

1. **Scope of Environmental and Social Review.** The environmental and social (“E&S”) review of the proposed transaction was carried out through an E&S desk research of pertinent information from the client. This included a review of VPC’s environmental and social policies and procedures.
2. **Environmental and Social Categorization and Rationale .** This project will support technology based non-bank financial institutions, which will have low to medium E&S risks. Therefore, per the IIC Environmental and Social Sustainability Policy, the FI has been categorized as FI-2. VPC will be restricted from financing category A sub-projects. The average investment size in each fintech by the Fund is US\$10-25 million.
3. **Environmental and Social Risks and Impacts.** The main E&S risks of this projects are associated with FI’s capacity to identify and manage the E&S risks associated with its lending activities to Fintech companies. The potential risks associated with Fintech companies include i.e. occupational health and safety, labor and working conditions issues, etc. VPC has in place an environmental and social management system (“ESMS”) to identify and manage the E&S risks of its portfolio. Its systems include E&S procedures and there is an Environmental and Social officer in charge of managing the ESMS.
4. **Mitigation Measures.** VPC will be required to ensure that all loans supported comply with IDB Invest’s Exclusion List, applicable E&S local laws, and the IDB Invest Environmental and Social Guidelines including the Performance Standards. VPC has received DFI funding previously and has implemented an ESMS compliant with IFC PS 1, and also works with sub-borrowers to ensure they are also compliant with any applicable Performance Standards. In an effort to enhance the Borrower’s capacity associated with E&S issues, VPC will be required to attend the IDB Invest Environmental and Social Risk Management training workshop for financial intermediaries or any other training approved by IDB Invest. The client will also be required to provide an Environmental and Social Compliance Report annually to IDB Invest.
5. **Environmental and Social Action Plan**

<b>Task</b>	<b>Description</b>	<b>Anticipated Completion Date</b>
Staff Training	VPC shall ensure that all staff responsible for implementation of the ESMS is trained to be able to ensure its effective implementation.	Before the end of 2019
External Communication Mechanism	VPC will develop and implement the mechanism to review inquiries or complaints from any interested party regarding the E&S risks and impacts of their operations.	Before the end of 2019

**Contact Information.** For project inquiries, including environmental and social questions related to an IDB Invest transaction, please contact the client (see **Investment Summary** tab), or IDB Invest using the email [requestinformation@idbinvest.org](mailto:requestinformation@idbinvest.org). As a last resort, affected communities have access to the IDB Invest Independent Consultation and Investigation Mechanism by writing to [mecanismo@iadb.org](mailto:mecanismo@iadb.org) or [MICI@iadb.org](mailto:MICI@iadb.org), or calling +1(202) 623-3952.