

This transaction involves the design, financing, construction, and operation of the Port of Salaverry, also known as the Port of Salaverry Terminal, which is located in Trujillo, Peru ("the Project"). The Port, a multipurpose terminal of great potential that mobilizes various types of cargo (wheat, corn, sugar, fertilizers, mining concentrates, etc.), is mainly an import terminal that has the potential to become an export port due to the recent development of major agribusinesses in the region. The Consortium Transportadora Salaverry SA, formed by the companies Tramarsa and the shipping company of the same name, was awarded the concession of the Salaverry Multipurpose Port Terminal ("TPMS") in May 2018 and incorporated Salaverry Terminal Internacional SA ("STI", "the Concessionaire" or "The Client"), the entity that started the modernization and operation of the Salaverry Port. The concession requires implementing investments in six phases. Phases 1 and 2 are mandatory and are not subject to capacity utilization, while the others will be executed when the terminal reaches certain volume thresholds. The proposed financing is for Phases 1 and 2 and the early implementation of some of the functional components of Stages 3 and 4. Phase 1 consists of modernizing the wharf infrastructure and implementing facilities for operations involving the indirect unloading of bulk shipments, plus dredging activities (which were already executed in 2018 and will not use the income from this financing). Phase 2 considers modernizing and developing Port equipment and increasing storage capacity, among other works that will provide operational flexibility to the Port (thus improving its competitiveness). The scope of IDB Invest's environmental and social (E&S) review included an analysis of the Project's environmental and concession permits; virtual and face-to-face meetings with the Client's representatives; documents associated to manuals, procedures, permits, and operating reports; and an Environmental and Social Due Diligence visit to the city of Salaverry in Peru, which comprised the following activities: (i) a meeting with the Concessionaire's E&S, social responsibility or management, and occupational health and safety (OHS) personnel; (ii) an inspection visit to the Port, its ancillary facilities and its immediate area of influence; and (iii) interviews with personnel of the National Port Authority (NPA) of Peru, agency in charge of supervising the execution of the Concession and the promotion of commercial and logistic activities in the Port's premises.