

INFORMATION SUMMARY FOR THE PUBLIC
Sarona Frontier Markets Fund 3 LP

Host Country:	Global Frontier and Emerging Markets
Name of Borrower:	Sarona Frontier Markets Fund 3, LP (the “Fund”)
Sponsor:	Sarona Asset Management, Inc. (the “Fund Manager”)
Project Description:	As a private equity fund of funds, the Fund’s investment strategy is to invest in funds that are managed by local general partners, invest growth equity in small to mid-market companies, and add significant strategic and management values. The Fund will also focus on strong ethical, social, and environmental policies.
Total Fund Capitalization:	\$300 million, including the amount of the proposed OPIC loan
Proposed OPIC Loan:	\$100 million
Term of OPIC Loan:	12 years
Selection Process:	<p>In 2011, OPIC committed \$50 million to Sarona Frontier Markets Fund 2, LP (“SFMF2”), which was eventually launched in 2012 with commitments from OPIC and other investors. SFMF2 has completed its investment period and its portfolio of investments is being actively managed by the Fund Manager.</p> <p>In 2015, the Fund Manager requested OPIC support for the Fund through the Investment Fund Department’s follow-on process. OPIC’s gatekeeper advisor, Meketa Investment Group, was used to evaluate the Fund. After its due diligence of the Fund and the Fund Manager, Meketa Investment Group recommended that the Fund would be a prudent investment for OPIC. In April 2016 the OPIC Evaluation Committee approved the Fund.</p>
Policy Review	
U.S. Economic Impact:	Each of the Fund’s OPIC-supported investments will be analyzed separately for its potential impacts on the U.S. economy.
Developmental Effects:	The Fund is expected to have a positive developmental impact by providing capital to private equity funds that will invest in growing companies in OPIC-eligible countries. The Fund will support approximately 12 to 18 private equity funds, which will make investments in approximately 100 to 200 small- and mid-sized companies. The Fund expects to obtain a seat on the advisory committees of its target funds, and plans to arrange

	<p>technical assistance for the underlying portfolio companies. Investments will be made in a wide range of countries and sectors, with an emphasis on companies that promote domestic growth through healthcare, education, light manufacturing, logistics, professional services, technology, consumer goods, and financial services. Each of the Fund’s OPIC-supported investments will be analyzed individually for its potential developmental impacts.</p>
<p>Environment:</p>	<p>The capitalization of a fund is screened as a Category D activity for the purposes of environmental and social impact assessment. Although no further assessment is warranted at this stage in the transaction, downstream investments in local private equity funds will be screened through and subject to OPIC’s environmental and social assessment process, including public disclosure of Environmental and Social Impact Assessments for Category A projects, climate change resiliency screening, conditionality, and monitoring as may be warranted by the nature and scope of the investments.</p> <p>The Fund has a Social and Environmental Management System in place that is consistent with the requirements of Performance Standard 1.</p>
<p>Worker Rights:</p>	<p>The Fund will be required to operate in a manner consistent with the International Finance Corporation’s (“IFC”) Performance Standard 2 on Labor and Working Conditions, OPIC’s Environmental and Social Policy Statement, and applicable local labor laws.</p> <p>The Fund’s human resource policies and procedures have been evaluated against the IFC Performance Standards, OPIC’s Environmental and Social Policy Statement, and applicable local labor law. Terms and conditions of work are communicated to employees through written employment agreements. OPIC has reviewed the Fund’s employee grievance mechanism, which appropriately addresses employment-related risks associated with the Fund’s labor profile.</p> <p>The Fund has developed and implemented a labor management system that addresses labor risk commensurate with its employment-related risks and consistent with the IFC Performance Standards, OPIC’s Environmental and Social Policy Statement, and applicable local labor law. Each of the</p>

	Fund's OPIC-supported target funds will be evaluated separately with regard to specifics of operation and compliance with OPIC worker rights and human rights approval criteria. Standard and supplemental worker rights language will be applied to each OPIC-supported target fund, as appropriate.
Human Rights:	OPIC issued a human rights clearance for the Fund on May 4, 2016.