

This transaction was pre-classified as Category B, in accordance with IDB Invest's Environmental and Social Sustainability Policy (ESSP), since the possible risks and impacts are of low-to-average intensity and can be mitigated via measures that are available and feasible to implement in the context of the proposed operation.

During the Environmental and Social Due Diligence (ESDD) process, IDB Invest and the independent Consultant will address, primarily, the following points: (i) the arrangements for managing and sharing responsibilities between the Client and the companies to be subcontracted with regard to the management of environmental, social and occupational health and safety aspects in accordance with Brazilian legal requirements, as well as the requirements of the ESSP; (ii) plans and programs for managing the environmental and social risks and impacts associated with both the construction and operation stages of the URQs and UFVs, including management of hazardous materials, solid wastes, and the noises and odors generated by the URQs; and (iii) structured management by the Client and subcontractor companies of community engagement and relations with the populations residing in the vicinity of the URQs. The Company shall ensure that the Project adheres to the requirements of IDB Invest's Sustainability Policy and will adopt an environmental and social action plan to eliminate eventual gaps, if any.

On the basis of the information received and reviewed to date, the Performance Standards (PS) that apply to this Project are: (PS1): Assessment and Management of Environmental and Social Risks and Impacts; PS2: Labor and Working Conditions; PS3: Resource Efficiency and Pollution Prevention, and PS4: Community Health, Safety, and Security.

After conclusion of the ESDD process, an Environmental and Social Review Summary (ESRS) will be prepared and published on this site.

Contact Information

If questions arise about the project, please contact the person whose name appears above under **Summary of Investment**.

For questions and comments for IDB Invest, please contact:

Name: IDB Invest Communications Group

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In addition, affected communities may also access the IDB Invest Independent Consultation and Investigation Mechanism (MICI) via the following channels:

Telephone: +1 (202) 623-3952

Fax: +1 (202) 312-4057

Address: 1300 New York Ave. NW Washington, DC. USA. 20577

E-mail: mecanismo@iadb.org or MICI@iadb.org