

1. **Scope of Environmental and Social (E&S) Review.** The E&S review of the proposed transaction was carried out through desk research, client phone calls, and a pipeline discussion. SVB Financial Group and Partners For Growth are partners to IDB Invest and the Fund Manager will develop an Environmental and Social Management System (“ESMS”) for this Fund and its operations.
2. **Environmental and Social Categorization and Rationale.** The proposed project is classified as an FI-2 per IDB Invest’s Sustainability Policy. Underlying investments to be supported by the Fund will be in the fintech, technology and life sciences sectors (sub-sectors could include investments in mobile software, data storage, software, medical devices, equipment and testing, etc.). Investments will be US\$1-5 million each. Category A sub-projects, per IDB Invest’s definition, will be excluded.
3. **Environmental and Social Risks and Impacts.** The main E&S risks of this project are associated with the Fund’s capacity to identify and manage the E&S risks associated with its lending activities. As E&S management is new to the Fund, the Fund Manager will be expected to build its capacity in order to properly identify, mitigate and manage any issues found in investments. The Environmental Social Health and Safety (“ESHS”) impacts and risks associated with investments in the Fintech sector are likely to be minimal in nature.
4. **Mitigation Measures.** The Fund does not currently have an ESMS, and the Fund Manager will develop one in-house. The Fund will be required to ensure that all investments supported under the loan comply with IDB Invest’s Exclusion List, applicable E&S local laws, the ESMS, and applicable IFC Performance Standards. The Fund’s ESMS will include an overarching policy, basic categorization guide, due diligence check list, legal clauses, and monitoring procedures. As part of their sub-investment due diligence, the Fund Manager will define action plans as necessary with companies and monitor their performance. The Fund will be expected to provide IDB Invest the E&S due diligence reports of the first three investments prior to the Fund’s commitment and will share subsequently all monitoring reports within its annual monitoring. The Fund will be expected to analyze, categorize and propose mitigation measures consistent with its Policy and ESMS. The Fund is not expected to finance any high-risk sectors.
5. **Environmental and Social Action Plan**

Activity	Description	Timeline
ESMS development and implementation	The Fund will be required to develop a fund-wide Policy and ESMS consistent with IDB Invest Requirements, the IDB Invest Exclusion List, and IFC Performance Standard 1. As part of this requirement, the Fund Manager will form an ESMS committee (including credit risk, portfolio, and product development, among others) and allocate a staff member to oversee development and operation of the ESMS.	3 months post disbursement (form committee) 9 months post disbursement (develop ESMS)
Appointment of ESMS manager	The Fund Manager will appoint a representative to serve as ESMS Manager responsible for developing the ESMS and coordinating with the committee (and the consultant if hired for support), and will be responsible for reviewing/overseeing all E&S analysis.	Letter of designation Before commitment

Review of the first three operations	Provide the detailed E&S due diligence report of the first three operations prior to investment committee with aim to (i) confirm the categorization and level of analysis undertaken, and (ii) review the proposed Action Plan	E&S due diligence report and action plan	At time of sub-investment
Capacity building	Training of senior management, loan officers and credit analysts on ESMS implementation and IFC Performance Standards ("IFC PS"). Training new personnel.	Certificate of training completion	6 months post disbursement (annual reporting for new personnel)
Internal and external grievance mechanism	Strengthen the internal grievance mechanism that in accordance with the IFC Performance Standards for purposes of (i) registering internal issues raised, and (ii) external complaints related to investee projects	Internal and external grievance mechanism	Internal and external grievance mechanism

6. Contact Information For project inquiries, including environmental and social questions related to an IDB Invest transaction please contact the client (see **Investment Summary** tab), or IDB Invest using the email divulgacionpublica@iadb.org. As a last resort, affected communities have access to the IDB Invest Independent Consultation and Investigation Mechanism by writing to mecanismo@iadb.org or MICI@iadb.org, or calling +1(202) 623-3952.