1. About IDB Invest
2. Our Business and our Impact
3. Our Risk Management Framework
4. Our Financial Profile
ABOUT US

Three Institutions, one IDB Group

We are IDB Invest, the private sector institution of the IDB Group, a multilateral development bank committed to strengthening Latin American and the Caribbean businesses. We combine the speed and agility of the private sector with the strength and stability of the IDB Group, we’re driving business to revolutionize markets.
OUR BUSINESS & IMPACT
AT A GLANCE

$5.0B
TOTAL ASSETS

$14.5B
ASSETS UNDER MANAGEMENT

60
YEARS OF EXPERIENCE IN THE REGION AS IDB GROUP

47
SHAREHOLDERS

AAA
FITCH

AA
S&P (Pos)

Aa1
MOODY’S

29
OFFICES IN LATIN AMERICA AND THE CARIBBEAN, ASIA AND EUROPE

*Figures as of June 30, 2020
SHAREHOLDER OVERVIEW

REGIONAL MEMBER COUNTRIES
- Argentina
- Bahamas
- Barbados
- Belize
- Bolivia
- Brazil
- Chile
- Colombia
- Costa Rica
- Dominican Republic
- Ecuador
- El Salvador
- Guatemala
- Guyana
- Haiti
- Honduras
- Jamaica
- Mexico
- Nicaragua
- Panama
- Paraguay
- Peru
- Suriname
- Trinidad and Tobago
- Uruguay
- Venezuela

OTHER MEMBER COUNTRIES
- Austria
- Belgium
- Canada
- Croatia
- China
- Denmark
- Finland
- France
- Germany
- Israel
- Italy
- Japan
- Korea
- Netherlands
- Norway
- Portugal
- Slovenia
- Spain
- Sweden
- Switzerland
- United States
WHAT WE OFFER

We support our clients by providing finance solutions, advisory services and knowledge that meet the evolving demands of the regions private sector.

WHAT WE OFFER

• Loans
• Guarantees
• Equity and mezzanine
• Resource mobilization
• Blended finance

Advisory Services

• Climate change
• Gender, diversity and inclusion
• Sustainability and MSMEs
• Public-private partnerships

Knowledge

• Publications
• Conferences and workshops
• Market trends
• Feasibility studies
• Regional/sectorial expertise

OUR SECTORS

Financial Intermediaries

- Banks and other financial intermediaries

Advisory Services

- Energy
- Transport
- Water and sanitation
- Social infrastructure
- Telecommunications, media and technology

Knowledge

- Financial Inclusion
- Funds
- Infrastructure

Financial Products and Services

- Corporate
- Infrastructure Funds
- Financial Inclusion
- MSMEs
- Public-private partnerships

Advisory Services

- Climate change
- Gender, diversity and inclusion
- Sustainability and MSMEs
- Public-private partnerships

Knowledge

- Publications
- Conferences and workshops
- Market trends
- Feasibility studies
- Regional/sectorial expertise

Advisory Services

- Energy
- Transport
- Water and sanitation
- Social infrastructure
- Telecommunications, media and technology

Knowledge

- Financial Inclusion
- Funds
- Infrastructure

Financial Products and Services

- Corporate
- Infrastructure Funds
- Financial Inclusion
- MSMEs
- Public-private partnerships

Advisory Services

- Climate change
- Gender, diversity and inclusion
- Sustainability and MSMEs
- Public-private partnerships

Knowledge

- Publications
- Conferences and workshops
- Market trends
- Feasibility studies
- Regional/sectorial expertise

Advisory Services

- Energy
- Transport
- Water and sanitation
- Social infrastructure
- Telecommunications, media and technology

Knowledge

- Financial Inclusion
- Funds
- Infrastructure

Financial Products and Services

- Corporate
- Infrastructure Funds
- Financial Inclusion
- MSMEs
- Public-private partnerships

Advisory Services

- Climate change
- Gender, diversity and inclusion
- Sustainability and MSMEs
- Public-private partnerships

Knowledge

- Publications
- Conferences and workshops
- Market trends
- Feasibility studies
- Regional/sectorial expertise

Advisory Services

- Energy
- Transport
- Water and sanitation
- Social infrastructure
- Telecommunications, media and technology

Knowledge

- Financial Inclusion
- Funds
- Infrastructure

Financial Products and Services

- Corporate
- Infrastructure Funds
- Financial Inclusion
- MSMEs
- Public-private partnerships

Advisory Services

- Climate change
- Gender, diversity and inclusion
- Sustainability and MSMEs
- Public-private partnerships

Knowledge

- Publications
- Conferences and workshops
- Market trends
- Feasibility studies
- Regional/sectorial expertise

Advisory Services

- Energy
- Transport
- Water and sanitation
- Social infrastructure
- Telecommunications, media and technology

Knowledge

- Financial Inclusion
- Funds
- Infrastructure

Financial Products and Services

- Corporate
- Infrastructure Funds
- Financial Inclusion
- MSMEs
- Public-private partnerships

Advisory Services

- Climate change
- Gender, diversity and inclusion
- Sustainability and MSMEs
- Public-private partnerships

Knowledge

- Publications
- Conferences and workshops
- Market trends
- Feasibility studies
- Regional/sectorial expertise

Advisory Services

- Energy
- Transport
- Water and sanitation
- Social infrastructure
- Telecommunications, media and technology

Knowledge

- Financial Inclusion
- Funds
- Infrastructure
HOW WE MEASURE DEVELOPMENT

Adding value beyond financing

Impact Management Framework supports IDB Invest’s dual objective of achieving the highest development impact while maintaining long-term financial sustainability.

It allows us to standardize how we score the potential development impact of each project upfront and track the actual impact achieved across the investment lifecycle.

We help our clients optimize the social returns of their business, in turn making them more competitive, resilient, and sustainable.

* Development effective learning tracking and assessment tool.
DEVELOPMENT IMPACT

Priority Business Areas aligned with the Sustainable Development Goals

Social Inclusion and Equity

- **592,767** beneficiaries receiving health services
- **500,156** households with new/upgraded access to drinking water or sanitation

Productivity and Innovation

- **311,863** beneficiaries of on-the-job training
- **43,632** jobs created by supported firms
- **549,325** micro, small and medium enterprises financed

*Figures for the period 2016-2019*
## DEVELOPMENT IMPACT

**Priority Business Areas aligned with the Sustainable Development Goals**

### Economic Integration
- **296 km of roads built or upgraded**
- **US$4.1 Billion** in international trade promoted

### Gender Equality and Diversity
- **306,828** women beneficiaries of economic empowerment initiatives

### Climate Change and Environmental Sustainability
- **298,651** households benefitting from housing solutions
- **9.5 Million** metric tons of emissions (CO₂ equivalent) expected to be reduced per year
- **2.595 MW** installed power generation capacity from renewable sources

---

*Figures for the period 2016-2019*
Objective: contribute to improve the level of service and road safety in one of the main corridors in Paraguay with high importance for the economic activity.

Key facts:
- Approval Year: 2019
- Segment: Infrastructure
- Delta Score: 9.7
- Total Project: USD 530MM
- IDB Invest: USD 106MM (20%)
- Tenor: 15 years

Expected results:
- Increased capacity due to the duplication of lanes in 80% of routes
- Reduce travel time between Asuncion and Ciudad del Este
- Increase safety for users
Objective: To support the growth of Banco Guayaquil's MSME loan portfolio, with a focus on women-led MSMEs.

**Key facts**
- Approval Year: 2019
- Segment: Financial Institutions
- Delta Score: 9.4
- Total Project: USD 50MM
- IDB Invest: US 50MM (100%)
- Tenor: 5 years

**Expected results**
- Growing MSMEs portfolio in 35%
- Growing the MSMEs portfolio lead by women in 10%
Objective: finance the purchase of new pulp integrated packaging paper machinery and the construction of complementary installations for supporting the new lines for the recovery and utilities areas.

**Key facts**
- Approval Year: 2019
- Segment: Corporates
- Delta Score: 9.7
- Total Project: US$ 2.3 bn
- IDB Invest: US$ 100MM (4%)
- Tenor: 7 years
- Resource Mobilization: US$ 600 MM

**Expected results**
- Increase total production capacity in 1.7MM tons per year
- Increase Klabin exports in 55%
- Create 9000 new jobs
- Increase renewable energy generation to 524MW
OUR RISK MANAGEMENT FRAMEWORK
## STRONG RISK MANAGEMENT FRAMEWORK

### Lending Approval Cycle

1. **Origination**
2. **Client Engagement**
3. **Approval**
4. **Closing & First Disbursement**
5. **Supervision & Recovery**
6. **Ex-post Evaluation**

### Risk Appetite

- **15%**
  - Maximum exposure to single country

- **20%**
  - Maximum exposure by subsector *

- **5% / 6%**
  - Maximum exposure Per client & per economic group

- **20%**
  - Maximum exposure Equity & quasi equity

### Liquidity Portfolio

- **4 years**
  - Maximum liquidity portfolio duration

- **A**
  - Minimum rating for securities at purchases in liquidity portfolio

### Key Balance Sheet Metrics

- **3.0x**
  - Maximum leverage ratio

- **105%**
  - Minimum liquidity coverage ratio

---

*Except for Financial Institutions sector (75%)

Limits are based on allocated capital
OUR
FINANCIAL PROFILE
A SOLID BALANCE SHEET

**ASSETS**
- Liquid assets: 32% USD 1.594
- Loans, Debt Securities, and Equity Investments: 66% USD 2.682
- Receivables and other assets: 2% USD 111

**LIABILITIES AND CAPITAL**
- Debt: 52% USD 2.632
- Total Capital: 42% USD 2.102
- Other Liabilities: 6% USD 303

Robust capitalization & Low leverage

Capital / total assets ratio of 42% and debt / capital ratio of 1.3x provide ample room for growth.

Figures in million US dollar as of June 30, 2020
(*) Net of USD 161 million allowance for credit losses. Total equity investments: USD 111.4 million
In 2015 the Board of Governors approved a capital increase of USD 2 billion: USD 1.3 billion of new contributions from member countries and USD 725 million of transfers by IDB on behalf of its member countries.

IDB Invest operates exclusively with 100% paid-in capital

1 Figures in USD millions. IDB transfers are subject to annual approval by IDB’s Board of Governors
HIGH-QUALITY LIQUIDITY PORTFOLIO

Liquid Securities by Rating

- Aa2: 38%
- Aa1: 2%
- Aaa: 5%
- A2: 2%
- A1: 19%
- Aa3: 33%

Liquid Securities by Sector

- Corporates/Financials: 75%
- Agencies: 2%
- Sovereigns and Sub-sovereigns: 23%

Figures are as of June 30th, 2020. Numbers may not add up to 100% due to rounding.
HIGH QUALITY & DIVERSIFIED LENDING AND INVESTMENT PORTFOLIO

BY COUNTRY

Includes equity investments

Mexico 12%
Guatemala 6%
Colombia 10%
Ecuador 11%
Brazil 17%
Chile 8%
Argentina 6%

BY SECTOR

21% Infrastructure
33% Corporate
46% Financial institutions

Non-Performing Loans & Provisions

- 0.9% 2017
- 0.8% 2018
- 0.6% 2019
- 0.6% Q2 2020

Provisioning

- NPL: Nonaccrual loans over 90 days overdue as a percentage of total loan portfolio.
- Provisioning Ratio: loan loss allowance over total loans and development related debt securities.

Figures as of June 30, 2020 and include Loans, Debt Securities and Equity Investments.

Percentages may not add up to 100% due to rounding.
ONE OF THE STRONGEST FINANCIAL PROFILES AMONG MULTILATERAL DEVELOPMENT BANKS

<table>
<thead>
<tr>
<th>Multilateral</th>
<th>Assets (USD Millions)</th>
<th>S&amp;P Long Term Issuer Rating</th>
</tr>
</thead>
<tbody>
<tr>
<td>IDB Invest</td>
<td>3.900</td>
<td>AA</td>
</tr>
<tr>
<td>IDB</td>
<td>136.358</td>
<td>AAA</td>
</tr>
<tr>
<td>EBRD</td>
<td>76.546</td>
<td>AAA</td>
</tr>
<tr>
<td>IFC</td>
<td>99.257</td>
<td>AAA</td>
</tr>
</tbody>
</table>


### Financial Ratios

**RAC-Ratio**

- **IDB Invest:** 56%
- **IDB:** 20%
- **EBRD:** 31%
- **IFC:** 35%

**Debt/Total Assets**

- **IDB Invest:** 42%
- **IDB:** 71%
- **EBRD:** 67%
- **IFC:** 55%

**Liquid assets / Gross Debt**

- **IDB Invest:** 83%
- **IDB:** 37%
- **EBRD:** 70%
- **IFC:** 91%
FUNDING PROGRAM

• Core elements of our funding strategy:
  • Optimize funding costs through product, currency and tenor diversification
  • Diversified funding sources:
    • Public Offerings in USD and other currencies
    • Private Placements
  • Main Funding Instrument: Euro Medium Term Note Program
  • Format: Reg S
  • 2020 funding program: USD 2.3 billion

BORROWINGS BY CURRENCY

Figures are as of June 2020

GROWING FUNDING PROGRAM

2016-2019: Executed USD Funding. 2020: Total Funding Program, Million USD

Dollar US 86%

Colombian Pesos 6%

Mexican Pesos 5%

Brazilian Reais 2%

Dominican Pesos 0.3%

Guaranies 0.7%

2016 2017 2018 2019 2020

500 0 500 750 2,330
## OUR PRESENCE IN THE CAPITAL MARKETS

<table>
<thead>
<tr>
<th>Currency</th>
<th>Amount</th>
<th>Tenure/Rate</th>
<th>Maturity</th>
<th>Issuance Date</th>
</tr>
</thead>
<tbody>
<tr>
<td>USD</td>
<td>1B</td>
<td>2 Years, Fixed Rate</td>
<td>October 2019</td>
<td>April 2020</td>
</tr>
<tr>
<td>USD</td>
<td>500M</td>
<td>5 Years, Fixed Rate</td>
<td>October 2019</td>
<td></td>
</tr>
<tr>
<td>DOP</td>
<td>500M</td>
<td>3 Years, Fixed Rate</td>
<td>September 2019</td>
<td></td>
</tr>
<tr>
<td>MXN</td>
<td>1.5B</td>
<td>3 Years, Floating Rate</td>
<td>September 2019</td>
<td></td>
</tr>
<tr>
<td>USD</td>
<td>250M</td>
<td>Increase 2.3 Years, Floating Rate</td>
<td>June 2019</td>
<td></td>
</tr>
<tr>
<td>PYG</td>
<td>30B</td>
<td>USD 5M, Fixed Rate</td>
<td>December 2018</td>
<td></td>
</tr>
<tr>
<td>USD</td>
<td>500M</td>
<td>3 Years, Floating Rate</td>
<td>October 2018</td>
<td></td>
</tr>
<tr>
<td>COP</td>
<td>144B</td>
<td>USD 50M, 7 Years, Fixed Rate</td>
<td>June 2018</td>
<td></td>
</tr>
<tr>
<td>MXN</td>
<td>1.5B</td>
<td>USD 80M, 3 Years, Floating Rate</td>
<td>February 2018</td>
<td></td>
</tr>
<tr>
<td>USD</td>
<td>500M</td>
<td>3 Years, Floating Rate</td>
<td>April 2016</td>
<td></td>
</tr>
<tr>
<td>USD</td>
<td>400M</td>
<td>3 Years, Floating Rate</td>
<td>October 2014</td>
<td></td>
</tr>
<tr>
<td>USD</td>
<td>400M</td>
<td>3 Years, Floating Rate</td>
<td>November 2012</td>
<td></td>
</tr>
</tbody>
</table>
2016
US$ 500 million
3 year - 3ML + 30bp

Allocation by region
- MENA: 19%
- Asia: 4%
- Americas: 32%
- Europe: 45%

Allocation by Investor Type
- Banks: 6%
- Asset Managers: 10%
- CB/OI: 73%

2018
US$ 500 million
3 year - 3ML + 9bp

Allocation by region
- Americas: 13%
- MENA: 7%
- Europe: 80%

Allocation by Investor Type
- Ins/Corp.: 11%
- CB/OI: 5%

2019
US$ 500 million
5 year - MS + 25bp

Allocation by region
- Americas: 6%
- Asia: 30%
- EMEA: 64%

Allocation by Investor Type
- Asset Managers: 17%
- CB/OI: 64%

2020
US$ 1 billion
2 year - MS + 38bp

Allocation by region
- Americas: 35%
- Asia: 18%
- EMEA: 47%

Allocation by Investor Type
- Banks: 26%
- Others: 1%
In summary, as a member of the IDB Group, IDB Invest has strong shareholder support, a solid financial profile which includes high credit quality and top credit ratings, all while demonstrating its commitment to the development and sustainability of Latin America and the Caribbean.
This presentation includes statements that are, or may be deemed to be, “forward-looking statements”. These forward-looking statements can be identified by the use of forward-looking terminology, including the terms “anticipates”, “believes”, “estimates”, “expects”, “aims”, “continues”, “intends”, “may”, “plans”, “considers”, “projects”, “should” or “will”, or, in each case, their negative or other variations or comparable terminology, or by discussions of strategy, plans, objectives, goals, future events or intentions. These forward-looking statements include all matters that are not historical facts. They appear in a number of places and include, but are not limited to, statements regarding the Issuer’s intentions, beliefs or current expectations concerning the Issuer’s economy. By their nature, forward-looking statements involve risk and uncertainty because they relate to future events and circumstances.

Forward-looking statements are not guarantees of future performance and the actual results, performance, achievements or industry results of IDB Invest’s economy may differ materially from those described in, or suggested by, the forward-looking statements contained in this presentation.

These materials are not directed at or accessible by persons in the United States, or persons resident or located in Australia, Canada or any other jurisdiction where the extension of availability of the materials to which you are seeking access would breach any applicable law or regulation. If you are not permitted to view materials or are in any doubt as to whether you are permitted to view these materials, please refrain from viewing them. These materials must not be, released or otherwise forwarded, distributed or sent in or into the United States or any jurisdiction in which such offers or sales are unlawful. Persons receiving such documents (including custodians, nominees and trustees) must not distribute or send them in, into or from the United States or any jurisdiction in which such offers or sales are unlawful.

Confirmation of understanding and acceptance of disclaimer

I warrant that I am not located in the United States or any other jurisdiction where accessing these materials is unlawful, and I agree that I will not transmit or otherwise send any materials to any person in the United States or any other territory where to do so would breach applicable local law or regulation. I have read and understood the disclaimer set out above. I understand that it may affect my rights and I agree to be bound by its terms. I confirm that I am permitted to view the materials.
Let’s continue the conversation

Eusebio Garre
Head of Funding
eusebiog@idbinvest.org
Tel.: 202 623 1626

Monica Landaeta
Funding Officer
monicala@idbinvest.org
Tel.: 202 623 3160

Website: www.idbinvest.org
Bloomberg: IDBINV Corp <GO>
LinkedIn: www.idbinvest.org/linkedin
Twitter: www.idbinvest.org/twitter
Facebook: www.idbinvest.org/facebook
Blog: www.idbinvest.org/blog