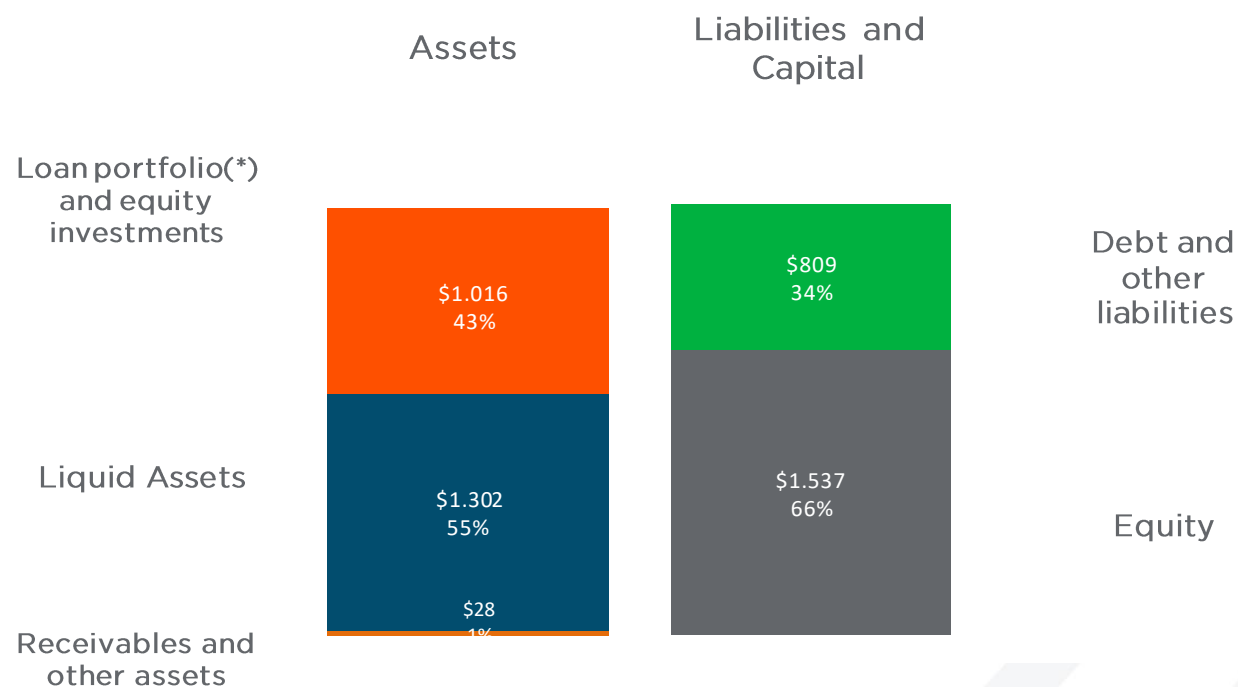
163,512

JOBS CREATED

FINANCIAL PROFILE



Sound Balance Sheet



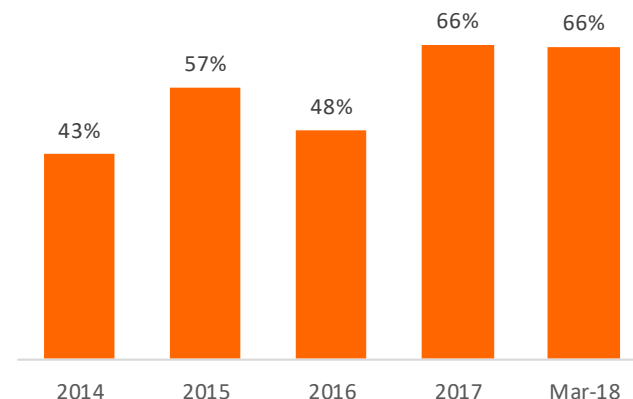
In USD million as of March 2018.

(*) Net of USD 49.6 million in provisions. Total equity Investments: USD 48.7 million

Robust capitalization and low leverage

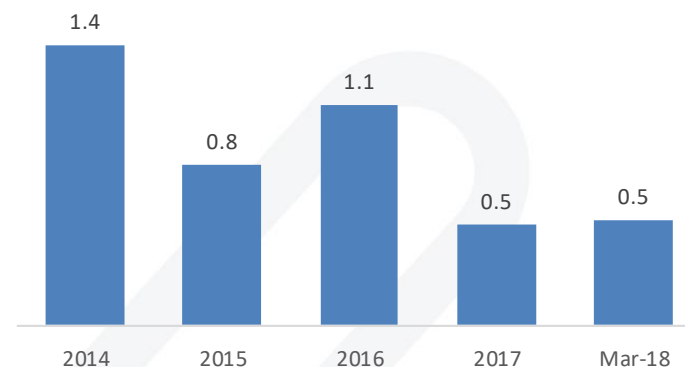
Robust capitalization

- IDB Invest operates exclusively with 100% paid-in capital
- Ratio Capital / total assets historically above 40%
- Capital + provisions coverage of 158% of the loan portfolio



Low leverage

- IDB Invest has one of the lowest leverage ratio of any supranational
- Leverage ratio consistently below the charter limit of 3.0x

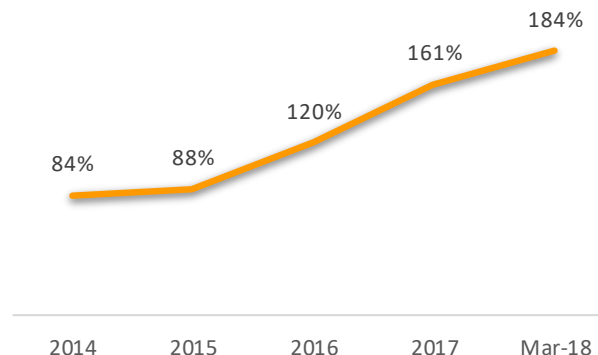


Ample liquidity and high quality liquid assets

Conservative Liquidity Policy

- Extremely strong coverage of outstanding debt with liquid assets
- “Our funding and liquidity ratios indicate that IDBI would be able to finance its expansion mandate, disburse scheduled loans, and service its debt obligations without capital market access for at least one year” (Standard & Poor’s)

Liquid Assets/Total Debt

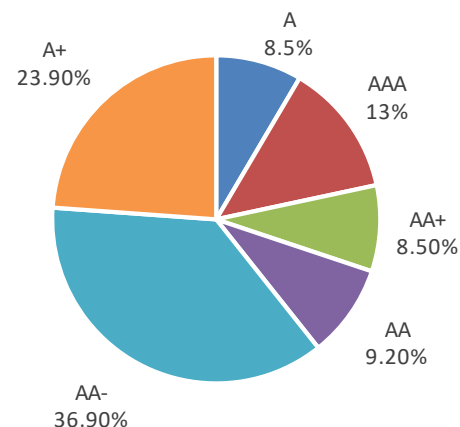


High Quality Liquid Asset Portfolio

Conservative investment policies:

- Minimum rating: A
- Maximum portfolio duration: 4y
- Maximum term and exposure limit linked to issuer rating

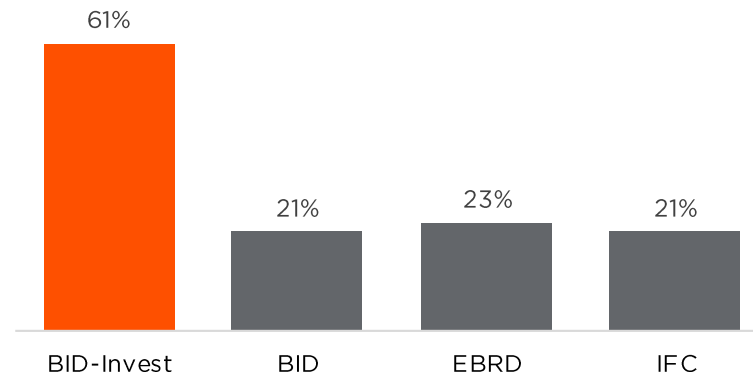
Liquid Assets Rating Distribution



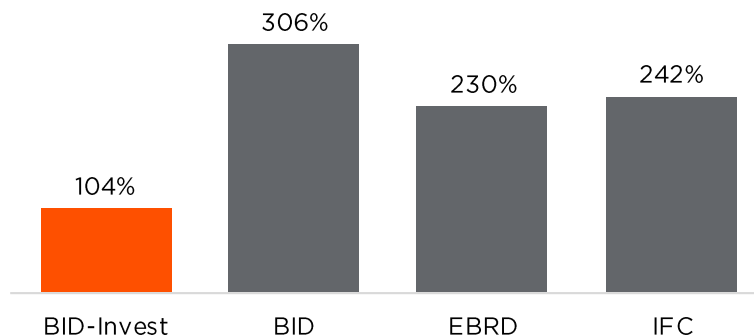
One of the strongest financial profiles among Multilateral Development Banks

Multilateral	Assets (USD Millions)	Long Term Issuer Rating ¹
BID-Invest	2,147	AA
BID	113,133	AAA
EBRD	59,069	AAA
IFC	90,434	AAA

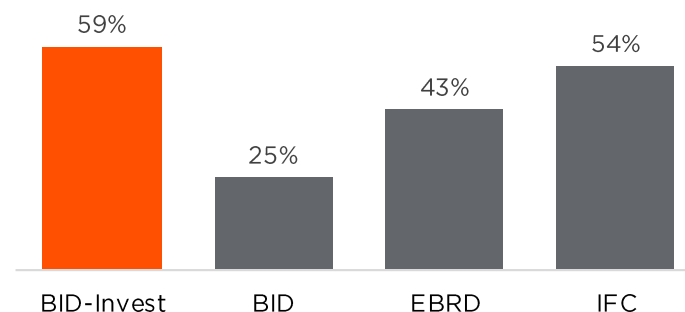
RAC²



Gross Debt / Equity³



Liquid assets / total assets



Source: S&P Global Supranationals Special Edition 2017.

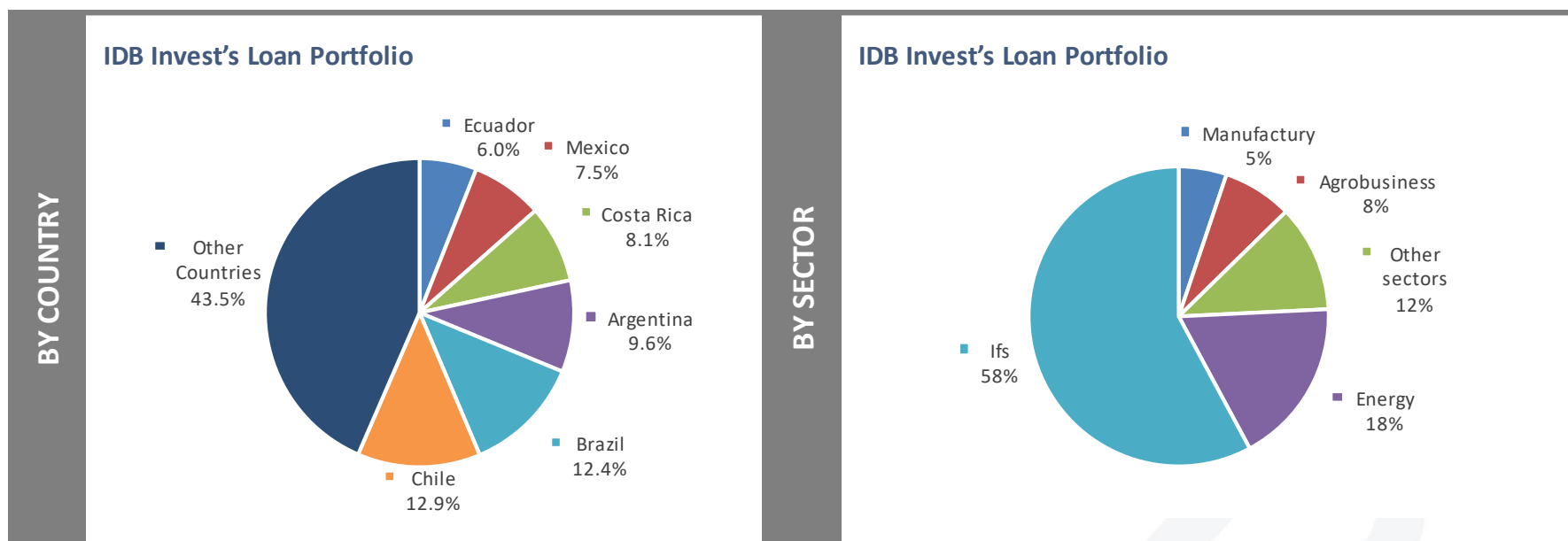
(1) S&P Global rating August 2017.

(2) RAC: Adjusted equity / Assets weighted by risk (%).

(3) Gross debt / adjusted ordinary equity (%).

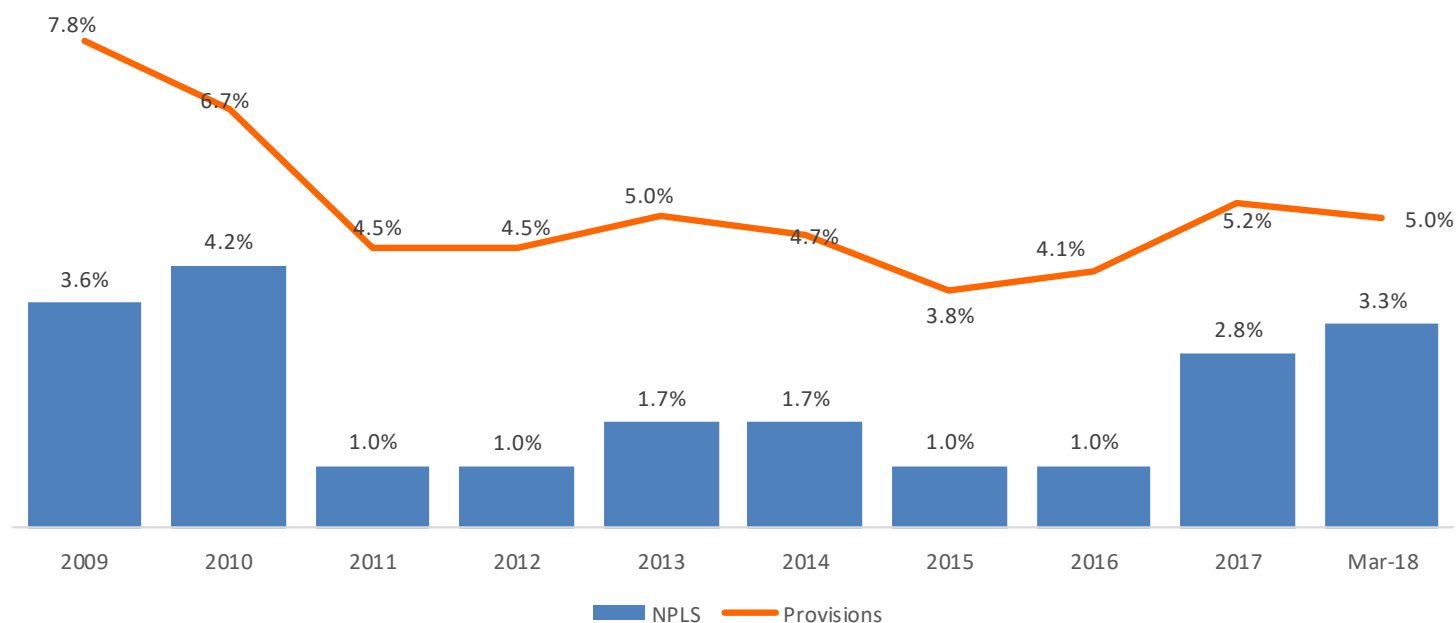
Data as of December 31, 2016, except for the IFC, whose data are as of June 30, 2016.

Diversified loan portfolio



High quality loan portfolio

Non Performing Loans/Provisions for loan & losses



As of March 2018

Rating agencies highlight our strong financial profile – S&P moved to positive outlook

S&P Global
Ratings

AA
Outlook:
POSITIVE

“Our positive outlook reflects the progress IDB Invest has made in expanding its mandate, specifically the increase in lending in 2017, but also establishing policies and procedures for its operations. Our vision reflects the institution's strong capital adequacy and ample balance-sheet liquidity [...]”.

Standard and Poor's rating report as of April 30, 2018

Moody's

Aa1
Outlook: Stable

“ the credit profile reflects a robust capitalization, adequate financial management, and strong asset performance despite its private sector focus. The institution's close relationship with the Inter-American Development Bank (IADB, Aaa/Stable) also supports the rating. The conservative risk management practices, which are often even more conservative than the institutional limits set in its charter, keep low leverage and capital adequacy ratios very strong”.

Moody's rating report as of March 20, 2018

FitchRatings

AAA
Outlook: Stable

“The affirmation and Stable Outlook reflect the following key rating drivers: IIC's intrinsic credit quality drives its 'AAA' IDR. IIC's solvency assessment of 'AAA', which considers its excellent capitalization and low risk profile, as well as its liquidity assessment of 'AAA' results in an overall rating of 'AAA' [...] Fitch assesses IIC's capitalization as excellent. At 52.9% IIC has one of the highest equity/adjusted assets ratios among multilateral development banks (MDBs) rated 'AAA' by Fitch. Unlike most MDBs, all of IIC's capital is paid-in”.

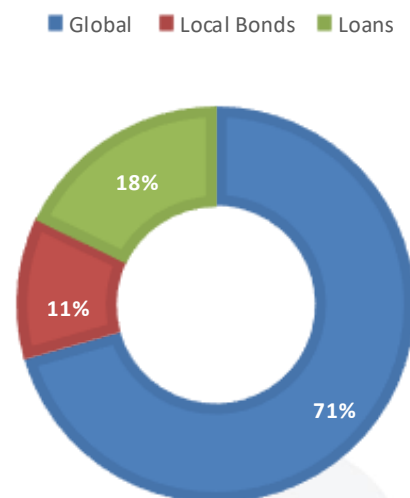
Fitch Ratings rating report as of February 12, 2018

FUNDING



Diversified funding sources

- Established in 2012, the Euro Medium Term Note program has quickly become the main funding instrument of IDB Invest, with USD 1,3 billion issued since its inception.
- Additionally, we issue bonds in domestic markets in Latin America and the Caribbean to provide local currency financing to our clients and to support the development of the capital markets in the region.
- Loans used to be the main source of financing before the inception of the EMTN program and are still a small part of our funding mix



Capital market issuances



COP

64.000 million

5 year

December 2005



COP

86.000 million

5 year

December 2005



MXN

480 million

3 year

November 2007



MXN

800 million

3 year

May 2011



MXN

800 million

3 year

April 2012



EMTN

USD 400 million

3 year FRN

November 2012



EMTN

USD 400 million

3 year FRN

October 2014



EMTN

USD 500 million

3 year FRN

April 2016



MXN

1.5 billion

3 year

February 2018

A close-up, low-angle shot of a white wind turbine against a clear blue sky. The turbine's blades and tower are visible, with the blades extending towards the top left of the frame.

2018 Funding program

- Projected 2018 Funding: USD 0.75-1 billion
- Main funding instrument: EMTN Floating Rate Notes
- Preferred tenor: 3-5 years
- Preferred currency: USD
- Local currency issues in domestic markets in the region: US\$200 to US\$250 million



A sound investment in development

- Strong credit ratings: AAA / Aa1 / AA by Fitch, Moody's and S&P Global Ratings.
- One of the strongest financial profiles among Multilateral Development Banks
- 100% paid-in capital
- Committed to sustainability
- Strong support from 45 member countries
- Member of the Inter-American Development Bank Group (IDBG)

Let's continue the conversation

Funding Team

Eusebio Garre

eusebiog@idbinvest.org

Tel.: 202 623 1626

Jorge Cortés

jorgecor@idbinvest.org

Tel.: 202 623 2809

Monica Landaeta

monicala@idbinvest.org

Tel.: 202 623 3160

Website: www.idbinvest.org

Bloomberg: IDBINV <GO>

LinkedIn: www.idbinvest.org/linkedin

Twitter: www.idbinvest.org/twitter

Facebook: www.idbinvest.org/facebook

Blog: www.idbinvest.org/blog

Disclaimer

THIS PRESENTATION IS NOT AN OFFER OR SOLICITATION OF AN OFFER TO BUY OR SELL SECURITIES. IT IS SOLELY PROVIDED AS INFORMATION ONLY. THIS PRESENTATION DOES NOT CONTAIN ALL OF THE INFORMATION THAT IS MATERIAL TO A POTENTIAL INVESTOR. BY ATTENDING THE PRESENTATION OR BY READING THE PRESENTATION SLIDES YOU ACKNOWLEDGE AND AGREE TO THE FOLLOWING:

This document and its contents are confidential and proprietary to the Inter-American Investment Corporation (“IDB Invest”) and may not be reproduced, redistributed, published or passed on (or the contents otherwise divulged) to any other person, directly or indirectly, in whole or in part, for any purpose. This presentation is not directed to, or intended for distribution to or use by, any person or entity that is a citizen or resident of, or located in, any locality, state, country or other jurisdiction where such distribution or use would be contrary to law or regulation or which would require any registration or licensing within such jurisdiction. This presentation and the information contained herein are not an offer of securities for sale in the United States or any other jurisdiction.

This presentation does not constitute or form part of, and should not be construed as, an offer or invitation to sell securities of IDB Invest, or the solicitation of an offer to subscribe for or purchase securities of the Issuer, and nothing contained herein shall form the basis of or be relied on in connection with any contract or commitment whatsoever. Any decision to purchase any securities of the Issuer should be made solely on the basis of the final terms and conditions of the securities and the information to be contained in the prospectus or equivalent disclosure document produced in connection with the offering of such securities. Prospective investors are required to make their own independent investigations and appraisals of IDB Invest and the nature of the securities before taking any investment decision with respect to securities of IDB Invest. The prospectus (or equivalent disclosure document) may contain information different from the information contained herein.

The information in this presentation has not been independently verified. No representation or warranty, express or implied, is made as to the accuracy, completeness or fairness of the presentation and the information contained herein and no reliance should be placed on such information. None of the Issuer, their advisers, connected persons or any other person accepts any liability for any loss howsoever arising, directly or indirectly, from this presentation or its contents.

THESE MATERIALS ARE NOT DIRECTED AT OR ACCESSIBLE BY PERSONS IN THE UNITED STATES, OR PERSONS RESIDENT OR LOCATED IN AUSTRALIA, CANADA OR ANY OTHER JURISDICTION WHERE THE EXTENSION OF AVAILABILITY OF THE MATERIALS TO WHICH YOU ARE SEEKING ACCESS WOULD BREACH ANY APPLICABLE LAW OR REGULATION.

The materials do not constitute or form a part of any offer or solicitation to purchase or subscribe for securities in the United States or in any jurisdiction. Any securities issued in connection with an offering have not been and will not be registered under the U.S. Securities Act of 1933, as amended, or under any applicable securities laws of any state, province, territory, county or jurisdiction of the United States. Accordingly, unless an exemption under relevant securities laws is applicable, no such securities may be offered, sold, resold, taken up, exercised, renounced, transferred, delivered or distributed, directly or indirectly, in or into the United States or any other jurisdiction if to do so would constitute a violation of the relevant laws of, or require registration of such securities in, the relevant jurisdiction. **There will be no offer of securities in the United States.**

The materials do not constitute or form a part of any offer or solicitation to purchase or subscribe for securities in the United States or in any jurisdiction. Any securities issued in connection with an offering have not been and will not be registered under the U.S. Securities Act of 1933, as amended, or under any applicable securities laws of any state, province, territory, county or jurisdiction of the United States. Accordingly, unless an exemption under relevant securities laws is applicable, no such securities may be offered, sold, resold, taken up, exercised, renounced, transferred, delivered or distributed, directly or indirectly, in or into the United States or any other jurisdiction if to do so would constitute a violation of the relevant laws of, or require registration of such securities in, the relevant jurisdiction. **There will be no offer of securities in the United States.**

Disclaimer



This presentation includes statements that are, or may be deemed to be, “forward-looking statements”. These forward-looking statements can be identified by the use of forward looking terminology, including the terms “anticipates”, “believes”, “estimates”, “expects”, “aims”, “continues”, “intends”, “may”, “plans”, “considers”, “projects”, “should” or “will”, or, in each case, their negative or other variations or comparable terminology, or by discussions of strategy, plans, objectives, goals, future events or intentions. These forward-looking statements include all matters that are not historical facts. They appear in a number of places and include, but are not limited to, statements regarding the Issuer’s intentions, beliefs or current expectations concerning the Issuer’s economy. By their nature, forward-looking statements involve risk and uncertainty because they relate to future events and circumstances.

Forward-looking statements are not guarantees of future performance and the actual results, performance, achievements or industry results of IDB Invest’s economy may differ materially from those described in, or suggested by, the forward-looking statements contained in this presentation.

THESE MATERIALS ARE NOT DIRECTED AT OR ACCESSIBLE BY PERSONS IN THE UNITED STATES, OR PERSONS RESIDENT OR LOCATED IN AUSTRALIA, CANADA OR ANY OTHER JURISDICTION WHERE THE EXTENSION OF AVAILABILITY OF THE MATERIALS TO WHICH YOU ARE SEEKING ACCESS WOULD BREACH ANY APPLICABLE LAW OR REGULATION.

If you are not permitted to view materials or are in any doubt as to whether you are permitted to view these materials, please refrain from viewing them. These materials must not be, released or otherwise forwarded, distributed or sent in or into the United States or any jurisdiction in which such offers or sales are unlawful. Persons receiving such documents (including custodians, nominees and trustees) must not distribute or send them in, into or from the United States or any jurisdiction in which such offers or sales are unlawful.

Confirmation of understanding and acceptance of disclaimer

I warrant that I am not located in the United States or any other jurisdiction where accessing these materials is unlawful, and I agree that I will not transmit or otherwise send any materials to any person in the United States or any other territory where to do so would breach applicable local law or regulation.

I have read and understood the disclaimer set out above. I understand that it may affect my rights and I agree to be bound by its terms. I confirm that I am permitted to view the materials.