

SECTION I: NON-CONFIDENTIAL PROJECT INFORMATION

Host Countries:	Russia
Name of Borrower:	CapMan Russia II Fund, a Guernsey limited partnership (the “Fund”).
Sponsor:	CapMan (Guernsey) Russia II GP Limited (the “General Partner” or “GP”) is incorporated in Guernsey. CapMan Private Equity Advisors Ltd., incorporated in Cyprus and based in Moscow, Russia, acts as advisor to the Fund.
Project Description:	The Fund will target significant minority investments in fast growing small and medium sized enterprises (“SMEs”), building a portfolio diversified by sector and region in Russia.
Total Fund Capitalization:	The Fund has a total capitalization target of €175 million and a hard cap of €225 million.
Proposed OPIC Loan:	OPIC loan guaranty of up to \$40 million (approximate US\$-equivalent of €30 million) in principal plus accrued and accreted interest thereon.
Term of Fund:	Ten years, with the option of up to three one-year extensions at the discretion of the General Partner and with the consent of the Advisory Board.
Selection Process:	<p>On November 1, 2011, OPIC announced a Global Engagement Call for proposals (the “Call”). The purpose of the Call was to finance one or more selected funds to facilitate the investment of risk capital in companies or projects within OPIC-eligible countries, in order to provide for new business development, existing company expansion, restructuring, and/or privatization. OPIC’s selection process for the Call has been guided by OPIC’s current policy priorities, asset allocation strategy, market needs, and OPIC’s goal of maintaining a balanced portfolio.</p> <p>The OPIC Evaluation Committee selected the Fund from among 158 respondents to the Call with the assistance of an investment consultant, Altius Associates.</p> <p>The Fund will advance the objectives of the Call by providing growth equity capital to Russian companies operating in the small to middle markets.</p>
Policy Review	
Developmental Effects:	The Fund is expected to have developmental returns in Russia, where the Fund’s investments will focus on small and medium enterprises in provinces, outside of the major cities, where private equity is largely unavailable. In addition to providing growth financing, the Fund will also provide considerable

	<p>financial and accounting expertise to the portfolio companies. The Fund's investments are also expected to contribute to employment, wealth creation, and access to goods and services. CapMan Russia is an active, hands-on private equity fund manager who will seek to apply environmental, social and governance standards to each of its portfolio company investments.</p>
Environment and Social:	<p>The capitalization of a fund is screened as a Category D activity for the purposes of environmental and social assessment. Although no further assessment is warranted at this stage in the transaction, downstream investments made by the Fund will be screened and subject to the full scope of OPIC's environmental and social assessment process, including public disclosure within the host country of Environmental and Social Impact Assessments for Category A projects, conditionality and monitoring, as is warranted by the nature and scope of the downstream investments.</p> <p>Under OPIC's environmental and social policies, the Fund will be required to establish an Environmental and Social Management System, which will be used to assess the environmental and social impact of its own operations as well as the operations of its downstream investments, and will include the environmental and social objectives and principles that will be used to guide the Fund and its downstream investments to implement measures that will eliminate risks, ameliorate damage, and enhance positive effects. The Fund will also be required to establish a grievance mechanism.</p>
U.S. Economic Impact:	<p>Since this clearance concerns the capitalization of the overall Fund, there is no potential for an adverse impact on the U.S. economy at this time and an industry analysis is not warranted. However, future Fund downstream investments will be analyzed individually for their impact on the U.S. economy in accordance with OPIC's guidelines.</p>
Workers Rights:	<p>Each of the Fund's OPIC-supported investments will be evaluated separately with regard to specifics of operation and compliance with OPIC worker rights and human rights approval criteria. Standard and supplemental worker rights language will be applied to each OPIC-supported investment, as appropriate.</p>
Human Rights:	<p>OPIC issued a human rights clearance for the Fund on August 3, 2012.</p>