

## Annex B – Public Information Summary

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| <b>Host Country</b>                      | Honduras   |
| <b>Name of Borrower</b>                  | Banco Atlántida S.A.   |
| <b>Project Description</b>               | Up to \$80 million direct loan to Banco Atlántida to support the growth of the bank’s lending to small and medium enterprises (“SME”), with a portion of at least 30% dedicated to Eligible 2X SMEs (“2X SMEs”).   |
| <b>Proposed DFC Loan/Guaranty</b>        | \$ 80,000,000 (7 years)  |
| <b>All-Source Funding Total</b>          | \$100,000,000  |
| <b>Policy Review</b>                     |  |
| <b>Developmental Objectives</b>          | The Project is expected to have a positive development impact in Honduras by helping to address the country’s small and medium enterprise (“SME”) financing gap, which is estimated to be approximately \$2 billion, or 15% of GDP. More specifically, the Project will seek to improve the livelihoods of women by allocating at least of 30% of DFC proceeds to improve access to finance to 2X Eligible SMEs. Additionally, the Project will address the ever-present lack of financial service penetration in rural areas by allocating an estimated 40% of the project proceeds to SMEs throughout underdeveloped rural areas throughout the country.   |
| <b>Environment and Social Assessment</b> | 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. DFC direct loans to financial institutions for SME on-lending are screened as a Category C for environmental and social assessment. These direct investments are expected to result in minimal adverse environmental and social impacts. Therefore, all those investments have been pre-screened as Category C and further review and consent is not required for these investments.<br><br>To ensure that the Borrower’s lending is 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 |

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|  | <p>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 desktop based due diligence assessment indicates that because the Project will use DFC support for SME on-lending in Honduras, significant adverse impacts concerning community health and safety, biodiversity, land acquisition and resettlement, indigenous peoples, and cultural heritage are not anticipated; therefore, PS 3, 5, 6, 7, and 8 are not triggered at this time. The Borrower does utilize private armed security and therefore, relevant aspects of IFC PS 4, Community Health, Safety, and Security are triggered at this time.”</p> <p>The Borrower has an environmental and social policy, grievance mechanisms, and human resources policies generally commensurate with its investment strategy. However, the Borrower is in the process of revising and updating their policies and procedures. Therefore, it will be required to provide their updated Environmental and Social policy to ensure alignment with IFC PS 1 and their update their Human Resources Policy to meet DFC’s 2020 Environmental Policy and Procedures.</p> |
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