

INFORMATION SUMMARY FOR THE PUBLIC

Host Countries:	Global
Name of Borrower:	A to-be-formed subsidiary of Kiva Microfunds.
Project Description:	Kiva Microfunds (“Kiva”), the parent company of the Borrower, is a not-for-profit corporation that facilitates microlending on a global basis. OPIC will provide a \$10,000,000 loan, the proceeds of which will be used to match microloans made by individuals to borrowers in OPIC eligible countries.
Proposed OPIC Loan:	\$10,000,000 with a five year tenor.
Total Project Costs:	\$24,150,000.
U.S. Sponsor:	Kiva Microfunds, a California not-for-profit corporation.
Foreign Sponsor:	None.
Policy Review	
U.S. Economic Impact:	The Project is not expected to have a negative impact on the U.S. economy. There is no U.S. procurement associated with this Project and therefore, the Project is expected to have a neutral impact on U.S. employment. The Project is expected to have a negative five-year U.S. balance of payments impact.
Developmental Effects:	This Project is expected to have a positive developmental impact by expanding the availability of capital to microfinance institutions (MFIs) in 30 possible OPIC-eligible countries. According to the World Bank, there are an estimated 2 billion financially excluded adults globally, with almost 80 percent of those living under \$2 per day having no accounts at formal financial institutions. Kiva is the world’s first personal micro-lending marketplace and one of the first crowdfunding platforms. This Project will expand Kiva’s ability to offer micro-loans to low-income borrowers in OPIC-eligible countries, which could potentially help alleviate poverty and promote financial inclusion with low-cost, risk-tolerant capital. Kiva is innovative in that it leverages the internet, technology, and power of connection through over 300 global field partner MFIs to provide high-impact, borrower-centric loan products at low interest rates. With the expertise of some 45 mid-career professional volunteers, Kiva provides significant technical assistance to its field partners to learn the Kiva model and train on financial and communication skills.
Environment:	Loans through microfinance organizations are screened as Category C projects under OPIC’s environmental and social guidelines. Environmental, health, safety and social impact concerns are minimal. However, in order to insure that the Borrower’s downstream loans are consistent with OPIC’s statutory and policy requirements the OPIC loan will be subject to conditions regarding use of proceeds. This includes

	<p>implementation of the Borrower’s Environmental and Social Policy and grievance mechanism. The Project’s activities, which involve loans to microfinance organizations, are not vulnerable to climate change and therefore a climate change resilience assessment is not needed.</p>
Workers Rights:	<p>The Project will be required to operate in a manner consistent with the International Finance Corporation’s Performance Standard 2 on Labor and Working Conditions, OPIC’s Environmental and Social Policy Statement, and applicable local labor laws. Loans to microfinance institutions and social enterprises will be restricted with respect to loans to micro-borrowers, including the employment of minors and other applicable labor law requirements. Standard and supplemental contract language will be applied to all workers engaged by the Project.</p>
Human Rights:	<p>OPIC issued a human rights clearance for this project on April 1, 2016.</p>