

**Environmental Classification and Issues:**

This is a category III project according to the IIC's environmental and labor review procedure because it could produce certain effects that may be avoided or mitigated by following generally recognized performance standards, guidelines, and design criteria. Compartamos is aware of IIC requirements because it has already attended the IIC's financial intermediary environmental training seminar. Each subproject will be subject to an environmental review and must comply with national environmental and labor laws, regulations, and standards as well as the IIC's environmental guidelines.