

1. **Overview of Scope of IDB Invest E&S Review.** The environmental and social review of the proposed transaction was carried out through desk research, phone calls with the client, and a portfolio review. ACME is an IDB Invest client, with a focus in loans for financial inclusion and microfinance. As such on-lending risks are generally considered low. The client has agreed to implement a basic set of environmental and social procedures that includes a review of sub-loans against applicable local law and the IDB Invest's Exclusion List.
2. **Environmental and Social Categorization and Rationale.** The proposed operation is classified as an FI-3 according to the IDB Invest Sustainability Policy. ACME will use the funds to extend credit to low-income borrowers, the majority of which are women. ACME has 32 branches and is active across 7 of Haiti's 9 departments. The loans are aimed at supporting small micro-entrepreneurs in their businesses. The average loan is roughly US \$ 500, and the typical tenor is between 6-24 months.
3. **Environmental and Social Risks and Impacts.** The environmental and social risks are considered minimal given the proposed use of proceeds. The majority of the portfolio (86%) is focused in commerce and services. During ACME's screening process, ACME evaluates basic environmental and social risks of borrowers. ACME has in place a Human Resources policy that is to the satisfaction of IDB Invest's Sustainability Policy.
4. **Mitigation Measures.** ACME will be required to apply a basic set of environmental and social procedures, which will include application of the exclusion list and local law as applicable. Furthermore, ACME will be required to undertake the IDB Invest's on-line training for E&S management, and appoint an E&S individual to oversee application of the procedures and address an issues specific to individual sub-loans screening where warranted.
5. **E&S Action Plan.** N/A
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](mailto: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](mailto:mecanismo@iadb.org) or [MICI@iadb.org](mailto:MICI@iadb.org), or calling +1(202) 623-3952.