

## INFORMATION SUMMARY FOR THE PUBLIC

<b>Host Country:</b>	Peru
<b>Name of Borrower:</b>	Edpyme Acceso Crediticio S.A.
<b>Project Description:</b>	Expansion of vehicle financing portfolio for micro, small and medium-size enterprise clients
<b>OPIC Loan Amount:</b>	\$15,000,000
<b>Total Project Cost:</b>	\$63,200,000
<b>U.S. Sponsor:</b>	Kandeo Fund II (Peru) is a Qualifying Investment Fund for OPIC as the fund's General Partner, Kandeo Investment Advisors Peru SAC, is owned 99.9% by Eduardo Michelsen Delgado, a U.S. citizen.
<b>Foreign Sponsor:</b>	NA
<b>Policy Review</b>	
<b>U.S. Economic Impact:</b>	This Project is expected to have a positive developmental impact by expanding the availability of credit to micro-, small- and medium-size enterprises in Peru. Most of the financed vehicles will serve as the primary income-generating assets for micro and small enterprises, typically taxi drivers. According to The World Bank, only eight percent of individuals in Peru borrowed from a financial institution in 2017 to start, operate, or expand a business.
<b>Developmental Effects:</b>	<p>The Project will be required to operate in a manner consistent with the International Finance Corporation's Performance Standards, OPIC's Environmental and Social Policy Statement and applicable local laws.</p> <p>OPIC's statutorily required language will be supplemented with provisions concerning the rights of association, organization and collective bargaining, minimum age of employment, prohibition against the use of forced labor, non-discrimination, hours of work, the timely payment of wages, and hazardous working conditions. Standard and supplemental contract language will be applied to all workers of the Project, including contracted workers.</p> <p>The Project involves the expansion of an existing car loan business targeting lower income communities and small to medium enterprises in Peru.</p> <p>This review covers the commensurate human rights risks associated with auto loans in Peru.</p>

**Environment and Social Assessment:**

The Project involves loans, for the purchase of motorcycles and other vehicles, to individuals and micro-entrepreneurs in Peru. The Project has been reviewed against OPIC's categorical prohibitions and has been determined to be categorically eligible. Projects involving financial services, including loans for the purchase of non-industrial equipment, are screened as Category C projects under OPIC's environmental and social guidelines but are subject to conditions related to the use of proceeds. Excluded activities include loans to entities engaged in categorically prohibited activities or activities likely to have a significant adverse impact on the environment.

Environmental, health, and safety impacts are minimal and will be properly managed by the Borrower in a manner consistent with the International Finance Corporation's Performance Standards (2012). The Borrower has developed policies and procedures that address environmental risks associated with its financing activities.

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