

Public Information Summary

Host Countries	The Middle East, North Africa, Western Balkans, and Central Asia, with a primary focus on the following countries: Egypt (LMIC), Jordan (LMIC), Turkey (UMIC), Montenegro (UMIC), North Macedonia (UMIC)
Name of Fund	Alcazar Energy Partners II SLP (SCSp), domiciled in Luxembourg
Name of General Partner (“GP”) and GP Advisor	Alcazar Energy Partners II GP S.à.r.l. (General Partner) Alcazar Energy Management Services L.L.C-FZ (GP Advisor)
Project Description	The Fund will invest in renewable energy infrastructure projects, with a primary focus on solar PV and onshore wind greenfield projects
Proposed DFC Equity Investment	\$50 million
Target Fund Size	\$500 million
Policy Review	
Developmental Objectives	The Project is expected to have a positive development impact in the Middle East, North Africa, Western Balkans, and Central Asia by providing much needed capital to climate-linked infrastructure assets that will aim to reduce the greenhouse gas emission profiles of these regions by increasing renewable energy generation. With a primary focus on developing greenfield solar PV and onshore wind assets, the Project seeks to provide clean energy solutions to these regions’ transition away from fossil fuels. Additionally, by incorporating gender into its investment approach, the Project seeks to support projects that employ and empower women in their workforce. DFC has qualified the Fund as 2X.
Environment and Social Assessment	<p>SCREENING: Equity investments in a fund are screened as a Category D (FI-A) activity for the purposes of environmental and social assessment. Based on DFC’s due diligence, the Fund’s downstream investments are anticipated to pose medium to high environmental and social risks.</p> <p>Climate change resilience assessments for Category D projects are not required under DFC’s policies. However, the Fund will be required to include climate change resiliency assessments for any Category A projects as part of the ESIA process.</p> <p>APPLICABLE STANDARDS: Under DFC’s ESPP, the Fund 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 (“IFC”) Performance Standard (“PS”) 1 and 2. A</p>

virtual due diligence assessment indicates that the Project involves an investment in a financial intermediary that will invest in renewable energy projects, primarily at the greenfield stage, likely to trigger PS's 1 through 8. DFC's ESPP requires fund managers to maintain an ESMS that appropriately identifies, assesses, manages, and monitors risks with respect to the IFC Performance Standards and the IFC General and Sector-specific EHS Guidelines.

Because the Fund will invest in Category A subprojects, where that categorization is triggered, DFC will require that ESIA's for these be submitted and disclosed by DFC for public comment.

Environmental and Social Risks and Mitigation: Key risks associated with the Project include the need for rigorous E&S management system and organizational capacity at the Fund to oversee a portfolio of medium- to high-risk projects inclusive of supply chains that carry elevated labor risks under IFC PS 2. The Fund has experience working with DFI LPs and their E&S requirements and has developed an ESMS that aligns with DFI requirements. The Fund has an established procedure for risk categorization, screening, due diligence, and monitoring of environmental, social, health and safety risks for its projects. The Fund's ESMS requires that E&S risks be monitored at subproject sites by a team of E&S personnel, with oversight by the Fund's E&S team. DFC's due diligence indicates that the Fund has robust E&S documentation and procedures and sufficient E&S capacity commensurate with the scale and nature of the Fund's downstream investments. DFC, along with the other DFI LPs, will monitor the Fund's implementation of the ESMS and ensure strong E&S capacity, which will be critical to successful ESMS implementation.

The Fund will be required to incorporate DFC's categorical prohibitions as part of their environmental and social screening procedures. For Category A projects, DFC will require an ESIA gap analysis and ESDD report. The Fund will be responsible for addressing any gaps identified in the ESIA to ensure adequacy for DFC's disclosure. The Fund will be required to provide annual monitoring throughout the DFC investment. The Fund will be required to maintain human resources management systems in alignment with DFC requirements.