

REPORT FROM OPIC PROJECT TEAM TO BOARD OF DIRECTORS

SECTION I: NON-CONFIDENTIAL PROJECT INFORMATION

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| Name of Fund: | AfricInvest II, Ltd or an affiliate thereof (the “Fund”), to be established under the laws of and registered in Mauritius |
| Sponsor and Manager: | AfricInvest Capital Partners (“ACP” or the “Fund Manager”), a newly formed Mauritius company, which is owned 75% by a holding company of Tuninvest (“Tuninvest Holding”), and 25% by FMO, a development bank of the Netherlands. Tuninvest Holding is majority owned by the founding partners of Tuninvest and senior team members, all of whom are Tunisian citizens. |
| Fund Description: | The primary purpose of the Fund will be to achieve long-term capital appreciation through investments in small and medium sized enterprises (“SME’s”) in OPIC-eligible countries in North Africa and Sub-Saharan Africa. |
| Target Fund Capitalization: | The target size of the Fund is \$175 million (120 million Euros) with a first close target of \$88 million (60 million Euros). |
| Proposed OPIC Loan: | An OPIC loan guaranty (the “OPIC loan”) of up to \$60 million in principal plus accrued and accreted interest thereon. The term of the OPIC loan would be coterminous with the life of the Fund. |
| Term of Fund: | Ten years, with up to two one-year extensions subject to the approval of 75% in interest of the limited partners in the Fund. |
| Selection Process: | Working with the consultant Dalberg, Global Development Advisors (“Dalberg”), the OPIC Evaluation Committee selected the Fund through the Investment Funds Department’s Africa Social Development Call for Proposals (the “ASD Call”) process launched June 6 th , 2007. The purpose of the ASD Call was to encourage the development of private equity funds that are expected to have particularly compelling positive social benefits as well as financial and economic development benefits. The ASD Call generated 31 proposals for various social development strategies throughout Africa. The Evaluation Committee selected six proposals for due diligence and eventually selected three proposals that met the criteria outlined in the ASD Call, including this Fund. Three additional proposals were deemed to require additional due diligence prior to a final decision by the Evaluation Committee. |
| Developmental Effects: | Given its positioning towards SMEs, the Fund makes a strong impact |

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| | <p>in terms of economic development by contributing to poverty alleviation and social progress through the following:</p> <ul style="list-style-type: none"> • Creation of Employment: The Fund will contribute to the creation of employment through the growth of its portfolio companies and the creation of new companies. • Improving Purchasing Power: This will be attained by lowering production costs in strategic sectors such as pharmaceutical and food processing, thereby contributing to making certain consumer products more affordable in Africa. • Remigration: The Fund will contribute to attracting and retaining well-trained and educated African professionals returning from North America or Europe. • Creation of Joint Ventures: The Fund will establish external links by creating joint ventures between African companies and North American and European companies. These joint ventures will have a strong impact on building skills, creating jobs, and bringing new jobs in varying fields. • Corporate Governance: The Fund will implement a comprehensive risk management system to be applied in monitoring investee companies and ensuring their adherence to international environmental and social standards. |
| Environment: | <p>Category D. Downstream investments by the Fund will be screened and subject to the full scope of OPIC’s environmental assessment process.</p> |