

Environmental Classification and Issues: This is a category III project according to the IIC's environmental and review procedure because specific impacts may result that can be avoided or mitigated by adhering to generally recognized performance standards, guidelines, and design criteria. Subprojects will be subject to an environmental review and should comply with all national environmental and labor laws, regulations and standards, as well as IIC policies. To enhance and standardize the Borrower's understanding of the IIC's requirements, Banco Regional shall be required to attend IIC's financial intermediary environmental training seminar.