

INFORMATION SUMMARY FOR THE PUBLIC

Host Country:	Azerbaijan Georgia Nicaragua
Name of Insured Investor:	MicroVest Short Duration Fund, LP
Foreign Enterprise:	various
Project Description	Loans to microfinance and other financial Institutions for on-lending to and providing financial services for micro and SME borrowers
Total Project Cost:	\$6,906,410 (including principal plus interest)
Proposed OPIC Insurance Amount:	\$6,906,410 (including principal plus interest)
Developmental Effects:	
Azerbaijan (DemirBank)	This project is expected to have a positive developmental impact in Azerbaijan. The project will provide capital to an financial institution that will onlend to microenterprises and SMEs, many of which are currently underserved by the traditional banking sector. Up to 40 percent of borrowers will be located in rural areas of the host country, and 40 percent of project funds will be loaned to women-owned companies. As a signatory to the SMART campaign, the project bank will adhere to high standards of consumer protection. The bank's board of directors includes representation from EBRD and FMO, which provide high levels of guidance on corporate governance and reporting.
Azerbaijan (AzerCredit)	This project is expected to have a positive developmental impact in Azerbaijan. The project will provide credit to microenterprises, many of which are located in poor or rural areas that are currently underserved by the traditional banking sector. The MFI will generate new business development through external partners called Village Counsels. The project will create some employment opportunities.
Azerbaijan (TBC Kredit)	This project is expected to have a positive developmental impact in Azerbaijan. The project will provide credit to microenterprises and SMEs, many of which are located in poor or rural areas that are currently underserved by the traditional banking sector. The project will create some new employment opportunities, which will include benefits and training above those required by local law. An estimated 15 percent of project funds will be lent to women-owned businesses.
Georgia (TBC Bank)	This project provides insurance coverage to Certificates of Deposit for a Microenterprise and SME lender in

<p>Nicaragua (Creditfactor)</p>	<p>Georgia. Funding of such banks strengthens the bank's ability to attract retail deposits and has the additional benefit of encouraging domestic savings. Investments in the form of CDs help diversify bank funding sources and are both cheaper and more flexible than traditional medium or long-term loans. Thus, these investments lower the costs of funds, allowing these banks to reduce the interest rates on loan products offered to their consumers.</p> <p>This project is expected to have a positive developmental impact in Nicaragua. The project will provide credit to microenterprises in Nicaragua, a low income country. The project will create some employment opportunities.</p>
<p>Environment:</p>	<p>Projects involving loans to microfinance institutions 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 Microvest's loans are consistent with OPIC's statutory and policy requirements those loans under OPIC's political risk insurance coverage will be subject to conditions regarding use of proceeds.</p>
<p>Workers Rights:</p>	<p>OPIC's statutorily required standard worker rights language will be supplemented with provisions concerning the rights of association, organization and collective bargaining, timely payment of wages and hours of work. The projects 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. Loans to micro-finance borrowers will be restricted with respect to the micro-finance borrowers' operations, including the employment of minors. Standard and supplemental contract language will be applied to all workers engaged by the projects.</p>
<p>Human Rights:</p> <p>Azerbaijan Georgia Nicaragua</p>	<p>OPIC issued human rights clearances for these Projects on September 25, 2012.</p>