

## Public Information Summary

Host Country:	PAKISTAN
Name of Borrower:	Cinepax Corporation
Project Description:	Expansion of multiplex movie theater chain in various Pakistani cities.
Proposed OPIC Loan:	\$9,000,000.00
Total Project Cost:	\$12,762,728.00
U.S. Sponsor:	Arif Baigmohamed
Foreign Sponsor:	Cinepax Limited
U.S. Economic Impact:	The project is not expected to have a negative impact on the U.S. economy. There is U.S. procurement associated with this project, and the project is expected to have a positive impact on U.S. employment. The project is also expected to have a positive five-year U.S. balance of payments impact.
Developmental Effects:	This project will have a positive developmental impact on Pakistan. The development and expansion of multiplexes will employ exclusively local staff, with a focus on hiring women and unskilled workers. The project will help grow Pakistan's services industry and in turn facilitate further economic growth. In addition to contributing to the development of Pakistan's entertainment service sector and job creation, Cinepax will also set an example by offering employees up to 20% of its share capital, as part of an employee's compensation package, which is an uncommon practice. The project is expected to generate tax revenue for the local government and procure local goods and services.
Environment:	<p>Screening: This Project has been reviewed against OPIC's categorical prohibitions and determined to be categorically eligible. Medium-scale construction projects are screened as Category B under OPIC's environmental and social guidelines because impacts are site specific and readily mitigated. Construction of commercial buildings in developed areas generally results in manageable impacts if proper procedures are enforced during the construction and operations phases. The major environmental concerns are disposal of wastes and wastewater, supply of potable water, food hygiene, implementation of adequate life and fire safety measures, and implementation of procedures to assure safe working conditions for workers during both construction and operations.</p> <p>Applicable Standards: OPIC's environmental and social due diligence indicates that the Project will have impacts that must be managed in a manner consistent with the following International Finance Corporation's (IFC) 2012 Performance Standards (PS):</p>

PS1: Social and Environmental Assessment and Management Systems;  
PS2: Labor and Working Conditions;  
PS3: Resource Efficiency and Pollution Prevention; and  
PS4: Community Health, Safety, and Security.

In addition to the Performance Standards listed above, the IFC's April 30, 2007 Environmental, Health, and Safety (EHS) General Guidelines is applicable to this Project.

The Project sites are located in developed areas which are used for commercial activities and are not in or near protected areas or sensitive eco-systems. Therefore, significant biodiversity impacts are not anticipated. Additionally, the Project does not involve any involuntary physical or economic displacement, impacts on Indigenous Peoples or cultural heritage. The Project sites will lease land from existing property owners through negotiated transactions. Therefore, P.S.'s 5, 6, 7, and 8 are not triggered by the Project at this time.

The Project's greenhouse gas (carbon dioxide equivalent) emissions are estimated to be less than 8,000 tons per year.

Environmental and Social Risks and Mitigation: The Borrower has an Environmental and Social Management System (ESMS) for managing theatres and entertainment centers and to ensure compliance with the local regulations. This ESMS will also be used to manage the environmental and social performance of the Project to ensure compliance with the IFC's Performance Standards. Grievances are addressed by the General Manager. Potable water and electricity will be supplied by the local municipality. Food hygiene will be maintained to international standards. Sewage will be discharged to the local sewerage network and solid waste will be disposed at the municipal landfill. The project will not use any hazardous material.

The Borrower shall be required to submit a Life and Fire Safety Plan and implement both its Environmental and Social Management System and Grievance Mechanism. In addition,

	the Project shall be required to comply with IFC's General EHS Guidelines.
Worker Rights:	OPIC's statutorily required standard worker rights language will be supplemented with provisions concerning the right of association, organization and collective bargaining, minimum age, hours of work, the timely payment of wages, and hazardous work situations. The Project will also be required to operate in a manner consistent with the requirements of the International Finance Corporation's Performance Standard 2 on Labor and Working Conditions. Standard and supplemental contract language will be applied to all workers engaged by the Project.