

Public Information Summary for Banco Sofisa S.A.

Host Country	Federative Republic of Brazil (“ Brazil ”)
Name of Borrower	Banco Sofisa S.A.
Project Description	A DFC loan to Banco Sofisa for on-lending to SMEs especially those in the under-served Brazilian Legal Amazon (“ The Project Zone ”). The proceeds of the loan will be used to support the expansion of the small, and medium enterprise (“ SME ”) loan portfolio of Banco Sofisa S.A. (“ Sofisa ”). The bank will prioritize lending to SMEs operating in the economically disadvantaged regions of the Legal Amazon in Brazil. At least 30% of the proceeds of the DFC Loan will be used by Sofisa to make Project Zone Loans within twenty-four (24) months of the final Disbursement.
Proposed DFC Loan	USD 45,000,000 (5 years)
All-Source Funding Total	USD 56,250,000.
Policy Review	
Developmental Objectives	Clearance is in process.
Environment and Social Assessment	<p>The Project has been reviewed against the DFC’s 2020 Environmental and Social Policies and Procedures manual (“ESPP”) and has been determined to be categorically eligible. Loans for the purposes of SME lending are screened as Category C projects for the purpose of environmental and social assessment in accordance with DFC’s ESPP. These downstream investments are expected to result in minimal adverse environmental and social impacts. Therefore, all of those downstream investments have been pre-screened as Category C and further review and consent is not required for these investments.</p> <p>To ensure that the Borrower’s investments are consistent with the DFC’s statutory and policy requirements, the DFC loan will be subject to conditions regarding the use of proceeds. The primary environmental and social issues identified in this transaction relate to the need for an Environmental and Social Policy (“ESP”) that meets the 2012 IFC Performance Standards.</p> <p>Under the DFC’s ESPP, the Borrower is required to comply with applicable local and national laws and regulations related to environmental and social performance and applicable provisions of the 2012 International Finance Corporation’s Performance Standard (“PS”) 1 and 2. A desk-review based due diligence assessment indicates that because the Project will use DFC support for SME lending in Brazil, significant adverse impacts concerning community health and safety, biodiversity, land acquisition and resettlement, indigenous people, and</p>

cultural heritage are not anticipated; therefore, PS 3, 4, 5, 6, 7, and 8 are not triggered at this time.

The Borrower has an Environmental and Social Risk Management Policy, external grievance mechanisms, and human resources policies commensurate with its investment strategy, but will require some strengthening regarding its Environmental and Social risk and Human Resources policies in order to meet the DFC's 2020 Environmental Policy and Procedures.